

ALASKA LEGISLATURE

1468

HOUSE and SENATE FINANCE COMMITTEE FILES, 1995-1996

ACoM and AMI MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-9400)

Municipality Valdez Completed by Phil Hubbard, City Manager

Phil Hubbard
2-2-98

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools) been a major factor in local:

a. tax or fee increases? No Yes. If yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

The key point here is these cuts have not been a "major" factor in local tax or fee increases or in service cutbacks. In Valdez, the "major" factor has been the loss in value of oil property. Oil property assessed value has been declining about 9% every year.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: _____

Reduction in "quality of life" services.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: _____

Our City Council has chosen to reduce expenditures instead. Operating expenditures have been cut 1% and 8% respectively in the last two years. The City Administration expects to recommend near fee increases in its FY97 budget.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

N/A

5. In a sentence, summarize the message you would like to give the state regarding municipal government. All wisdom does not flow from the State. Municipalities should be involved in public policy issues and decisions.

State Mandated Senior Citizens' Property Tax Exemption Program has significant local impact and the financial consequences (97%) accrue to

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

City Manager, Valdez

City governments, not to the State.

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality BART LINGS Completed by Robert Himes

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

Increase in water/sewer/garbage fees
Decreased Harbor maintenance, decreased Road Maint.
Decreased Equip. Maint. causing lack of Road Maint.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Harbor Facility will have to be turned over to the
State. We will have to be able to operate or maintain
water/sewer/garbage facilities

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: Increased Water/sewer/Garbage Fees.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

The Bart Lings School Student Council secured funds
from the Legislature to rebuild the Bart Lings Causeway
which is a local historical landmark and also the
largest wood bridge in Alaska

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Reduced Municipal Assistance/Revenue Sharing will kill Rural Alaska.

THANK YOU!, from the Alaska Conference of Mayors and Alaska Municipal League
Chairman: Mary Ann

Post-Net Fax Note	7871	Date 2/7	Use P 1
To	LEVINE/THUR	From	2/15
City/Dept		City	
Phone #		Phone #	
Fax #	463-5480	Fax #	

Notes on ACoM/AML Survey

**Municipality - City & Borough of Juneau
Completed by - Dennis Egan & Craig Duncan**

1a. We have seen a 70% drop in MA/SSR. Since FY86 we have seen a \$7 million drop in MA/SSR even though our population has increased from 20,000 in 1985 to 30,000 in 1996. In FY86 we received \$10 million MA/SSR. In FY96 we are predicting funding just short of \$3 million.

1b. State Senior and Veterans tax exempt programs. The state is currently funding only 6% of this program. Seniors will apply for over \$1.3 million in exemptions and the state will pay only \$75,000. This equates to over a \$1.2 million shortfall.

If we combine these two programs we are looking at an \$8.5 million funding shortfall from the state. This alone equals a mill levy of just over 5 mills.

The mill rate in FY86 (1985) was around 9.25 or 3.81 mills less than the FY96 (1995) rate of 13.06.

2. Services and programs will have to be eliminated or curtailed further. User fees will have to be instituted or where they now exist will have to be increased substantially. Water, sewer and waste water discharge regulations will force us to increase rates substantially and to rethink how these services are provided.

3. We have increased tobacco (6%) and liquor (3%) taxes to offset decreases in funding to Health and Social Services. We have instituted a \$2.80 per month hazardous waste disposal charge to all utility customers. Enterprise fund fees, building permit fees, parks & recreation fees, etc. have all been increased. All fees were reviewed and increased where warranted.

4. Juneau has managed to absorb state mandates and program funding reductions that were far greater than the financial impacts passed on to our residents. We have become much more efficient and cost effective in providing services to our residents over the past 10 years.

5. Taxpayer irritation should not be focused at local government but to the declining support of state and federal services and municipal funding. It is not the federal or state government, but the local government that provides the majority of direct taxpayer services in Juneau.

We do this for a cost of around \$1,400 per resident (property and sales tax). The state budget is \$2.5 billion. That works out to \$4,500 per resident. Even if the state stopped paying for education, that would only add another \$800 per resident locally. So, who is getting the best bang for the buck?

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-3480)

Municipality Kenai Boro Completed by Don Lehman

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks No Yes, if yes, please give examples:

Tax has been implemented to offset Road maintenance fund reduction in Revenue Sharing - Increase Tax about \$1,000,000/yr.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Increase of Tax for Road Sves - Sves won't be cut once Rd maintenance starts it will continue

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

We did not have to increase fees - we did - special waste fees for large contractors such as demolition of contractors - Asbestos, etc.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Improved Solid Waste Management - Moved to larger containers - reduced hauling costs and improved environmental quality

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Municipal assistance was boosted in the early 1980's as a way to reduce local tax burden. Most communities did not have a sales tax.

However most communities increased expenditures

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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now The program needs outweigh the municipal assistance and tax rates have had to increase accordingly.

Municipal ^{assessments} started out to replace a business license fee and in FY 1980 was only \$1,000,000. It grew in FY 1982 to almost \$8,000,000 without any real analysis it was put in to get the "damn train" off our back
(over)

so we can deal with the real needs of the state.

Redistribution of the resource wealth of the state is a good idea. a reasonable level of that wealth should go to municipal govts to ^{buy} provide basic services to the communities. The state should settle on some policy other than reduction of funds every year so communities can plan after establishing some base then any other mandate, transfer of state service, etc should have adequate funding above the base amount.

Don Selman

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Alknagik Completed by Helen M. Chythlook, Administrator

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

Cut out Refuse Collection Full-Time employment cut
down to permanent part-time for other City employment
positions.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: We will have general
operation & maintenance expense problems if cuts continue.

We already have a limited Municipal Assistance & Revenue
Sharing monies, because our population is less than 9000,
and most rural communities and needs are not considered top
priorities in the State legislative Capital Project budget a appropriate

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant

are: We charge heavy equipment rental rates so that
helps some when seasonal construction companies
wish to rent City equipment for their projects. No other
fees, as of now.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

We are in the process of getting the completed South
Shore Aleknagik Health Clinic, and possibly a
permanent Community Health Aide position for the
South side. Negotiations between JHS is still being done.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Do not cut any more State Revenue

sharing and/or municipal assistance monies. Most rural
local Government officials rely on these monies to
maintain and operate, even at part-time positions to provide

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League Some mu
needed Communi

Services.

ACoM and AML MUNICIPAL SURVEY

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Municipality Soldotna Completed by Ken Lancaster - Mayor

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service curbacks. No Yes, if yes, please give examples:

Used Cities fund Balance and Equipment fund To Balance Budget.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Re Allocation of Our Sales Tax upon Approval of Tax Payers.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Partner with Retax for Habitat Protection & Kenai River Classis To Raise Funds for Habitat Protection.

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

Recognize The Work That Cities & Chambers of Commerce Do To Promote Alaska's Economic Development and do The Same

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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Reinvest Permanent fund Monies In The State of Alaska

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality City of Ektuk Completed by Jeff Romie

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

It will not survive if it weren't for the state revenue sharing & municipal assist. state would not maintain. The major source of revenue comes from the electric company.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

We are generating our own power to the city was achieved for the first time, before we were purchasing power from the school district. Thanks to a good Administration and our Council.

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

No more cuts in Municipal Ass. and State Revenue Sharing. We are a community with 126 residents and basically no way to generate revenue.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

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ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality San Ramon Completed by John D. [unclear]

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Reduction in level

of service. Continued growth

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Privatization of municipal services
continuing growth economic growth

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Support is needed

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Akutan Completed by Erika Tritremine

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Increased fees for services, cutback of services that are not essential (such as Daycare)

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. The most difficult is to deal with mandates that are not really necessary in a small community yet we are required to follow through with them. It bothers me that at the same time as the

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
Chairman: Richard Lee

State is cutting funds to small communities they are establishing regulatory fees for State services that increase our financial burden (i.e. drinking water permits, landfill permits, Tidelands leases in the past, etc.)

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality SITKA Completed by Gary Hart

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:
- tax or fee increases? No Yes, if yes, please give examples:
 - service cutbacks. No Yes, if yes, please give examples:

OUR SCHOOL DISTRICT HAS A FIVE YEAR BOND
FOR 200 IN 1997

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Major degradation in school programs or
a 1% sales tax increase

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

1) Trying to initiate a 1% sales tax
plan which includes school funding
and equipment for school buildings
Renovation of the school building

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

4986 = 3 mile = 4 mile

1987 increase 1 mile & 1770 2 mile

NTA 7 = 3 mile

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

Stop believing your budget
problems are the responsibility of municipalities.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5486)

Municipality CITY OF McGRATH Completed by GLENN HANWAY, MAYOR

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
b. service cutbacks No X Yes, if yes, please give examples:

HEALTH CLINIC - TRANSFERRED TO TAHANA CHIERS
DAY CARE CENTER - CLOSED
STREETLIGHTS -- CUT BACK FROM 61 → 18 NOW ON

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: OUR OPERATING BUDGET HAS GONE FROM \$450,000/YR TO \$175,000 AT PRESENT. IF THE TREND CONTINUES, THERE WILL BE NO STAFF EXCEPT THE CITY CLERK TO DO WATER, SEWER, & LANDFILL MAINTENANCE

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No X Yes, the most significant are: LANDFILL FEE -- \$12 PER MONTH. SALES TAX HAS FAILED TWICE SINCE 1988. A BED TAX FAILED IN 1991.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

ELIMINATED THE CITY ADMINISTRATOR'S POSITION. NOW, THE MAYOR HAS TAKEN OVER THE ADMINISTRATOR'S POS'N ON A PART-TIME BASIS TO SAVE MONEY.

5. In a sentence, summarize the message you would like to give the state regarding municipal government THE CITY OF McGRATH HAS CUT ABOUT AS MUCH AS IT CAN, AND STILL MAINTAIN BASIC SERVICES: WATER SEWER, STREETLIGHTS, ROAD MAINTENANCE, DUMP MAINTENANCE

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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→ ANY MORE CUTS WILL AFFECT BASIC SERVICES.

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Palmer Completed by Joe Lawton

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

Property taxes increased in early 90's. sales tax increased for 1996.

(to 52)

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Higher taxes, wider

taxes, service fees on exempt properties, decreased services

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: airport fees, building fees, and utility rates have all risen

dramatically

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Refinance of golf course through GI loans. Preparation of...

Maraduka Maid complex for sale and development.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. From Juneau, constituents are "Alaskans" at best,

but more likely they are "democrats", "republicans", or socialists. In

Palmer, constituents are neighbors and in-workers. We can do a better

job of determining the best use of much of the state's resources.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5400)

Municipality Metlakatla **Completed by** Jack Booth Sr.

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

A cut in revenue sharing has caused us to transfer our private profit to help in the shortage in state shortfalls. This affects water, sewer, garbage and essential services. We see shortages on the MDCDC project list which funds; ems ambulance, power services, senior citizens, schools, roads, and law enforcement.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: _____

Due to the shortage of timber & federal impacts on SBA sales, we will cut and discontinue services all together.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: Water & sewer maintenance and hookup fees.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

No Comment

5. In a sentence, summarize the message you would like to give the state regarding municipal government. We believe in local control & would like to see the downsizing (administrative) of State & Federal Govt. Pass the saving on to the municipal Govts. If you want to see some top heavy sections in the State look at Daycare or the State Library Grant System.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
 City of Metlakatla

ACoM and AMI MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5488)

Municipality False Pass Completed by BORGE LARSEN

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

Not yet but we have not been able to expand services
either. Unfunded mandates concerning water testing causes
us to operate a water treatment plant at a loss yearly.
This year we will see rate increases for water and landfill services

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: AS rates increase

to cover basic public services, people will move
to the city

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Built a Community Rec Center - opens nightly for
youth and adults - has a library - no library prior to this

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Municipal Government provides basic services

to insure health and welfare of residents - with all services

State would be required to purchase law enforcement, welfare,
air and maintenance etc... HELP US HELP YOU!

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
City of False Pass

ACOM and AMI MUNICIPAL SURVEY

(Please take a few minutes to complete and return A&M by FAX to 463-5688)

Municipality Buckland Completed by Willie P. Thomas/never

1. Since 1985, have state cuts in Municipal Assistance/Revenue Sharing and other municipal aid programs, transfers of state services responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? X No Yes, if yes, please give examples:

b. service cutbacks. No X Yes, if yes, please give examples:

Due to BS/NA cut backs our Police and Health Clinic services have suffered (Priority) have been reduced to bare minimum and is due to further reduction.

2. If the state continues the trends described in question 1, what do you feel the impacts would be on your municipality?
Our community could suffer from a second class municipality.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? X No Yes, the most significant are: This community is too small to have a tax structure other than sales tax.

4. Describe something your municipality accomplished that you are especially proud of especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.
With the continued cuts and unfunded mandates a municipality of this size is virtually impossible to ~~run~~ maintain a viable economic base.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. I believe ~~that~~ the state and municipalities should be on a partnership basis ~~and that~~ the state can ~~improve~~ improve so better support municipalities ~~and~~ the state.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Dillingham Completed by Chris Hladik, City Manager

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

The City of Dillingham cut four departments last fiscal year. There is no longer a Parks & Rec dept, no Planning dept, no full time librarian, and positions were cut in Public Works. The mill rate increased on this fiscal year from 6 to 8 mils

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

More increases to real + personal property taxes, and reduction of services.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

Yes - attempts have been made to implement new taxes with little success. The public sentiment is that citizens are paying too much now.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth or a way to do more with less.

Our general fund was at \$128,000 on July 1, 1994 - by July 1, 1995 our general fund was \$175,000. Every effort has been made to do more with less.

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

Local Alaska Administrators are doing their best to live within our means. We are pleased our state cuts. We expect any increases to revenues to be equitable in that both Rural and Urban areas are equal.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

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ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5400)

Municipality Scammon Bay Completed by Frank E. Aguchak

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service curbacks. No Yes, if yes, please give examples:

Aides who normally worked for six hours are now working three hours a day

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

There will be such a deficit in Public Safety, Public Works Administration.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

utilizing the Matching Grant Program past two years.

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

Consider ACoM/AML proposals especially the program to replace St. Paul Slavery / Municipal Debt

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

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ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Manokotuk Completed by Memo Tokeal Sr

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: we will suffer because of lack of funding.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

we have a search + Rescue Team

5. In a sentence, summarize the message you would like to give the state regarding municipal government. How we can get more funds for

small communities

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
Chronic: 2000/1/18/88

ACoM and AML MUNICIPAL SURVEY

5/11/85
11:10
K...
M

(Please take a few minutes to complete and return ASAP by FAX to 463-5488)

Municipality B.T. of Homer Completed by Val Kueberlein

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks. No Yes, if yes, please give examples:

a. Sales Tax increased from 2% to 3 1/2%
A Decrease in personal income taxes, and sales
Dept. Two Public Works

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Reduce police force,
reduce services provided by public works is street
sweeping & snow plowing, less street maintenance.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: Increase Building Rent Fees, water & sewer rates,
Part of Public Works, Ambulance fees.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Funds appropriated to the state
to the municipal governments provides greater
benefit by allowing local control of how state
resources can be used

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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FAYID 7/2 & 7/5

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5488)

Municipality Aleutians East Borough Completed by Bob Justner

- 1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:
 - a. tax or fee increases? No Yes, if yes, please give examples:
 - b. service cutbacks. No Yes, if yes, please give examples:

~~The only reason I have answered no to both questions is because southwest Alaska experienced a fish boom as a result of the Americanization of the Bering Sea fisheries. With fish prices in decline, and the resulting loss of tax revenues, southwest Alaska is now in the same position as the rest of the state and its dependence upon state funds.~~

~~If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years? We will have to reduce our support for education and social service programs in addition to the elimination of the local capital improvement program.~~

- 3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

- 4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

~~In FY 95, we completed the remodel and addition of the Alutian school utilizing a lease purchase agreement. We have completed the Nelson Lagoon dock with only 175,000 of state funds. The remaining \$2.2M was comprised of ASB funds, \$1.1M, federal funds, \$600K and \$600K from the Aleutian Pribof Islands Community Development Assoc.~~

- 5. In a sentence, summarize the message you would like to give the state regarding municipal government. Stand up and tell the public the truth. It is the Legislature which is responsible for increased local taxes and decreased local services.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League
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ACOM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-6400)

Municipality Wasilla Completed by John Stein

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

1985-1993 Property tax increased about 1.0 until to compensate for drops in MA/RS and roads grants

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Wasilla sets about 500,000 HR now. If cuts continue and MA/RS disappear either sales tax will increase 1/4% or property tax will increase by 2-3 mills. Wasilla is growing. Even with state withdrawal, population increase will drive costs up for basic services.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: sewer utility rates increased 30% in FY 95. No state grant support is available for "non-rural" utility construction in past 2 years.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Established MAJ Police department, street paving and construction program. Proceeds from 2% sales tax established.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. As municipal support wanes, the state admin and legislature should deliver the message that local taxpayers are expected to pick-up burden.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Eagle Bay Completed by Glenn R. Scott, Mayor

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
- b. service cutbacks No Yes, if yes, please give examples:

- 1 Less hours for personal
- 2 Less recreation programs & equipment
- 3 Less historic site restoration
- 4 Reduced matching grants

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Should cut into road maintenance, personal
time, etc. - charges for water now provided free ...
free water house, etc.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: Our community does not support increased taxes

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Squad our community - ~~historic site restoration~~
2 million dollars from Soil Conservation with
city matching
increase in membership

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

The municipalities carry the load of
the services to transfer to - support the municipal
payments before funding our state programs. The more
cuts, please

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality Unalakleet Completed by Nancy E. Cannington

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No XX Yes, if yes, please give examples:

b. service cutbacks. No XX Yes, if yes, please give examples:

a. Increase in 2% sales tax and dock fees

b. Police Department manpower (officers & dispatchers) and Road Maintenance

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: Continued cuts to RS/MA programs - the community cannot generate additional local revenues to cover the decreases, therefore staffing and services will be eliminated on a priority basis.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No XX Yes, the most significant are: Dock Fees, Herring Boat Hauls

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

We are currently working with the IRA, Unalakleet Native Corp. and Norton Sound Economic Development Corp. to secure funding for a new fish plant to promote value added processing.

The City has received transfer of excess airport lands from DOT, a portion of which will be earmarked to promote economic

5. In a sentence, summarize the message you would like to give the state regarding municipal government. Local governments are the first line of service to constituents, and we ask that the state support rather than jeopardize our ability to provide those services.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

Chairman: Henry Ann

dat. 4! development in the community.

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5488)

Municipality Leukotuk Completed by Jaime Selby

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

Mill rates have almost doubled.

garbage rates and sewer rates have significantly increased

fire department increased

virtually all fees have had to increase due to fees cut back

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

increased taxes + service cutbacks.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: a. Severance tax on all natural resources

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

- the community decided to complete a hospital addition/renovate
- in the general with the city of Leukotuk, under Charles of Leukotuk
to establish an economic development effort which has
attracted new funding and new businesses and jobs to Leukotuk

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

municipal government is the heart
of Alaska and should be the first place that
the state invests for the future.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

CB:mc:am: 1/14/87:am

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-5480)

Municipality City of Kodiak Completed by 02/06/96

1. Since 1985, have state cuts in Municipal Assistance/Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

- a. tax or fee increases? No Yes, if yes, please give examples:
b. service cutbacks. No Yes, if yes, please give examples:

Effective July 1, 1993, the City sales tax was raised from 5% to 6%.

Effective July 1, 1993, discontinued reimbursements of personal property tax.

Reduced Fire Department personnel by 13% (15 - 13 employees).

Reduced Police Department personnel by 3% (34 - 33 employees).

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years:

Undoubtedly, increase property tax levy, enact a personal property tax, and reduce expenditures.

i.e.: reduce number of personnel, postpone capital acquisitions, and defer maintenance, etc.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are:

Insufficient fee income in Parks and Recreation and other minor revenue sources.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

City beautification program to enhance central downtown area and developing a float plane

facility because of present unsafe conditions mixing planes and boats.

5. In a sentence, summarize the message you would like to give the state regarding municipal government.

Further reduction of revenue sharing and municipal assistance will jeopardize the existence

of communities and may create a greater financial burden for municipalities.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

ACoM and AML MUNICIPAL SURVEY

(Please take a few minutes to complete and return ASAP by FAX to 463-6480)

Municipality Seldocac Completed by Joal L. Wilkins

1. Since 1985, have state cuts in Municipal Assistance/ Revenue Sharing and other municipal aid programs, transfers of state service responsibilities, unfunded mandates, and underfunding state programs (such as schools), been a major factor in local:

a. tax or fee increases? No Yes, if yes, please give examples:

b. service cutbacks. No Yes, if yes, please give examples:

Fund balance has dwindled alarmingly. We can no longer fund scholarships and safety incentives & other items. We have reduced personnel and benefits.

2. If the state continues the trends described in question 1, what do you feel the impacts on your community will be over the next several years: We will either see a raise in property taxes and/or stop funding all HEALTH & WELFARE PROGRAMS such as Community Schools, cut back of "quality of life" things like parks, landscaping and street sweeping.

3. Since 1985, in addition to sales and property taxes, has your municipality had to implement other taxes or fees to maintain services? No Yes, the most significant are: We have increased water and sewer rates, building permit fees, park fees, and Sports Center charges.

4. Describe something your municipality accomplished that you are especially proud of, especially over the past year or so. For example, a new program to promote community economic growth, or a way to do more with less.

Traded park maintenance of one park for rent, enlisted volunteers for park upgrades and street corners. Contracted with a community association to handle our road signs; re-organized our Public Works Department, created a community group called "Mainstreet Alaska" to help us promote community pride and highway safety.

5. In a sentence, summarize the message you would like to give the state regarding municipal government. The municipalities have "risen to the challenge" of leaner times, but we are reaching the limit of our capacity. Our residents are also residents of the State of Alaska and deserve the State's support and loyalty.

THANK YOU, from the Alaska Conference of Mayors and Alaska Municipal League

CH-11-11-11-11-11



TO: Senator John Torgerson
FROM: Kevin Ritchie, Executive Director
DATE: March 2, 1995
SUBJECT: AMBS Program

These are the resolutions and letters received to date supporting the concept of AMBS:

Alaska Conference of Mayors
City of Alaska
City of Savoonga
City of Buckland
City of Unalakleet
City of Homer
City of Skagway
City of Kenai
City of Anstuvik Pass
Lake and Peninsula Borough
City of Palmer
City of Ouzinkie
City & Borough of Sitka
City of Whittier
City of Adak
City of Eek
City of Noyah
City of Marshall
City of Hoonah

ALASKA CONFERENCE OF MAYORS

217 Second Street, Suite 200
Juneau, Alaska 99801
907-586-1325
FAX 907-463-5480

February 6, 1995

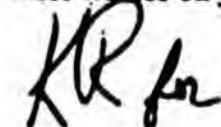
Senator John Torgerson
Alaska State Capital
Juneau, Ak 99811

Dear Senator Torgerson,

The Alaska Conference of Mayors met in Juneau on January 24, 1995. At the meeting, the Mayors discussed the Alaska Municipal Basic Services Program concepts and the financial impact of Senate Bill 20 on their communities. As an example, the Mayors were given figures generated by DCRA that represented estimated funding for their community based on the formula in SB20 but using the "old road" method. It was explained to the Mayors that the figures were estimates and that different changes to the formula or actual numbers could yield different results. The Mayors also discussed the transition provision of "2% decrease for the first two years and 5% thereafter" adopted at the Alaska Municipal League Annual Conference.

The Alaska Conference of Mayors voted overwhelmingly at their meeting to support the Alaska Municipal Basic Services Program with the inclusion of the transition provision. A specific formula was not a part of the motion.

Best wishes on your new career.



Alaire Stanton, President
Alaska Conference of Mayors

RESOLUTION OF THE ALASKA CONFERENCE OF MAYORS

RESOLUTION NO. 95-1

AN OPEN RESOLUTION TO THE ALASKA STATE LEGISLATURE

WHEREAS, the North and Northwestern area of Alaska specifically and rural Alaska in general, have conditions not experienced in any other part of the United States (such as the lack of water and sewer systems, the high costs of electrical power and the economic conditions financially comparable to third world countries); and

WHEREAS, the North and Northwest Alaska Mayors Conference, the Alaska Municipal League, the Alaska Federation of Natives, and the Alaska Conference of Mayors have long recognized the devastating social, economic and financial conditions in rural Alaska, and feel this is not being fully recognized by the powers that be in the State and Federal levels; and

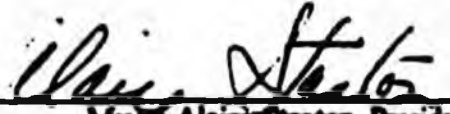
WHEREAS, while the majority of Alaska's revenues have come from rural Alaska through taxes on natural resources such as the North Slope oil, timber and commercial fishing, living conditions in rural Alaska have not improved proportionate to the improvements made elsewhere in Alaska through State spending; and

WHEREAS, there is a need to remind the State Legislature of the very basic human needs of its aboriginal and rural peoples, especially while they are considering expenditures such as billions of dollars in moving the State Capital or building multi-million dollar modern office structures:

SO THEREFORE BE IT RESOLVED that, through passage of this open resolution to the Alaska Legislature, the North and Northwest Alaska Mayors Conference, the Alaska Federation of Natives, the Alaska Municipal League and the Alaska Conference of Mayors do hereby request the following from the Alaska State Legislature:

1. That the Revenue Sharing and Municipal Assistance for all Alaska communities be maintained at the current levels, or increased levels where all communities can maintain functional city offices to provide basic local services.
2. That the Power Cost Equalization program be continued at the current levels.
3. That a minimum of \$25 Million per year be continued for matching federal funds for water and sewer projects in rural Alaska.

This resolution was approved for submission to the Alaska Municipal League membership by the governing body of the Alaska Conference of Mayors on November 15, 1994.



Mayor Alaire Stanton, President

ATTEST:



Kevin C. Ritchie
AML Executive Director

Staff

**CITY OF HOMER
HOMER, ALASKA**

RESOLUTION 95-9

**A RESOLUTION OF THE HOMER CITY COUNCIL URGING
THE GOVERNOR AND THE LEGISLATURE TO SUPPORT
THE ALASKA MUNICIPAL BASIC SERVICES PROGRAM.**

WHEREAS, many Alaskan municipalities are facing fiscal crises that may curtail some basic municipal services to citizens and encourage the dissolution of some small municipalities; and

WHEREAS, these negative impacts are due in large part to severe cutbacks in the current Municipal Assistance and the State Revenue Sharing Programs; and

WHEREAS, the two current programs comprising state aid to municipalities are administratively complex for municipalities, have outdated formulas, do not ensure that municipal basic services are provided, and have some conflicting policy provisions; and

WHEREAS, State government has an obligation to share revenue from the resources that are commonly owned by all the people of Alaska to provide basic and essential state and municipal services;

WHEREAS, due to Alaska's dispersed population, relatively small local tax bases, and large resource revenues to the state, it is critical that sufficient state revenue from commonly held resources be distributed to local governments to ensure that minimum basic municipal services are provided; and

WHEREAS, sharing of revenues from commonly held resources is especially important to small rural communities because many have virtually no tax base and state shared revenues are often their only stable revenue; and

WHEREAS, revenue sharing increases local determination rather than fostering the need for additional direct services to communities; and

WHEREAS, every dollar cut from municipal revenue sharing or municipal assistance is a dollar of local tax increase or a cut to direct basic services to residents; and

WHEREAS, the proposed Alaska Municipal Basic Services Programs (AMBS) supports a "back to basics" approach to government, increases accountability, reduces administrative complexity, allocates revenues fairly, and provides an efficient long term vehicle to support stable and effective local government.

NOW, THEREFORE, BE IT RESOLVED that the Homer City Council requests that the Governor and Legislature support and work to adopt and implement the Alaska Municipal Basic Services Program with the following major provisions:

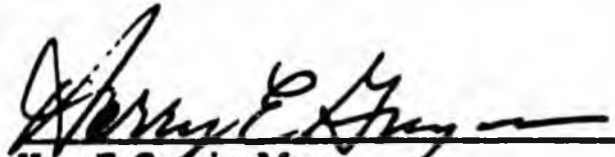
1. Funds are allocated to municipalities based on each community's actual expenditures for municipal basic services, local assessed valuation, and population (with the exception of health facilities, volunteer fire departments outside of municipalities, and unincorporated communities in the unorganized borough, which will receive allocations similar to existing formulas).
2. The existing minimum entitlement for municipalities will be increased from \$25,000 to \$50,000.

BE IT FURTHER RESOLVED that the Homer City Council requests that the Governor and Legislature support and work to adopt a restoration of funding for municipal aid at the FY 94 level to establish a realistic base to ensure stable municipalities. (This reflects an increase in funding from the FY 95 level of \$62,018,183 to the FY 94 level of \$72,030,376.) A restoration of the FY 94 funding for municipal aid will allow for a phase-in of the new AMBS program, establish a fair funding level for municipal aid consistent with national averages, and provide a stabilization of support for minimum municipal basic services.

BE IT FURTHER RESOLVED that the Homer City Council supports the development and implementation of a long-range fiscal plan for the State of Alaska that provides for the stabilization of both state and municipal basic services.

PASSED AND APPROVED by the Homer City Council this 23rd day of January, 1995.

CITY OF HOMER


Harry E. Goggin, Mayor

ATTEST:


Mary A. Calhoun, City Clerk

CITY OF SKAGWAY

GATEWAY TO THE GOLD RUSH OF '98"
P. O. BOX 418 SKAGWAY, ALASKA 99840
(PHONE) 907-983-2297
(FAX) 907-983-2181

RECEIVED

FEB 07 1995

ALASKA MUNICIPAL LEAGUE

February 6, 1994

Mr. Donald Long
President
Alaska Municipal League
217 Second Street
Juneau, AK 99801

Dear Mr. Long,

Members of the Skagway City Council support your efforts to preserve funding levels of state assistance to municipalities. They are concerned that as state assistance drops, funds from local sources have to be redirected or services have to be eliminated.

You have seen the amounts of state assistance to municipalities drop consistently during recent years and now the programs are in danger of being eliminated in favor of what many perceive as a greater need at the state level.

While the Municipal Basic Services Program may not serve all of its clients favorably - the need to reorganize and stop further erosion of state aid to municipalities is a recognized need. Thank you for your effort on behalf of municipalities statewide.

Sincerely,



James R. Filip
City Manager

cc: Rep. Jerry Mackie
Senator Fred Zheffoff





City of Anaktuvuk Pass

P.O. Box 21030
Anaktuvuk Pass, Alaska 99721-0030
Phone 907-661-3612

RECEIVED
FEB 23 1995
ALASKA MUNICIPAL...

February 13, 1995

Dear Donald Long, AML President,

This letter is to support the Alaska Municipal Basic Services Program. The Rural Communities of Alaska depend on the Municipal Assistance and State Revenue Sharing to keep our Cities operating.

The City of Anaktuvuk Pass will continue to support the AMBS Program until they stabilize this program and take it off the cut list.

Sincerely,

Paul Hugo
Mayor Paul Hugo



City of Anaktuvuk Pass

P.O. Box 21030
Anaktuvuk Pass, Alaska 99721-0030
Phone 907-661-3612

RESOLUTION 94-22

A RESOLUTION SUPPORTING THE 'OPEN RESOLUTION FOR THE STATE OF ALASKA STATE LEGISLATURE' IN REGARDS TO REVENUE SHARING AND MUNICIPAL ASSISTANCE, POWER COST EQUALIZATION AND MATCHING FEDERAL FUNDS FOR WATER AND SEWER PROJECTS IN RURAL ALASKA.

WHEREAS, the North and Northwestern area of Alaska specifically and rural Alaska in general, has conditions not experienced in any other part of the United States (such as the lack of water and sewer systems, the high costs of electrical power and the economic conditions financially comparable to third world countries) and,

WHEREAS, the North and Northwest Mayor's Conference, the Alaska Municipal League, the Alaska Federation of Natives, the Alaska Conference of Mayors and the City of Anaktuvuk Pass have long recognized the devastating social, economic and financial conditions in rural Alaska, and feel this is not being fully recognized by the powers that be in the State and Federal levels, and

WHEREAS, while the majority of Alaska's revenues have come from rural Alaska through taxes on natural resources such as the North Slope oil, timber and commercial fishing, living conditions in rural Alaska have not improved proportionate to the improvements made elsewhere in Alaska through State spending, and

WHEREAS, there is a need to remind the State Legislature of the very basic needs of its aboriginal and rural peoples, especially while they are considering expenditures such as billions of dollars in moving the State Capital or building multi-million dollar office structures;

SO THEREFORE BE IT RESOLVED; that through adoption and passage of this open resolution to the Alaska Legislature, we support the North & Northwest Alaska Mayor's Conference, the Alaska Conference of Mayors, the Alaska Federation of Natives and the Alaska Municipal League; and that we the City of Anaktuvuk Pass, do hereby request the following from the Alaska State Legislature:

1. that the Revenue Sharing and Municipal Assistance for all Alaska communities be maintained at the current levels, or increased to levels where all communities can maintain functional City offices to provide basic local services.
2. that the Power Cost Equalization program be continued at the current levels;

Post-Net Fax Note	7871	Date	1-3-95	Page	2
To	Robert Fooks	From	Alice Nigoda		
City	Northwest Mayor's Conf	City	City of Anaktuvuk Pass		
Phone	624-3655	Phone	661-3612		
Fax	624-3130	Fax	661-3613		



City of Anaktuvuk Pass

P.O. Box 21030
Anaktuvuk Pass, Alaska 99721-0030
Phone: 907-661-3612

3. that a minimum of 25 million per year be continued for matching federal funds for water and sewer projects in rural Alaska.

DULY PASSED BY A CONSTITUTED QUORUM OF THE CITY OF ANAKTUVUK
PASS, THIS 13th DAY OF Dec., 1994

ATTEST: Alice Ahjook
CITY CLERK

Paul Nye
MAYOR, ANAKTUVUK PASS

LAKE AND PENINSULA BOROUGH

RESOLUTION #95-09

RECEIVED
FEB 21 1995
ALASKA MUNICIPAL LEAGUE

A RESOLUTION URGING THE GOVERNOR AND THE LEGISLATURE TO SUPPORT THE ALASKA MUNICIPAL BASIC SERVICES PROGRAM

WHEREAS, many Alaskan municipalities are facing fiscal crises that may curtail basic municipal services to citizens and encourage the dissolution of many small municipalities; and,

WHEREAS, these negative impacts are due in large part to severe cutbacks in the current Municipal Assistance and the State Revenue Sharing Programs; and,

WHEREAS, the two current programs comprising state aid to municipalities are administratively complex for municipalities, have outdated formulas, do not ensure that municipal basic services are provided, and have some conflicting policy provisions. They are acceptable programs to allocate state revenues in the short term, but they do not reflect the policy decisions necessary for the future, and,

WHEREAS,

- **Alaskans support accountability at all levels of government**
- **Alaskans want a "back to basics" approach to government**
- **Alaskans support low administrative costs and less complex programs**
- **Alaskans want the state's limited resources distributed most efficiently and fairly**
- **Alaskans are concerned about their capacity to maintain existing capital improvements**
- **Alaskans want stable municipal governments; and,**

WHEREAS, State government has an obligation to share revenue from the resources that are commonly owned by all the people of Alaska to provide basic and essential state and municipal services; and,

WHEREAS, due to Alaska's dispersed population, relatively small local tax bases, and large resource revenues to the state, it is critical that sufficient state revenue from commonly held resources be distributed to local governments to ensure that minimum basic municipal services are provided; and

WHEREAS, revenue sharing increases local determination rather than fostering the need for additional direct state services to communities; and

WHEREAS, it is critical that the programs to share revenue from resources commonly held by all the people of Alaska be strengthened to ensure continuing maintenance of existing improvements and to provide a base for other basic and reasonable local operations and maintenance; and

WHEREAS, the proposed Alaska Municipal Basic Services Programs (AMBS) supports a "back to basics" approach to government, increases accountability, reduces administrative complexity, allocates revenues fairly, and provides an efficient long term vehicle to support stable and effective local government.

NOW THEREFORE, BE IT RESOLVED that the Lake and Peninsula Borough Assembly requests that the Governor and the Legislature support and work to adopt and implement the Alaska Municipal Basic Services Program with the following major provisions:

1. Funds are allocated to municipalities based on each communities actual expenditures for basic services, local assessed valuation, and population (with the exception of health facilities, roads and ice roads, volunteer fire departments outside of municipalities, and unincorporated communities in the unorganized borough, which will receive allocations similar to existing formulas).

2. The existing minimum entitlement for all municipalities and communities will be increased from \$25,000.00 to \$75,000.

3. That all un-incorporated communities inside organized boroughs will be treated equally and as fairly as un-incorporated communities outside organized boroughs, including the minimum entitlement.

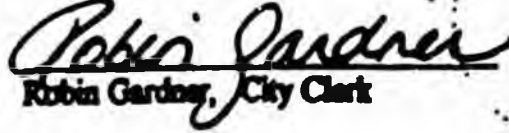
NOW THEREFORE, BE IT FURTHER RESOLVED that the Lake and Peninsula Borough Assembly requests that the Governor and Legislature support and work to adopt a restoration of funding for municipal aid at the FY 94 level to establish a realistic base to ensure stable municipalities. (This reflects an increase in funding from the FY 95 level of \$62,018,183 to the FY 94 level of \$72,030,376). A restoration of the FY 94 funding for municipal aid will allow for a phase-in of the new AMBS program, establish a fair funding level for municipal aid consistent with national averages, and provide a stabilization of support for minimum municipal basic services.

PASSED AND APPROVED by the Lake and Peninsula Borough Assembly this 14th day of February, 1995.

SIGNED:


Glen Alworth, Mayor

ATTEST:


Robin Gardner, City Clerk

**CITY OF WHITTIER, ALASKA
RESOLUTION 421-95
URGING THE GOVERNOR AND THE LEGISLATURE TO SUPPORT THE
ALASKA MUNICIPAL BASIC SERVICES PROGRAM**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHITTIER, ALASKA URGING THE GOVERNOR AND THE LEGISLATURE TO SUPPORT THE ALASKA MUNICIPAL BASIC SERVICES PROGRAM.

WHEREAS, many Alaskan municipalities are facing fiscal crises that may curtail some basic municipal services to citizens and encourage the dissolution of some small municipalities; and

WHEREAS, these negative impacts are due in large part to severe cutbacks in the current Municipal Assistance and the State Revenue Sharing Programs; and

WHEREAS, the two current programs comprising state aid to municipalities are administratively complex for municipalities, have outdated formulas, do not ensure that municipal basic services are provided, and have some conflicting policy provisions. They are acceptable programs to allocate state revenues in the short term, but they do not reflect the policy decisions necessary for the future; and

WHEREAS,

- Alaskans support accountability at all levels of government
- Alaskans want a "back to basics" approach to government
- Alaskans support low administrative costs and less complex programs
- Alaskans want the state's limited resources distributed most efficiently and fairly
- Alaskans are concerned about their capacity to maintain existing capital improvements
- Alaskans want stable municipal governments; and

WHEREAS, State government has an obligation to share revenue from the resources that are commonly owned by all the people of Alaska to provide basic and essential state and municipal services; and

WHEREAS, every state in the U.S.A. provides some form of revenue sharing to its municipalities; and

WHEREAS, due to Alaska's dispersed population, relatively small local tax bases, and large resource revenues to the state, it is critical that sufficient state revenue from commonly held resources be distributed to local governments to ensure that minimum basic municipal services are provided; and

WHEREAS, sharing of revenues from commonly held resources is especially important to small rural communities because many have virtually no tax base and state shared revenues are often their only stable revenue; and

WHEREAS, revenue sharing increases local determination rather than fostering the need for additional direct state services to communities; and

WHEREAS, every dollar cut from municipal revenue sharing or municipal assistance is a dollar of local tax increase or a cut to direct basic services to Alaskans; and

WHEREAS, Alaska's emphasis during the last decade has been on capital projects and often the cost of continuing operation and maintenance of projects was not planned adequately; and

WHEREAS, it is critical that the programs to share revenue from resources commonly held by all the people of Alaska be strengthened to ensure continuing maintenance of existing improvement and to provide a base for other basic and reasonable local operations and maintenance; and

WHEREAS, the proposed Alaska Municipal Basic Services Programs (AMBS) supports a "back to basics" approach to government, increases accountability, reduces administrative complexity, allocates revenues fairly, and provides an efficient long term vehicle to support stable and effective local government.

NOW, THEREFORE BE IT RESOLVED that the Alaska Municipal League requests that the Governor and the Legislature support and work to adopt and implement the Alaska Municipal Basic Services Program with the following major provisions:

1. Funds are allocated to municipalities based on each community's actual expenditures for municipal basic services, local assessed valuation, and population (with the exception of health facilities, volunteer fire departments outside of municipalities, and unincorporated communities in the unorganized borough, which will receive allocations similar to existing formulas).
2. The existing minimum entitlement for municipalities will be increased from \$25,000 to \$50,000.

BE IT FURTHER RESOLVED that the Alaska Municipal League requests that the Governor and Legislature support and work to adopt a restoration of funding for municipal aid at the FY 94 level to establish a realistic base to ensure stable municipalities. (This reflects an increase in funding from the FY 95 level of \$62,018,183 to the FY 94 level of \$72,030,376). A restoration of the FY 94 funding for municipal aid will allow for a phase-in of the new AMBS program, establish a fair funding level for municipal aid consistent with national averages, and provide a stabilization of support for minimum municipal basic services; and

BE IT FURTHER RESOLVED that the Alaska Municipal League and its member communities will work to support the development and implementation of a long-range fiscal plan for the State of Alaska that provides for the stabilization of both state and municipal basic services. If the need for additional revenues is indicated, the Alaska Municipal League and its member communities will support the implementation of an income tax with a prime stated purpose of supporting state and municipal services.

PASSED AND APPROVED by a duly constituted quorum of the Whittier City Council this _____ day of _____, 1995

Chris Overbeck, Mayor

ATTEST:

Debra Burnham, City Clerk

AYES: _____
NOES: _____
ABSENT: _____
ABSTAIN: _____

THE CITY OF WHITTIER

Gateway to Western Prince William Sound

TO: Alaska Conference of Mayors
AML Board of Directors
Municipal Aid Working Group

FROM: Chris Overbeck, Mayor
City of Whittier

RE: Impact of cuts of Municipal Assistance/Revenue
Sharing Revenue

DATE: January 18, 1995

The City of Whittier in the last five years has had an average reduction of our Municipal Assistance/revenue Sharing Revenue of \$12,724 or 22% each year (see Impact Worksheet I)

The effective change of the reduction of revenue from 1990 to 1994 was \$33,382 or 45% (See Impact Worksheet I).

The effect on the basic services (AMBS) for the City of Whittier was the following from 1990 to 1994:

1990 to 1994 <u>Department</u>	<u>Total % Reduction from Municipal Assistance/ Revenue Sharing Cuts</u>
POLICE	10%
LIBRARY	42%
PUBLIC WORKS ROAD MAINTENANCE	5%

The reduction of this revenue has had very damaging effect in the closing of our public library, reduction in road maintenance and police department (loss of one police officer out of four)

RKSHEET: MUNICIPAL ASSISTANCE REV LING

I. Municipal Assistance/Revenue Sharing

<u>YEAR</u>	<u>Municipal Assistance/ Revenue Sharing</u>	<u>Reduction From Previous Year Amount</u>	<u>\$</u>
1994	\$ 40,657	(8,391)	(17%)
1993	\$ 49,048	(16,883)	(26%)
1992	\$ 65,931	(2,992)	(5%)
1991	\$ 62,939	(11,100)	(15%)
1990	\$ 74,039	(24,306)	(45%)
Average:	\$ 58,522	(12,724)	(22%)
Reduction from 1990 To 1994:	\$ -	(33,382)	(45%)

II. Effect of Cuts - Basic Services:

<u>Dept.</u>	<u>1990 Actual</u>	<u>Municipal Assistance/ Revenue Sharing Reduction</u>	<u>Other Reduction</u>	<u>1994 Actual</u>	<u>Total % Reduction From Municipal Revenue Sharing</u>
Police	\$245,404	(\$20,693)	(\$103,530)	\$121,181	10%
Library	\$ 26,405	(\$11,008)	(\$ 15,103)	\$ 294	42%
Clinic	\$125,841	-	(\$ 9,463)	\$116,378	-
Public Works Road Maintenance	\$ 40,034	(\$ 1,681)	(\$ 2,648)	\$ 35,705	5%
Total	\$437,684	(33,382)	(\$130,744)	\$273,558	

CORRECTION

THE FOLLOWING DOCUMENT(S)
HAVE BEEN REFILMED TO
ASSURE LEGIBILITY OR PAGINATION



Rev. 6/98

Central Microfilm Services
Department of Education
State of Alaska

THE CITY OF WHITTIER

Gateway to Western Prince William Sound

TABULATION OF MUNICIPAL ASSISTANCE/REVENUE SHARING 1988-1994

1994

Municipal Assistance	- \$16,163
Revenue Sharing	- <u>\$24,494</u>
	\$40,657

1993

Municipal Assistance	- \$17,926
Revenue Sharing	- <u>\$31,122</u>
	\$49,048

1992

Municipal Assistance	- \$21,636
Revenue Sharing	- <u>\$44,295</u>
	\$65,931

1991

Municipal Assistance	- \$23,363
Revenue Sharing	- <u>\$39,276</u>
	\$62,639

1990

Municipal Assistance	- \$25,415
Revenue Sharing	- <u>\$48,624</u>
	\$74,039

1989

Municipal Assistance	- \$28,445
Revenue Sharing	- <u>\$69,900</u>
	\$98,345

1988

Municipal Assistance	- \$31,455
Revenue Sharing	- <u>\$65,555</u>
	\$97,010

KACHEMAK CITY, ALASKA

P.O. BOX 958, (VIA) HOMER, ALASKA 99603
TELE. (907) 838-6887

RECEIVED
FEB 21 1995
ALASKA MUNICIPAL LEAGUE

February 13, 1995

The Honorable John Torgerson
District D
State Capitol
Juneau, AK 99801-1182

Dear Senator Torgerson:

RE: SB 20

The Council of the City of Kachemak has voted to support your Senate Bill 20 establishing the Alaska Municipal Basic Services Program.

Because AMBS would effect our city's Revenue Sharing and Municipal Assistance, we have examined a copy of SB 20 and sought advice on the subject.

Our conclusion is that we would receive the same or somewhat more funding, more reliably through simpler procedure. That sounds good.

Sincerely,



C. Neil McArthur
Mayor

CNM/his

cc: Representative Gail Phillips
✓ Alaska Municipal League

Alakanuk City Council
P.O. BOX 167
ALAKANUK, ALASKA 99834
(907) 238-3313

February 6, 1995

Senator Al Adams
State Capitol, Senate
Capitol, Room 417
Juneau, Alaska 99801-1182

Dear Senator Adams,

The City Council of the City of Alakanuk wishes to express its support for Senate Bill 10, the Alaska Municipal Basic Services Program (AMBS).

Our city, at present, is operating upon a budget that makes it extremely difficult to provide services needed for the residents. Should funds be cut further the present services offered could be threatened. Further reduction in funding could be a catastrophic consequence for all the small villages of Alaska. As the cash economy grows and traditional methods of sustaining life are being used less, these loss of revenues can give limited means of caring for daily services.

Please accept our support for Senate Bill 10 and we urge your help in easing the financial dilemma my villages are now experiencing.

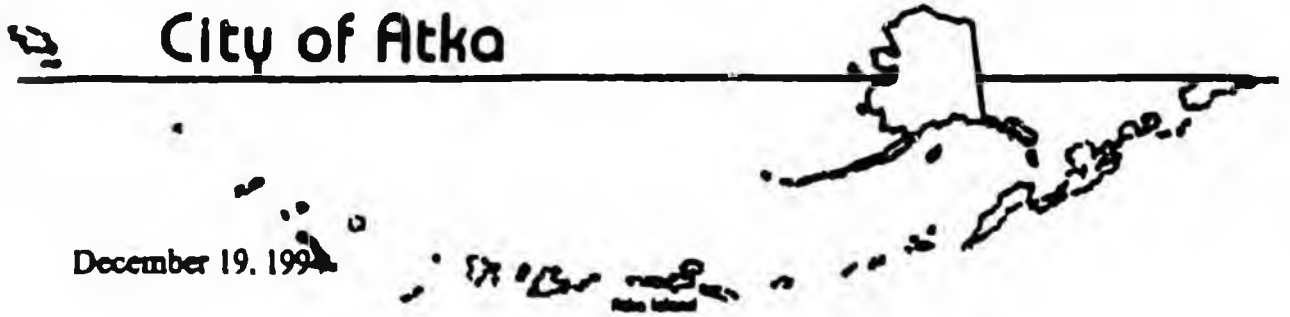
Respectfully, City Council Members of the City of Alakanuk

Peter Q. Black
Fred Chiley
Fred Augustine
Francis J. Loman
Elyse Chikigak

ATTN: KEVIN RITCHIE AMC/VIA
OM, CITY OF ALAKANUK

- We will also be sending letter to Rep. Rellens for

City of Atka



December 19, 1994

Alaska Municipal League
217 Second Street #200
Juneau, AK 99801

Dear Sirs:

Enclosed you will find a resolution from the Atka City Council endorsing the Alaska Municipal Basic Services Program to allocate shared State revenues. We very much support the concept of this program and will be glad to lend whatever additional support is within our capability to assure its passage.

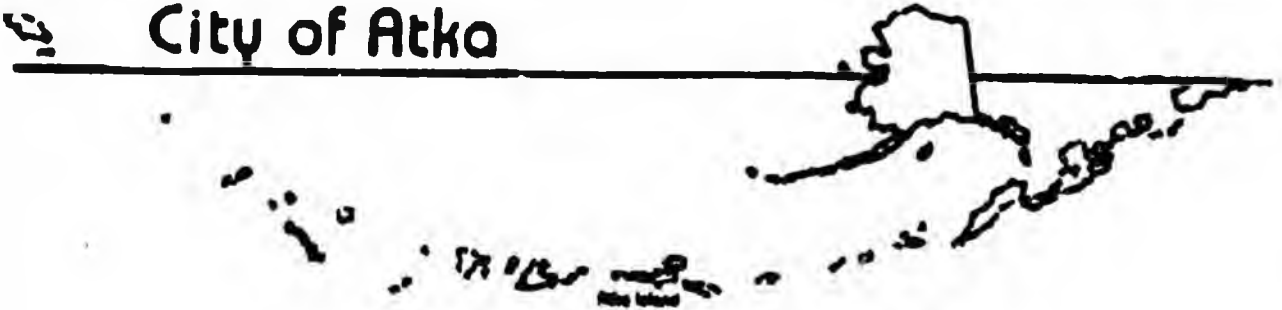
Sincerely yours,

Mary C. Schultheis
City Administrator

Attachement

RECEIVED
DEC 22 1994
ALASKA MUNICIPAL LEAGUE

City of Atka



RESOLUTION 95-205

A RESOLUTION OF THE ATKA CITY COUNCIL ENDORSING THE ALASKA MUNICIPAL BASIC SERVICES PROGRAM TO ALLOCATE SHARED STATE REVENUES

WHEREAS, municipal government are being required to provide an increasingly board range of basic services,

WHEREAS, many of these services are mandated but unfunded,

WHEREAS, State revenue sharing municipal assistance, the primary existing State programs for distributing shared revenue, have been severly cut over the past years,

WHEREAS, currant programs are based on outdated formulas.

NOW, THEREFORE, BE IT RESOLVED THAT: the Atka City Council supports the Alaske Municipal Basic Services program as a means of allocaing shared State revenues to replace the existing State revenue sharing and municipal asiastance programs.

BE IT FURTHER RESOLVED THAT: the Council supports the proposed mininum entitlement of \$50,000 per municipality to help Alaske's smallest communities to remain financially viable and able to provide basic services

PASSED AND APPROVED BY A DULY CONSTITUTED QUORUM OF THE ATKA CITY COUNCIL THIS 16th DAY OF DECEMBER, 1994.

SIGNED: _____

Mayor

ATTEST: _____

city clerk



CITY OF EEK
P.O. BOX 09
EEK, ALASKA
99578
(907)536-5129

DATE January 11, 1995

TO: Alaska Municipal League
Joint Insurance Association Inc
217 second street, Suite 200
Juneau, Alaska 99801

FROM: Marie C. White
Eek City Council Mayor
P.O. Box 09
Eek, Alaska 99578

SUBJECT: Requesting a copy of the minutes of January 24-26, 1995

Dear Sir,

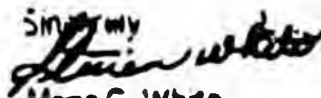
We are requesting a copy of your minutes for January 24-26, 1995, of the Alaska Conference of Mayors

Currently, the Eek City Council cannot afford to send a representative to attend the Alaska Conference of Mayors for January 24-26, 1995, due to lack of funds.

Enclosed is a resolution 95-02 to support the passage of the new Alaska Municipal Basic Services Program to replace the State Revenue Sharing and Municipal assistance, which is very important too this community.

If you should have any questions, please do not hesitate too contact us at the above address or phone number

Thank you for this notice

Sincerely,

Marie C. White
Eek City Council Mayor

cc.
office file

**CITY OF EEK
P.O. BOX 09
EEK, ALASKA
99578
(907)536-5129**

RESOLUTION 95-03

**A RESOLUTION SUPPORTING THE PASSAGE OF THE NEW ALASKA
MUNICIPAL SERVICES PROGRAM. REVISING THE STATE REVENUE
SHARINGS AND MUNICIPAL ASSISTANCES FOR THE MEMBERS OF
ALASKA MUNICIPAL LEAGUE**

**WHEREAS. The Eek City Council is a Local Government for the village of
Eek, under the Alaska Statute, Title 29, and**

**WHEREAS. The Eek City Council is a member of the Alaska Municipal League,
by resolution 94-15, pays its annual Membership dues, and**

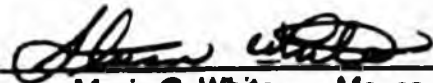
**WHEREAS. The Eek City Council receives funding from both the State Revenue
Sharing and Municipal Assistances, from the Department of
Community Regional Affairs, and**

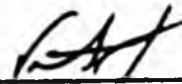
**WHEREAS. The Eek City Council supports the passage of the new Alaska
Municipal Basic Services Program to replace the State Revenue
Sharing and the Municipal Assistances, and**

**NOW THEREFORE BE IT RESOLVED, that the Eek City Council cannot afford
yearly reductions to both the State Revenue Sharing and the
Municipal Assistances.**

**BE IT FURTHER RESOLVED, that the Eek City Council seeks ways to maintain
the State Revenue Sharings and Municipal assistance without
cuts in the future.**

PASS AND APPROVED on this 10th day of
January 1995.


for Marie C. White - Mayor

ATTEST: 
Fritz E. Potuska - City Clerk

BUCKLAND CITY COUNCIL
P.O. BOX 49
BUCKLAND, ALASKA 99727
PH. # 494-2121
FAX # 494-2138

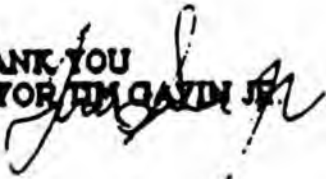
MAYOR TIM GAYN JR.
P.O. BOX 49
BUCKLAND, ALASKA 99727

ALASKA CONFERENCE OF MAYORS
JUNEAU SESSION

DEAR SIRS,

I AM SORRY I CANNOT MAKE IT TO THE JANUARY 24TH-25TH ALASKA CONFERENCE OF MAYORS DUE TO MEDICAL REASONS, BUT I AND THE REST OF THE COUNCIL MEMBERS HAVE APPOINTED VICE MAYOR NATHAN HADLEY SR. AND COUNCIL MEMBER LESTER HADLEY SR. TO REPRESENT THE CITY OF BUCKLAND. I WISH YOU LUCK ON YOUR ACTIONS IN THIS SESSION.

THANK YOU
MAYOR TIM GAYN JR.





City of Marshall

P.O. BOX 00 • MARSHALL, ALASKA 99585 • (907) 679-8215 / 8419

IMPACT STATEMENT

MUNICIPAL ASSISTANCE/REVENUE SHARING CUTS

THE STATE REVENUE SHARING ENTITLEMENT FOR THE CITY OF MARSHALL FOR FY 93 WAS \$32,236.00, FOR FY 94 WAS \$31,966.00 AND AT THE PRESENT TIME FOR FY 95 IS \$30,954.00. ALTHOUGH THERE WAS A SLIGHT INCREASE IN THE MUNICIPAL ASSISTANCE PROGRAM FROM \$16,465.00 IN FY 93 TO \$17,082.00 IN FY 94 THIS DID NOT REFLECT ON OUR BUDGET AS A SIGNIFICANT INCREASE. FIGURES FOR FY 95 ARE UNKNOWN AT THIS TIME. AFTER ALLOCATING SO MUCH PERCENTAGE FOR OUR ROAD MAINTENANCE, HEALTH FACILITY, ETC. EVERY YEAR WE HAVE TO TIGHTEN OUR BELT A LITTLE TIGHTER. PERMANENT-PART TIME POSITIONS' HOURS ARE REDUCED, VILLAGE POLICE OFFICER'S MONTHLY WAGE IS PUT ON FREEZE (PRESENTLY NO ONE HOLDS THIS POSITION BECAUSE OF A LOW PAY SCALE), AND MAINTENANCE FOR CITY BUILDINGS ARE PERFORMED ONLY WHEN NECESSARILY NEEDED. ROAD MAINTENANCE THIS WINTER HAS BEEN HIGHER THAN PREVIOUS WINTERS BECAUSE OF THE EXCESSIVE SNOWFALL WHICH HAS REALLY AFFECTED OUR BUDGET. THE HIGH COST OF GOODS AND SERVICES DELIVERED TO MARSHALL HAS A TREMENDOUS IMPACT ON OUR BUDGET. WINTER TRAIL MARKING IS NOT INCLUDED IN OUR BUDGET AND THIS IS A VERY NECESSARY PART OF LIFE IN THE BUSH. DONATIONS FOR WINTER TRAIL MARKING IS VERY MINIAL. ANY FUTURE REDUCTIONS IN FUNDING WILL DRASTICALLY AFFECT CITY OPERATIONS.

PREPARED BY:
RAYMOND D. ALSTROM-MAYOR, CITY OF MARSHALL
19 JANUARY 1995

SB

20

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 3/18/96

DATE TURNED INTO OFFICE: 3/26/96

The Finance Committee considered SPONSOR SUBSTITUTE FOR SENATE BILL NO. 20

Establishing the Alaska municipal basic services program, relating to certain programs of state aid to municipalities and recipients in the unorganized borough.

*CS (Fix)
coming*

and recommends:

- be replaced with _____ CS 33 SB 20 (Fix)
- adopt previous _____ CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:**
- same title
 - new title
- House Bill:**
- same title
 - technical change
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

Department	Date	Zero	Fiscal
#1 DCYRA	2/24/96	0	
#2 DOR	2/19/96		(874.0)

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

FISCAL NOTE

No. 1

Bill Version: CS SS SB 20CCRA

(S) Publish Date: 3-18-96

Revision Date: February 20, 1996 Dept. Affected: Community & Regional Affairs
 Title: An Act relating to certain programs of state aid to municipalities and recipients in the ... BRU: none
 Component: none
 Sponsor: Sen. Torgerson
 Requestor: Senate C&RA COMPONENT SERIAL NO. -

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0

REVENUE FUND SOURCE:

--	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

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

Estimate of current (FY94) impact \$ none

ANALYSIS: (Attach a separate page if necessary)

This bill would make changes in formula allocations and payment dates for the Municipal Assistance Program (AS 29.60.350-375), however, these changes would not significantly affect program administration. Consequently, no fiscal impacts are anticipated for the department.

Prepared by: Remond Henderson, Director *Remond Henderson* Phone: 465-4708
 Division: Division of Administrative Services Date: 2/20/96
 Approved by Commissioner *Mike Durin* Date: 2/20/96
 Agency: Community & Regional Affairs

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information call the Governor's Legislative Office

Revision Date: _____ Dept. Affected: Revenue
 Title: Alaska Municipal Basic Services Program BRU: Revenue Operations
 Component: Treasury
 Sponsor: Torgerson
 Requestor: (S) CIRA COMPONENT SERIAL NO. 121

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()	(874.0)	(874.0)	(874.0)	(874.0)	(874.0)	(874.0)

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost \$ _____

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

This bill will advance the payment of municipal assistance from February 1 of the fiscal year to July 31 of the same year. This will result in the loss of 6 months of earnings on these funds in the general fund. Based upon this year's payout of approximately \$27.1 million and the current general fund rate of return of 5.4%, this amounts to \$874.0 in interest earnings that the general fund will forgo.

Prepared by: Vern Voss, Cash Manager *Betty Martin, Comptroller* Phone: 465-3700
 Division: Treasury Date: February 19, 1996
 Approved by Commissioner: Ross Kinney, Deputy Commissioner *Ross Kinney* Date: February 19, 1996
 Agency: Department of Revenue

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information call the Governor's Legislative Office

JFC- 3/20/96

9-LS0319R.1 ✓

Cook

3/25/96

*OR
moved
Adopted*

AMENDMENT #1

OFFERED IN THE SENATE

BY SENATOR RIEGER

TO: CSSSSB 20(CRA)

- 1 Page 5, line 5:
- 2 Delete "a new subsection"
- 3 Insert "new subsections"
- 4 Page 5, line 8:
- 5 Delete "order of priority"
- 6 Insert "ranking of ^{priority} ~~importance~~"
- 7 Page 5, following line 14:
- 8 Insert a new subsection to read:
- 9 "(d) Subsection (c) of this section may not be construed to require a
- 10 municipality to fund all requests it receives for services in a category with a higher
- 11 ranking of ^{priority} ~~importance~~ before funding services in a category with a lower ranking of
- 12 ^{priority} ~~importance~~."

*Jerry -
Please call
Legal. Thanks.
called 10:30am. Kathy*

Post-It® Fax Note	7671	Date	4/24/96	# of pages	1
To	Ray Gillespie	From	Kathy		
Co./Dept		Co.	Senate Finance		
Phone #		Phone #	465-2618		
Fax #	463-5522	Fax #	465-2187		

Comparison of an 8 % Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

(1) Payments municipalities would receive if the FY 97 appropriation to Municipal Assistance was the same as the FY 96 appropriation

Existing Program

- (2) Payments municipalities will receive under the existing program if the FY 97 appropriation for Municipal Assistance is 8 percent less than the FY 96 appropriation (Governor's request). The existing program funds the base amount of assistance in its entirety and takes the reduction out of increased assistance.
 (3) Amount each municipality's allocation is reduced from it's FY 96 allocation under the existing program
 (4) Percent reduction each municipality realizes under the existing program.

Hold Harmless Removed

- (5) Payments municipalities would receive if FY 97 if the base amount of assistance and the increased assistance are both reduced by the same percentage as the overall appropriation reduction between FY 96 and FY 97
 (6) Amount each municipality 's allocation would be reduced from it's FY 96 allocation with the hold harmless removed.
 (7) Percent reduction each municipality would realize.

Relative Differences

- (8) The difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless
 (9) The percent difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless

Comparison of an 8% Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

Municipality	(1) Estimated FY 97 MA Payments	(2) MA Payments With 8% Cut	(3) \$\$ Difference	(4) % Difference	(5) MA Base Amounts Not Held Harmless With 8% Cut	(6) \$\$ Difference	(7) % Difference	(8) Relative \$\$ Difference	(9) Relative % Difference
City of Akhiok	\$3,274	\$2,934	(\$340)	-10.38%	\$3,012	(\$262)	-8.00%	\$78	2.38%
City of Akiak	\$11,486	\$10,124	(\$1,362)	-11.86%	\$10,567	(\$919)	-8.00%	\$443	3.86%
City of Akutan	\$15,701	\$13,846	(\$1,855)	-11.81%	\$14,445	(\$1,256)	-8.00%	\$599	3.81%
City of Alakanuk	\$26,699	\$24,128	(\$2,571)	-9.63%	\$24,563	(\$2,136)	-8.00%	\$435	1.63%
City of Aleknagik	\$8,915	\$6,140	(\$2,775)	-11.21%	\$6,362	(\$553)	-8.00%	\$222	3.21%
Aleutians East Borough	\$10,875	\$10,420	(\$455)	-4.18%	\$10,005	(\$870)	-8.00%	(\$415)	-3.82%
City of Allakaket	\$5,705	\$5,037	(\$668)	-11.71%	\$5,249	(\$456)	-8.00%	\$212	3.71%
City of Ambler	\$11,594	\$10,279	(\$1,315)	-11.34%	\$10,666	(\$928)	-8.00%	\$387	3.34%
City of Anaktuvuk Pass	\$10,461	\$9,218	(\$1,243)	-11.88%	\$9,624	(\$837)	-8.00%	\$406	3.88%
Municipality of Anchorage	\$14,061,530	\$12,964,382	(\$1,097,148)	-7.80%	\$12,936,608	(\$1,124,922)	-8.00%	(\$27,774)	-0.20%
City of Anderson	\$23,558	\$20,894	(\$2,664)	-11.31%	\$21,673	(\$1,885)	-8.00%	\$779	3.31%
City of Angoon	\$24,275	\$21,718	(\$2,557)	-10.53%	\$22,333	(\$1,942)	-8.00%	\$615	2.53%
City of Aniak	\$23,853	\$21,380	(\$2,473)	-10.37%	\$21,945	(\$1,908)	-8.00%	\$565	2.37%
City of Anvik	\$3,509	\$3,100	(\$409)	-11.66%	\$3,228	(\$281)	-8.00%	\$128	3.66%
City of Atka	\$3,544	\$3,131	(\$413)	-11.65%	\$3,280	(\$264)	-8.00%	\$129	3.65%
City of Atkasuk	\$25,583	\$24,571	(\$992)	-3.88%	\$23,518	(\$2,045)	-8.00%	(\$1,053)	-4.12%
City of Barrow	\$174,205	\$156,185	(\$18,020)	-10.34%	\$160,269	(\$13,936)	-8.00%	\$4,084	2.34%
City of Bethel	\$250,262	\$228,151	(\$22,111)	-8.84%	\$230,241	(\$20,021)	-8.00%	\$2,090	0.84%
City of Bettles	\$1,722	\$1,577	(\$145)	-8.42%	\$1,584	(\$138)	-8.00%	\$7	0.42%
City of Brevig Mission	\$9,573	\$8,445	(\$1,128)	-11.78%	\$8,807	(\$766)	-8.00%	\$362	3.78%
Bristol Bay Borough	\$60,270	\$54,716	(\$5,554)	-9.22%	\$55,448	(\$4,822)	-8.00%	\$732	1.22%
City of Buckland	\$15,123	\$13,356	(\$1,767)	-11.68%	\$13,913	(\$1,210)	-8.00%	\$557	3.68%
City of Chelornak	\$13,715	\$12,136	(\$1,579)	-11.51%	\$12,618	(\$1,097)	-8.00%	\$482	3.51%
City of Chevak	\$24,430	\$21,528	(\$2,902)	-11.88%	\$22,476	(\$1,954)	-8.00%	\$948	3.88%
City of Chignik	\$5,330	\$4,730	(\$600)	-11.26%	\$4,904	(\$426)	-8.00%	\$174	3.26%
City of Chuathbaluk	\$4,762	\$4,230	(\$532)	-11.17%	\$4,381	(\$381)	-8.00%	\$151	3.17%
City of Coffman Cove	\$9,117	\$8,035	(\$1,082)	-11.87%	\$8,388	(\$729)	-8.00%	\$353	3.87%
City of Cold Bay	\$11,910	\$10,973	(\$937)	-7.87%	\$10,957	(\$953)	-8.00%	(\$16)	-0.13%
City of Cordova	\$136,334	\$125,405	(\$10,929)	-8.02%	\$125,427	(\$10,907)	-8.00%	\$22	0.02%
City of Craig	\$74,023	\$65,741	(\$8,282)	-11.19%	\$68,101	(\$5,922)	-8.00%	\$2,360	3.19%
City of Deering	\$5,893	\$5,242	(\$651)	-11.05%	\$5,422	(\$471)	-8.00%	\$180	3.05%
City of Delta Junction	\$58,653	\$55,129	(\$3,524)	-6.01%	\$53,961	(\$4,692)	-8.00%	(\$1,168)	-1.99%
Denali Borough	\$61,724	\$55,995	(\$5,729)	-9.28%	\$56,786	(\$4,938)	-8.00%	\$791	1.28%
City of Dillingham	\$106,735	\$97,188	(\$9,547)	-8.94%	\$98,196	(\$8,539)	-8.00%	\$1,008	0.94%
City of Dornede	\$5,552	\$4,898	(\$656)	-11.82%	\$5,108	(\$444)	-8.00%	\$212	3.82%
City of Eagle	\$8,012	\$5,391	(\$2,621)	-10.33%	\$5,531	(\$481)	-8.00%	\$140	2.33%

3/20/96
for person

Comparison of an 8 % Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

(1) Payments municipalities would receive if the FY 97 appropriation to Municipal Assistance was the same as the FY 96 appropriation

Existing Program

- (2) Payments municipalities will receive under the existing program if the FY 97 appropriation for Municipal Assistance is 8 percent less than the FY 96 appropriation (Governor's request). The existing program funds the base amount of assistance in its entirety and takes the reduction out of increased assistance.
- (3) Amount each municipality's allocation is reduced from it's FY 96 allocation under the existing program
- (4) Percent reduction each municipality realizes under the existing program.

Hold Harmless Removed

- (5) Payments municipalities would receive if FY 97 if the base amount of assistance and the increased assistance are both reduced by the same percentage as the overall appropriation reduction between FY 96 and FY 97
- (6) Amount each municipality's allocation would be reduced from it's FY 96 allocation with the hold harmless removed.
- (7) Percent reduction each municipality would realize.

Relative Differences

- (8) The difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless
- (9) The percent difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless

Comparison of an 8% Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Municipality	Estimated FY 97 MA Payments	MA Payments With 8% Cut	\$\$ Difference	% Difference	MA Base Amounts Not Held Harmless With 8% Cut	\$\$ Difference	% Difference	Relative \$\$ Difference	Relative % Difference
City of Eek	\$10,321	\$9,117	(\$1,204)	-11.67%	\$9,485	(\$826)	-8.00%	\$378	3.87%
City of Ekwok	\$3,698	\$3,261	(\$435)	-11.77%	\$3,400	(\$296)	-8.00%	\$139	3.77%
City of Elim	\$10,327	\$9,131	(\$1,196)	-11.58%	\$9,501	(\$826)	-8.00%	\$370	3.58%
City of Emmonak	\$30,118	\$26,874	(\$3,244)	-10.77%	\$27,709	(\$2,409)	-8.00%	\$835	2.77%
City of Fairbanks	\$2,205,959	\$2,066,975	(\$138,984)	-6.30%	\$2,029,482	(\$176,477)	-8.00%	(\$37,493)	-1.70%
Fairbanks NSB	\$2,342,757	\$2,129,627	(\$213,130)	-9.10%	\$2,155,338	(\$187,421)	-8.00%	\$25,709	1.10%
City of False Pass	\$3,281	\$2,910	(\$371)	-11.31%	\$3,019	(\$262)	-8.00%	\$109	3.31%
City of Fort Yukon	\$30,228	\$27,407	(\$2,821)	-9.33%	\$27,810	(\$2,418)	-8.00%	\$403	1.33%
City of Galena	\$25,637	\$23,394	(\$2,243)	-8.75%	\$23,586	(\$2,051)	-8.00%	\$192	0.75%
City of Gambell	\$23,705	\$21,032	(\$2,673)	-11.28%	\$21,809	(\$1,896)	-8.00%	\$777	3.28%
City of Golovin	\$6,177	\$5,513	(\$664)	-10.75%	\$5,683	(\$494)	-8.00%	\$170	2.75%
City of Goodnews Bay	\$9,074	\$7,992	(\$1,082)	-11.92%	\$8,348	(\$726)	-8.00%	\$356	3.92%
City of Grayling	\$7,923	\$7,021	(\$902)	-11.38%	\$7,289	(\$634)	-8.00%	\$268	3.38%
City of Haines	\$69,505	\$63,572	(\$5,933)	-8.54%	\$63,945	(\$5,560)	-8.00%	\$373	0.54%
Haines Borough	\$40,862	\$36,831	(\$4,031)	-9.86%	\$37,593	(\$3,269)	-8.00%	\$762	1.86%
City of Holy Cross	\$11,134	\$9,904	(\$1,230)	-11.05%	\$10,243	(\$891)	-8.00%	\$339	3.05%
City of Homer	\$208,628	\$191,037	(\$17,591)	-8.43%	\$191,938	(\$16,690)	-8.00%	\$901	0.43%
City of Hoonah	\$39,032	\$35,189	(\$3,843)	-9.85%	\$35,909	(\$3,123)	-8.00%	\$720	1.85%
City of Hooper Bay	\$37,788	\$33,549	(\$4,239)	-11.22%	\$34,765	(\$3,023)	-8.00%	\$1,216	3.22%
City of Houston	\$35,559	\$31,490	(\$4,069)	-11.44%	\$32,714	(\$2,845)	-8.00%	\$1,224	3.44%
City of Hughes	\$2,847	\$2,515	(\$332)	-11.66%	\$2,619	(\$228)	-8.00%	\$104	3.66%
City of Huslia	\$9,696	\$8,611	(\$1,085)	-11.19%	\$8,920	(\$776)	-8.00%	\$309	3.19%
City of Hydaburg	\$16,303	\$14,575	(\$1,728)	-10.60%	\$14,999	(\$1,304)	-8.00%	\$424	2.60%
City & Borough of Juneau	\$1,427,689	\$1,301,027	(\$126,662)	-8.87%	\$1,313,455	(\$114,214)	-8.00%	\$12,428	0.87%
City of Kachemak	\$14,820	\$13,100	(\$1,720)	-11.61%	\$13,634	(\$1,186)	-8.00%	\$534	3.61%
City of Kake	\$27,142	\$24,180	(\$2,962)	-10.91%	\$24,971	(\$2,171)	-8.00%	\$791	2.91%
City of Kaktovik	\$8,533	\$7,639	(\$894)	-10.48%	\$7,850	(\$683)	-8.00%	\$211	2.48%
City of Kallag	\$9,115	\$8,021	(\$1,094)	-12.00%	\$8,388	(\$729)	-8.00%	\$365	4.00%
City of Kasaaan	\$1,484	\$1,310	(\$174)	-11.73%	\$1,365	(\$119)	-8.00%	\$55	3.73%
City of Kenai	\$394,445	\$364,626	(\$29,819)	-7.56%	\$362,889	(\$31,556)	-8.00%	(\$1,737)	-0.44%
Kenai Peninsula Borough	\$1,347,372	\$1,227,349	(\$120,023)	-8.91%	\$1,239,582	(\$107,790)	-8.00%	\$12,233	0.91%
City of Ketchikan	\$512,408	\$475,988	(\$36,420)	-7.11%	\$471,415	(\$4,993)	-8.00%	(\$4,573)	-0.89%
Ketchikan Gateway Borough	\$249,773	\$223,712	(\$26,061)	-10.43%	\$229,791	(\$19,982)	-8.00%	\$6,079	2.43%
City of Klana	\$18,145	\$14,370	(\$1,775)	-10.98%	\$14,853	(\$1,292)	-8.00%	\$483	2.99%
City of King Cove	\$33,019	\$29,278	(\$3,741)	-11.33%	\$30,377	(\$2,642)	-8.00%	\$1,099	3.33%
City of Kvallina	\$12,538	\$11,052	(\$1,486)	-11.85%	\$11,535	(\$1,003)	-8.00%	\$483	3.85%

Comparison of an 8 % Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

(1) Payments municipalities would receive if the FY 97 appropriation to Municipal Assistance was the same as the FY 96 appropriation

Existing Program

- (2) Payments municipalities will receive under the existing program if the FY 97 appropriation for Municipal Assistance is 8 percent less than the FY 96 appropriation (Governor's request). The existing program funds the base amount of assistance in its entirety and takes the reduction out of increased assistance.
- (3) Amount each municipality's allocation is reduced from it's FY 96 allocation under the existing program
- (4) Percent reduction each municipality realizes under the existing program.

Hold Harmless Removed

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Relative Differences

- (8) The difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless
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Comparison of an 8% Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Municipality	Estimated FY 97 MA Payments	MA Payments With 8% Cut	\$\$ Difference	% Difference	MA Base Amounts Not Held Harmless With 8% Cut	\$\$ Difference	% Difference	Relative \$\$ Difference	Relative % Difference
City of Klawock	\$28,459	\$25,229	(\$3,230)	-11.35%	\$26,182	(\$2,277)	-8.00%	\$953	3.35%
City of Kobuk	\$2,873	\$2,533	(\$340)	-11.83%	\$2,643	(\$230)	-8.00%	\$110	3.83%
City of Kodiak	\$432,770	\$400,338	(\$32,432)	-7.49%	\$398,148	(\$34,622)	-8.00%	(\$2,190)	-0.51%
Kodiak Island Borough	\$259,790	\$231,112	(\$28,678)	-11.04%	\$239,007	(\$20,783)	-8.00%	\$7,895	3.04%
City of Kolik	\$20,532	\$18,189	(\$2,343)	-11.38%	\$18,889	(\$1,643)	-8.00%	\$690	3.38%
City of Kotzebue	\$138,465	\$125,923	(\$12,542)	-9.06%	\$127,388	(\$11,077)	-8.00%	\$1,465	1.06%
City of Koyuk	\$10,150	\$8,983	(\$1,167)	-11.69%	\$9,338	(\$812)	-8.00%	\$375	3.69%
City of Koyukuk	\$4,878	\$4,346	(\$532)	-10.91%	\$4,488	(\$390)	-8.00%	\$142	2.91%
City of Kupreanof	\$851	\$749	(\$102)	-11.99%	\$783	(\$68)	-8.00%	\$34	3.99%
City of Kwethluk	\$25,817	\$22,889	(\$2,928)	-11.34%	\$23,752	(\$2,065)	-8.00%	\$863	3.34%
Lake and Peninsula Borough	\$45,558	\$41,608	(\$3,950)	-8.67%	\$41,913	(\$3,645)	-8.00%	\$305	0.67%
City of Larsen Bay	\$4,611	\$4,057	(\$554)	-12.01%	\$4,242	(\$369)	-8.00%	\$185	4.01%
City of Lower Kalskag	\$11,132	\$9,821	(\$1,311)	-11.78%	\$10,241	(\$891)	-8.00%	\$420	3.78%
City of Manokotak	\$14,577	\$12,866	(\$1,711)	-11.74%	\$13,411	(\$1,166)	-8.00%	\$545	3.74%
City of Marshall	\$11,092	\$9,824	(\$1,268)	-11.43%	\$10,205	(\$887)	-8.00%	\$381	3.43%
Mat-Su Borough	\$1,540,307	\$1,366,362	(\$173,945)	-11.29%	\$1,417,082	(\$123,225)	-8.00%	\$50,720	3.29%
City of McGrath	\$20,339	\$18,300	(\$2,039)	-10.03%	\$18,712	(\$1,627)	-8.00%	\$412	2.03%
City of Mekoryuk	\$7,754	\$6,852	(\$902)	-11.63%	\$7,134	(\$620)	-8.00%	\$282	3.63%
City of Mountain Village	\$29,197	\$25,971	(\$3,226)	-11.05%	\$26,861	(\$2,336)	-8.00%	\$890	3.05%
City of Napakiak	\$13,109	\$11,722	(\$1,387)	-10.58%	\$12,060	(\$1,049)	-8.00%	\$338	2.58%
City of Napaskiak	\$14,344	\$12,624	(\$1,720)	-11.99%	\$13,196	(\$1,148)	-8.00%	\$572	3.99%
City of Nenana	\$29,914	\$27,828	(\$2,086)	-6.97%	\$27,521	(\$2,393)	-8.00%	(\$307)	-1.03%
City of New Stuyahok	\$15,310	\$13,519	(\$1,791)	-11.70%	\$14,085	(\$1,225)	-8.00%	\$566	3.70%
City of Newhalen	\$6,240	\$5,517	(\$723)	-11.59%	\$5,741	(\$499)	-8.00%	\$224	3.59%
City of Nightmute	\$6,723	\$5,919	(\$804)	-11.96%	\$6,185	(\$538)	-8.00%	\$266	3.96%
City of Nikolai	\$4,448	\$3,918	(\$530)	-11.96%	\$4,092	(\$356)	-8.00%	\$176	3.96%
City of Nome	\$194,363	\$177,407	(\$16,956)	-8.72%	\$178,814	(\$15,549)	-8.00%	\$1,407	0.72%
City of Nondalton	\$8,833	\$7,824	(\$1,009)	-11.42%	\$8,126	(\$707)	-8.00%	\$302	3.42%
City of Noorvik	\$22,187	\$19,693	(\$2,494)	-11.24%	\$20,412	(\$1,775)	-8.00%	\$719	3.24%
City of North Pole	\$89,827	\$82,808	(\$7,019)	-7.81%	\$82,841	(\$7,186)	-8.00%	(\$187)	-0.10%
North Slope Borough	\$1,294,770	\$1,283,832	(\$10,938)	-0.84%	\$1,191,188	(\$103,582)	-8.00%	(\$92,644)	-7.16%
Northwest Arctic Borough	\$26,711	\$24,378	(\$2,333)	-8.73%	\$24,574	(\$2,137)	-8.00%	\$198	0.73%
City of Nulqsut	\$14,571	\$12,826	(\$1,745)	-11.98%	\$13,405	(\$1,166)	-8.00%	\$579	3.98%
City of Nulato	\$13,382	\$11,854	(\$1,528)	-11.42%	\$12,311	(\$1,071)	-8.00%	\$457	3.42%
City of Nunapituk	\$16,488	\$14,545	(\$1,943)	-11.77%	\$15,167	(\$1,319)	-8.00%	\$822	3.77%
City of Old Harbor	\$11,348	\$10,028	(\$1,320)	-11.63%	\$10,440	(\$908)	-8.00%	\$412	3.63%

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	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Municipality	Estimated FY 97 MA Payments	MA Payments With 8% Cut	\$\$ Difference	% Difference	MA Base Amounts Not Held Harmless With 8% Cut	\$\$ Difference	% Difference	Relative \$\$ Difference	Relative % Difference
City of Ouzinkie	\$9,517	\$8,415	(\$1,102)	-11.58%	\$8,758	(\$761)	-8.00%	\$341	3.58%
City of Palmer	\$200,907	\$183,282	(\$17,625)	-8.77%	\$184,834	(\$16,073)	-8.00%	\$1,552	0.77%
City of Pelican	\$10,318	\$9,428	(\$890)	-8.63%	\$9,493	(\$825)	-8.00%	\$85	0.63%
City of Petersburg	\$162,462	\$148,204	(\$14,258)	-8.78%	\$149,465	(\$12,997)	-8.00%	\$1,261	0.78%
City of Pilot Point	\$3,778	\$3,378	(\$400)	-10.59%	\$3,478	(\$302)	-8.00%	\$98	2.59%
City of Pilot Station	\$18,825	\$16,599	(\$2,226)	-11.82%	\$17,319	(\$1,506)	-8.00%	\$720	3.82%
City of Platinum	\$2,077	\$1,889	(\$188)	-9.05%	\$1,911	(\$166)	-8.00%	\$22	1.05%
City of Point Hope	\$29,098	\$26,021	(\$3,077)	-10.57%	\$26,770	(\$2,328)	-8.00%	\$749	2.57%
City of Port Alexander	\$4,194	\$3,726	(\$468)	-11.16%	\$3,858	(\$336)	-8.00%	\$132	3.18%
City of Port Heiden	\$4,707	\$4,171	(\$536)	-11.39%	\$4,330	(\$377)	-8.00%	\$159	3.39%
City of Port Lions	\$9,861	\$8,541	(\$1,120)	-11.59%	\$8,888	(\$773)	-8.00%	\$347	3.59%
City of Quinhagak	\$20,164	\$17,828	(\$2,336)	-11.59%	\$18,551	(\$1,613)	-8.00%	\$723	3.59%
City of Ruby	\$8,215	\$7,321	(\$894)	-10.88%	\$7,558	(\$657)	-8.00%	\$237	2.88%
City of Russian Mission	\$10,508	\$9,252	(\$1,256)	-11.95%	\$9,667	(\$841)	-8.00%	\$415	3.95%
City of Sand Point	\$39,522	\$35,312	(\$4,210)	-10.65%	\$36,360	(\$3,162)	-8.00%	\$1,048	2.65%
City of Savoonga	\$23,783	\$21,192	(\$2,571)	-10.82%	\$21,882	(\$1,901)	-8.00%	\$670	2.82%
City of Sarman	\$15,385	\$13,674	(\$1,711)	-11.12%	\$14,154	(\$1,231)	-8.00%	\$480	3.12%
City of Scammon Bay	\$15,945	\$14,097	(\$1,848)	-11.59%	\$14,669	(\$1,276)	-8.00%	\$572	3.59%
City of Selawik	\$24,034	\$21,276	(\$2,758)	-11.48%	\$22,111	(\$1,923)	-8.00%	\$835	3.48%
City of Seldovia	\$17,303	\$15,881	(\$1,422)	-8.22%	\$15,919	(\$1,384)	-8.00%	\$38	0.22%
City of Seward	\$153,240	\$140,327	(\$12,913)	-8.43%	\$140,981	(\$12,259)	-8.00%	\$654	0.43%
City of Shageluk	\$5,276	\$4,663	(\$613)	-11.62%	\$4,854	(\$422)	-8.00%	\$191	3.62%
City of Shaktoolik	\$7,186	\$6,319	(\$867)	-11.82%	\$6,593	(\$573)	-8.00%	\$274	3.82%
City of Sheldon Point	\$5,895	\$5,201	(\$694)	-11.77%	\$5,423	(\$472)	-8.00%	\$222	3.77%
City of Shishmaref	\$19,980	\$17,699	(\$2,281)	-11.42%	\$18,382	(\$1,598)	-8.00%	\$683	3.42%
City of Shungnak	\$9,819	\$8,789	(\$1,030)	-10.49%	\$9,033	(\$786)	-8.00%	\$244	2.49%
City and Borough of Sitka	\$457,721	\$418,590	(\$39,131)	-8.55%	\$421,103	(\$36,618)	-8.00%	\$2,513	0.55%
City of Skagway	\$50,343	\$46,892	(\$3,451)	-6.85%	\$46,316	(\$4,027)	-8.00%	(\$578)	-1.15%
City of Soldotna	\$244,536	\$227,554	(\$16,982)	-6.94%	\$224,973	(\$19,563)	-8.00%	(\$2,581)	-1.06%
City of St. George	\$7,053	\$6,223	(\$830)	-11.7%	\$6,489	(\$564)	-8.00%	\$268	3.77%
City of St. Mary's	\$17,606	\$15,567	(\$2,039)	-11.58%	\$16,198	(\$1,408)	-8.00%	\$631	3.58%
City of St. Michael	\$16,201	\$14,750	(\$1,451)	-8.96%	\$14,905	(\$1,296)	-8.00%	\$155	0.96%
City of St. Paul	\$27,707	\$24,442	(\$3,265)	-11.78%	\$25,490	(\$2,217)	-8.00%	\$1,048	3.78%
City of Stebbins	\$17,184	\$15,142	(\$2,022)	-11.78%	\$15,791	(\$1,373)	-8.00%	\$649	3.78%
City of Tanana	\$14,898	\$13,204	(\$1,494)	-10.18%	\$13,522	(\$1,178)	-8.00%	\$318	2.18%
City of Teeter	\$9,890	\$8,724	(\$1,166)	-11.79%	\$9,099	(\$791)	-8.00%	\$375	3.79%

Comparison of an 8 % Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

(1) Payments municipalities would receive if the FY 97 appropriation to Municipal Assistance was the same as the FY 96 appropriation

Existing Program

- (2) Payments municipalities will receive under the existing program if the FY 97 appropriation for Municipal Assistance is 8 percent less than the FY 96 appropriation (Governor's request). The existing program funds the base amount of assistance in its entirety and takes the reduction out of increased assistance.
 (3) Amount each municipality's allocation is reduced from it's FY 96 allocation under the existing program
 (4) Percent reduction each municipality realizes under the existing program.

Hold Harmless Removed

- (5) Payments municipalities would receive if FY 97 if the base amount of assistance and the increased assistance are both reduced by the same percentage as the overall appropriation reduction between FY 96 and FY 97
 (6) Amount each municipality's allocation would be reduced from it's FY 96 allocation with the hold harmless removed.
 (7) Percent reduction each municipality would realize.

Relative Differences

- (8) The difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless
 (9) The percent difference in each municipality's FY 97 allocation under the existing program and by removing the hold harmless

Comparison of an 8% Cut to Municipal Assistance Payments Under Existing Formula vs. "Base Amounts" Not Held Harmless

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Municipality	Estimated FY 97 MA Payments	MA Payments With 8% Cut	\$\$ Difference	% Difference	MA Base Amounts Not Held Harmless With 8% Cut	\$\$ Difference	% Difference	Relative \$\$ Difference	Relative % Difference
City of Tenakee Springs	\$5,331	\$4,858	(\$473)	-8.87%	\$4,905	(\$426)	-8.00%	\$47	0.87%
City of Thome Bay	\$24,180	\$21,414	(\$2,766)	-11.44%	\$22,246	(\$1,934)	-8.00%	\$832	3.44%
City of Togiak	\$29,521	\$26,350	(\$3,171)	-10.74%	\$27,159	(\$2,362)	-8.00%	\$809	2.74%
City of Toksook Bay	\$19,346	\$17,132	(\$2,214)	-11.44%	\$17,798	(\$1,548)	-3.00%	\$666	3.44%
City of Unalakleet	\$31,193	\$27,944	(\$3,252)	-10.42%	\$28,700	(\$2,496)	-8.00%	\$758	2.42%
City of Unalaska	\$152,307	\$134,929	(\$17,378)	-11.41%	\$140,122	(\$12,185)	-8.00%	\$5,193	3.41%
City of Upper Kalskag	\$7,804	\$7,021	(\$783)	-10.03%	\$7,180	(\$624)	-8.00%	\$159	2.03%
City of Valdez	\$526,718	\$507,697	(\$19,021)	-3.61%	\$484,581	(\$42,137)	-8.00%	(\$23,116)	-4.39%
City of Valhalla	\$19,655	\$17,344	(\$2,311)	-11.76%	\$18,083	(\$1,572)	-8.00%	\$739	3.76%
City of Wales	\$6,137	\$5,400	(\$737)	-12.01%	\$5,646	(\$491)	-8.00%	\$246	4.01%
City of Wasilla	\$218,923	\$199,196	(\$19,727)	-9.01%	\$201,409	(\$17,514)	-8.00%	\$2,213	1.01%
City of White Mountain	\$7,443	\$6,553	(\$890)	-11.96%	\$6,848	(\$595)	-8.00%	\$295	3.96%
City of Whittier	\$11,707	\$10,498	(\$1,209)	-10.33%	\$10,770	(\$937)	-8.00%	\$272	2.33%
City of Wrangell	\$136,853	\$124,915	(\$11,938)	-8.59%	\$125,721	(\$11,132)	-8.00%	\$806	0.59%
City and Borough of Yakutat	\$42,395	\$38,986	(\$3,409)	-8.04%	\$39,003	(\$3,392)	-8.00%	\$17	0.04%

Effects of CSSSSB20 (CRA) on FY 97 SRS/MA Payments
(Based upon Governor's Budget; No base amount held harmless, \$40,000 overall minimum entitlement
Explanation of Columns

Existing Program

- (1) Payments municipalities will receive from revenue sharing under the FY 97 budget request
- (2) Payments municipalities will receive from municipal assistance under the FY 97 budget request
- (3) Total payments municipalities will receive from the two programs under the FY 97 budget request.

CSSSSB 20 (CRA)

Hold Harmless

- (4) Payments municipalities will receive from revenue sharing under the FY 97 budget request (no change from existing program shown on column 1)
- (5) Payment municipalities will receive from the Safe Communities Fund with the hold harmless provision of the base amount removed (may be compared with column 2)
- (6) Total payments municipalities would receive from the two programs if only the hold harmless provision were enacted (may be compared with column 3)
- (7) Percent difference in what would be received under CSSSSB 20 (CRA) and existing program if only the hold harmless provision were enacted

Minimum Entitlement

- (8) Additional funds needed for each community to receive a minimum of \$40,000. This amounts to \$238,909 or .45 percent of the total appropriation request of \$53.6 million
- (9) Additional funds that would actually be received after pro rating
- (10) Amount municipalities receive from the Safe Communities Fund after proration is made to make up the \$238,909 needed for minimum entitlements (may be compared with column 5)
- (11) Actual payment municipalities would receive from the Safe Communities Funds (may be compared to Columns 2 and 5)

CSSSSB20(CRA) in its Entirety

- (12) Total payments municipalities will receive from both revenue sharing and safe communities fund (may be compared to Columns 3 and 6)
- (13) Percent difference in what would be received under CSSSSB 20 (CRA) and existing program (may be compared with column 7).

Potential Interest

- (14) Amount of interest that could be earned because of the earlier payout of Safe Communities funds at 5 percent
- (15) Total amount received by municipalities from revenue sharing, safe communities and earned interest
- (16) Percent difference in what would be received under CSSSSB 20 (CRA) with interest and the existing program.

EFFECTS OF CSB20 ON FY 87 SRS/MA PAYMENTS (BASED UPON GOV.'S BUDGET; NO BASE AMOUNT HOLD HARMLESS - \$40,000 OVERALL MINIMUM ENTITLEMENT)

Municipality	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	Potential Interest Earnings From Early SAFE Payment		
	Estimated FY 87 SRS \$	Estimated FY 87 MA \$	Estimated FY 87 MA/SRS Total \$	CSB20 FY 87 \$	CSB20 FY 87 SAFE \$ (No Hold Harmless)	FY 87 CSB20 SRS/SAFE \$	% Change From Current Programs	CSB20 Minimum Ent. Add-On	CSB20 Minimum Ent. Proposed	CSB20 FY 87 SAFE \$ Proposed	CSB20 FY 87 SAFE \$ Final Payment	FY 87 CSB20 SRS/SAFE \$ Total Payment	% Change From Current Programs	FY 87 SAFE \$ at 5% Interest for 6 Months	FY 87 CSB20 SRS/SAFE \$ Plus Interest	% Change From Current Programs
City of Adirak	\$24,442	\$2,834	\$27,276	\$24,442	\$3,012	\$27,454	0.28%	\$12,646	\$12,445	\$2,988	\$15,433	\$39,875	45.66%	\$385	\$40,259	47.06%
City of Adak	\$30,828	\$10,124	\$40,952	\$30,828	\$10,867	\$41,695	1.09%	\$0	\$0	\$10,482	\$10,482	\$41,108	0.86%	\$281	\$41,389	1.52%
City of Akutan	\$28,377	\$13,848	\$42,225	\$28,377	\$14,445	\$42,822	1.39%	\$0	\$0	\$14,328	\$14,328	\$42,500	1.12%	\$387	\$42,887	1.84%
City of Aleknagik	\$32,887	\$24,128	\$57,015	\$32,887	\$24,583	\$57,470	0.77%	\$0	\$0	\$24,385	\$24,385	\$57,002	0.42%	\$807	\$57,809	1.48%
City of Aleknagik	\$28,079	\$8,140	\$36,219	\$28,079	\$8,382	\$36,461	0.53%	\$4,559	\$4,522	\$8,311	\$10,633	\$39,812	13.33%	\$270	\$40,082	14.03%
Aleutians East Borough	\$80,801	\$10,420	\$91,221	\$80,801	\$10,005	\$90,806	-0.46%	\$0	\$0	\$9,824	\$9,824	\$90,425	-0.85%	\$247	\$90,672	-0.27%
City of Afakakel	\$32,521	\$5,037	\$37,558	\$32,521	\$5,249	\$37,770	0.58%	\$2,230	\$2,212	\$5,206	\$7,419	\$39,840	6.34%	\$185	\$40,025	6.83%
City of Ambler	\$36,901	\$10,279	\$47,180	\$36,901	\$10,888	\$47,789	0.82%	\$0	\$0	\$10,581	\$10,581	\$47,482	0.84%	\$284	\$47,766	1.20%
City of Anadivuk Pass	\$31,302	\$9,218	\$40,520	\$31,302	\$9,824	\$41,126	1.00%	\$0	\$0	\$9,547	\$9,547	\$40,649	0.81%	\$238	\$40,887	1.40%
Municipality of Anchorage	\$6,552,049	\$12,884,382	\$19,436,431	\$6,552,049	\$12,838,808	\$19,390,857	-0.14%	\$0	\$0	\$12,832,338	\$12,832,338	\$19,384,387	-0.88%	\$319,830	\$19,704,316	0.98%
City of Anderson	\$32,847	\$20,894	\$53,741	\$32,847	\$21,673	\$54,520	1.45%	\$0	\$0	\$21,499	\$21,499	\$54,448	1.12%	\$538	\$54,986	2.12%
City of Angoon	\$22,885	\$21,718	\$44,603	\$22,885	\$22,333	\$45,218	1.38%	\$0	\$0	\$22,153	\$22,153	\$44,338	0.87%	\$552	\$44,890	2.21%
City of Aniak	\$51,804	\$21,380	\$73,184	\$51,804	\$21,845	\$73,649	0.77%	\$0	\$0	\$21,768	\$21,768	\$73,416	1.28%	\$543	\$73,959	1.68%
City of Arnvik	\$32,448	\$3,100	\$35,548	\$32,448	\$3,228	\$35,676	0.36%	\$4,324	\$4,289	\$3,202	\$7,491	\$39,839	12.35%	\$187	\$40,026	12.88%
City of Atna	\$30,539	\$3,121	\$33,660	\$30,539	\$3,280	\$33,819	0.38%	\$8,201	\$8,151	\$3,234	\$9,385	\$39,824	18.97%	\$234	\$40,058	18.27%
City of Algausk	\$31,302	\$24,571	\$55,873	\$31,302	\$23,818	\$55,120	-1.88%	\$0	\$0	\$23,326	\$23,326	\$54,630	-2.22%	\$582	\$55,212	-1.16%
City of Barrow	\$100,075	\$158,185	\$258,260	\$100,075	\$160,269	\$260,344	1.59%	\$0	\$0	\$158,877	\$158,877	\$259,052	1.08%	\$3,864	\$262,916	2.64%
City of Bethel	\$278,448	\$28,151	\$306,599	\$278,448	\$23,241	\$301,689	-0.41%	\$0	\$0	\$22,385	\$22,385	\$299,031	0.05%	\$5,894	\$304,925	1.17%
City of Bettles	\$33,507	\$1,577	\$35,084	\$33,507	\$1,584	\$35,091	0.02%	\$4,909	\$4,889	\$1,571	\$6,461	\$39,948	13.86%	\$161	\$40,109	14.32%
City of Big Lake Mission	\$32,181	\$8,445	\$40,626	\$32,181	\$8,607	\$40,788	0.55%	\$0	\$0	\$8,738	\$8,738	\$40,897	0.72%	\$218	\$41,115	1.25%
Bristol Bay Borough	\$51,843	\$54,718	\$106,561	\$51,843	\$55,448	\$107,291	0.89%	\$0	\$0	\$55,001	\$55,001	\$106,844	0.27%	\$1,371	\$108,215	1.55%
City of Buckland	\$42,358	\$13,358	\$55,716	\$42,358	\$13,913	\$56,271	1.00%	\$0	\$0	\$13,801	\$13,801	\$56,159	0.88%	\$344	\$56,503	1.42%
City of Chelomak	\$30,495	\$12,138	\$42,633	\$30,495	\$12,618	\$43,113	1.13%	\$0	\$0	\$12,516	\$12,516	\$42,631	0.89%	\$312	\$42,943	1.62%
City of Chevak	\$28,818	\$12,628	\$41,446	\$28,818	\$12,478	\$41,296	-0.14%	\$0	\$0	\$12,294	\$12,294	\$41,213	-0.20%	\$586	\$41,799	2.57%
City of Chignik	\$28,552	\$4,730	\$33,282	\$28,552	\$4,904	\$33,456	0.51%	\$5,544	\$5,500	\$4,884	\$10,384	\$39,818	18.47%	\$268	\$40,086	17.19%
City of Chukchik	\$32,056	\$4,230	\$36,286	\$32,056	\$4,381	\$36,437	0.42%	\$3,553	\$3,534	\$4,348	\$7,880	\$39,836	10.06%	\$186	\$40,022	10.80%
City of Coffman Cove	\$52,307	\$8,035	\$60,342	\$52,307	\$8,388	\$60,695	0.58%	\$0	\$0	\$8,320	\$8,320	\$60,627	0.47%	\$207	\$60,834	0.82%
City of Cold Bay	\$28,548	\$10,873	\$39,421	\$28,548	\$10,957	\$39,505	0.04%	\$0	\$0	\$10,889	\$10,889	\$40,415	0.41%	\$271	\$40,686	0.41%
City of Cordova	\$188,135	\$125,405	\$313,540	\$188,135	\$126,427	\$314,562	0.01%	\$0	\$0	\$124,418	\$124,418	\$312,551	-0.32%	\$3,102	\$315,653	0.67%
City of Craig	\$58,122	\$85,741	\$143,863	\$58,122	\$88,101	\$146,223	1.91%	\$0	\$0	\$87,552	\$87,552	\$145,674	1.46%	\$1,884	\$147,558	2.82%
City of Deering	\$48,848	\$5,242	\$54,090	\$48,848	\$5,422	\$54,270	0.33%	\$0	\$0	\$5,378	\$5,378	\$54,024	0.25%	\$134	\$54,158	0.50%
City of Delta Junction	\$28,553	\$5,129	\$33,682	\$28,553	\$5,381	\$33,934	1.40%	\$0	\$0	\$5,328	\$5,328	\$34,262	1.97%	\$1,334	\$35,596	3.32%
Denali Borough	\$31,302	\$55,985	\$87,287	\$31,302	\$58,788	\$90,090	0.91%	\$0	\$0	\$58,328	\$58,328	\$88,630	0.38%	\$1,404	\$89,034	1.99%
City of Dillingham	\$102,220	\$97,188	\$199,408	\$102,220	\$98,188	\$200,408	0.51%	\$0	\$0	\$97,405	\$97,405	\$199,825	0.11%	\$2,428	\$202,253	1.33%
City of Diomedes	\$31,302	\$4,898	\$36,200	\$31,302	\$5,108	\$36,410	0.59%	\$3,590	\$3,561	\$5,067	\$8,628	\$39,830	10.31%	\$215	\$40,045	10.90%
City of Eagle	\$28,488	\$5,391	\$33,879	\$28,488	\$5,531	\$34,019	0.44%	\$7,983	\$7,919	\$5,488	\$13,405	\$39,891	25.14%	\$334	\$40,225	28.19%
City of Eek	\$30,880	\$9,117	\$39,997	\$30,880	\$9,493	\$40,373	0.95%	\$0	\$0	\$9,410	\$9,410	\$40,089	0.78%	\$235	\$40,324	1.35%
City of Elvok	\$29,072	\$3,261	\$32,333	\$29,072	\$3,400	\$32,472	0.43%	\$7,521	\$7,460	\$3,373	\$10,833	\$39,912	23.41%	\$270	\$40,182	24.25%
City of Elm	\$32,873	\$9,131	\$42,004	\$32,873	\$9,601	\$42,474	0.88%	\$0	\$0	\$9,424	\$9,424	\$42,297	0.76%	\$235	\$42,532	1.28%
City of Emmonak	\$51,522	\$28,874	\$80,396	\$51,522	\$27,709	\$79,231	-1.08%	\$0	\$0	\$27,485	\$27,485	\$79,007	-0.78%	\$985	\$79,992	1.65%
City of Fairbanks	\$527,847	\$2,088,875	\$2,616,722	\$527,847	\$2,029,482	\$2,557,329	-1.45%	\$0	\$0	\$2,013,125	\$2,013,125	\$2,540,772	-2.08%	\$50,180	\$2,590,952	-0.14%
Fairbanks NSB	\$1,742,873	\$2,129,827	\$3,872,700	\$1,742,873	\$2,155,338	\$3,898,211	0.66%	\$0	\$0	\$2,137,984	\$2,137,984	\$3,880,837	0.22%	\$53,303	\$3,934,140	1.59%
City of False Pass	\$28,078	\$2,810	\$30,888	\$28,078	\$3,018	\$31,096	0.34%	\$7,902	\$7,839	\$2,984	\$10,823	\$39,812	24.77%	\$270	\$40,082	25.01%
City of Fort Yukon	\$84,389	\$27,407	\$111,796	\$84,389	\$27,919	\$112,308	0.38%	\$0	\$0	\$27,889	\$27,889	\$111,974	0.18%	\$881	\$112,855	0.77%
City of Galena	\$45,890	\$23,394	\$69,284	\$45,890	\$23,988	\$69,878	0.26%	\$0	\$0	\$23,398	\$23,398	\$69,286	0.00%	\$583	\$69,869	0.85%
City of Gambell	\$32,528	\$21,032	\$53,560	\$32,528	\$21,809	\$54,337	1.45%	\$0	\$0	\$21,833	\$21,833	\$54,161	1.12%	\$339	\$54,500	2.13%
City of Golovin	\$32,901	\$5,513	\$38,414	\$32,901	\$5,983	\$38,884	0.44%	\$1,418	\$1,405	\$5,837	\$7,042	\$39,943	3.98%	\$176	\$40,119	4.44%
City of Goodnews Bay	\$30,172	\$7,992	\$38,164	\$30,172	\$8,348	\$38,520	0.93%	\$1,480	\$1,468	\$8,281	\$9,749	\$39,921	4.80%	\$243	\$40,164	5.24%
City of Grayling	\$22,370	\$7,021	\$29,391	\$22,370	\$7,389	\$29,759	0.88%	\$341	\$338	\$7,230	\$7,569	\$39,839	1.38%	\$189	\$40,027	1.87%
City of Haines	\$49,480	\$83,572	\$133,052	\$49,480	\$83,945	\$133,425	0.33%	\$0	\$0	\$83,429	\$83,429	\$132,909	-0.13%	\$1,581	\$134,490	1.27%
Haines Borough	\$28,524	\$38,831	\$67,355	\$28,524	\$37,593	\$66,117	-1.20%	\$0	\$0	\$37,280	\$37,280	\$65,814	-0.72%	\$930	\$66,744	2.19%
City of Holy Cross	\$31,898	\$9,904	\$41,802	\$31,898	\$10,243	\$42,141	0.82%	\$0	\$0	\$10,161	\$10,161	\$41,859	0.62%	\$253	\$42,112	1.23%
City of Homer	\$183,607	\$191,037	\$374,644	\$183,607	\$191,938	\$375,545	0.25%	\$0	\$0	\$190,391	\$190,391	\$375,998	-0.18%	\$4,747	\$380,745	1.16%
City of Hooper	\$85,503	\$35,189	\$120,692	\$85,503	\$35,809	\$121,312	0.90%	\$0	\$0	\$35,820	\$35,820	\$121,123	-0.26%	\$888	\$122,011	1.09%
City of Hooper Bay	\$29,851	\$33,849	\$63,700	\$29,851	\$34,785	\$64,636	1.82%	\$0	\$0	\$34,485	\$34,485	\$64,336	-1.48%	\$860	\$65,196	2.83%
City of Houston	\$32,999	\$31,480	\$64,479	\$32,999	\$32,714	\$65,713	1.90%	\$0	\$0	\$32,451	\$32,451	\$64,902	1.48%	\$809	\$65,711	2.74%
City of Hughes	\$32,240	\$2,515	\$34,755	\$32,240	\$2,810	\$35,050	0.30%	\$5,141	\$5,099	\$2,598	\$7,697	\$39,837	14.91%	\$182	\$40,019	18.48%
City of Huslia	\$33,541	\$8,811	\$42,352	\$33,541	\$9,200	\$42,741	0.73%	\$0	\$0	\$8,848	\$8,848	\$42,389	0.58%	\$221	\$42,610	1.09%
City of Hydaburg	\$22,118	\$14,573	\$36,691	\$22,118	\$14,999	\$37,117	1.15%	\$2,887	\$2,858	\$14,878	\$17,737	\$39,856	8.62%	\$442	\$40,298	9.82%

EFFECTS OF CSSB20 ON FY 97 SRSA PAYMENTS (BASED UPON GOV.'S BUDGET; NO BASE AMOUNT HOLD HARMLESS - \$40,000 OVERALL MINIMUM ENTITLEMENT)

Municipality	(1)			(2)				(3)				(4)			Potential Interest Earnings From Early SAFE Payment		
	Estimated FY 97 SRS \$	Estimated FY 97 MA \$	Estimated FY 97 MA/SRS Total \$	CSSB20 FY 97 SRS \$	CSSB20 FY 97 SAFE \$ (No Hold Harmless)	FY 97 CSSB20 SRS/SAFE \$ Pre Min Ent.	% Change From Current Programs	CSSB20 Minimum Ent. Add-On	CSSB20 Minimum Ent. Prorated	CSSB20 FY 97 SAFE \$ Prorated	CSSB20 FY 97 SAFE \$ Final Payment	FY 97 CSSB20 SRS/SAFE \$ Total Payment	% Change From Current Programs	FY 97 SAFE \$ at 5% Interest for 6 Months	FY 97 CSSB20 SRS/SAFE \$ Plus Interest	% Change From Current Programs	
City & Borough of Juneau	\$1,564,112	\$1,301,027	\$2,865,139	\$1,564,112	\$1,313,455	\$2,877,567	0.43%	\$0	\$0	\$1,302,869	\$1,302,869	\$2,866,981	0.06%	\$32,482	\$2,899,463	1.20%	
City of Kachemak	\$24,191	\$13,100	\$37,291	\$24,191	\$13,634	\$37,825	1.43%	\$2,175	\$2,157	\$13,523	\$15,682	\$39,673	6.92%	\$391	\$40,264	7.97%	
City of Kake	\$49,161	\$24,180	\$73,341	\$49,161	\$24,971	\$74,132	1.08%	\$0	\$0	\$24,769	\$24,769	\$73,930	0.80%	\$618	\$74,548	1.85%	
City of Kaldovik	\$31,302	\$7,639	\$38,941	\$31,302	\$7,650	\$38,952	0.54%	\$848	\$841	\$7,787	\$8,628	\$39,830	2.54%	\$215	\$40,145	3.09%	
City of Kaituma	\$32,828	\$8,021	\$40,849	\$32,828	\$8,366	\$41,214	0.89%	\$0	\$0	\$8,318	\$8,318	\$41,148	0.73%	\$207	\$41,354	1.24%	
City of Kasaan	\$23,341	\$1,310	\$24,651	\$23,341	\$1,365	\$24,706	0.22%	\$15,294	\$15,170	\$1,354	\$16,525	\$39,866	61.72%	\$412	\$40,278	83.38%	
City of Kasilof	\$209,899	\$384,826	\$574,525	\$209,899	\$382,889	\$572,788	-0.30%	\$0	\$0	\$359,964	\$359,964	\$569,863	-0.81%	\$8,974	\$578,838	0.75%	
Central Peninsula Borough	\$1,648,249	\$1,227,349	\$2,875,598	\$1,648,249	\$1,239,582	\$2,887,831	0.43%	\$0	\$0	\$1,229,591	\$1,229,591	\$2,877,840	0.08%	\$30,656	\$2,908,496	1.14%	
City of Ketchikan	\$368,283	\$475,988	\$844,251	\$368,283	\$471,415	\$837,678	-0.54%	\$0	\$0	\$467,616	\$467,616	\$833,679	-0.99%	\$11,658	\$845,337	0.39%	
Johns Bay Gateway Borough	\$182,849	\$223,712	\$406,561	\$182,849	\$229,791	\$412,640	1.50%	\$0	\$0	\$227,939	\$227,939	\$410,788	1.04%	\$5,683	\$416,471	2.44%	
City of Klaskanine	\$29,855	\$14,370	\$44,225	\$29,855	\$14,893	\$44,508	1.10%	\$0	\$0	\$14,134	\$14,734	\$44,389	0.83%	\$367	\$44,756	1.66%	
City of King Cove	\$44,636	\$29,278	\$73,914	\$44,636	\$30,377	\$74,913	1.49%	\$0	\$0	\$30,133	\$30,133	\$74,669	1.16%	\$751	\$75,420	2.18%	
City of Kivalina	\$51,034	\$11,052	\$62,086	\$51,034	\$11,535	\$62,569	0.78%	\$0	\$0	\$11,442	\$11,442	\$62,476	0.63%	\$285	\$62,761	1.09%	
City of Kobuk	\$33,352	\$25,229	\$58,581	\$33,352	\$26,182	\$59,534	1.63%	\$0	\$0	\$25,971	\$25,971	\$59,323	1.27%	\$648	\$59,971	2.37%	
City of Koyuk	\$33,077	\$2,533	\$35,610	\$33,077	\$2,843	\$35,720	0.31%	\$4,280	\$4,245	\$2,822	\$6,867	\$39,944	12.17%	\$171	\$40,115	12.65%	
City of Kodiak	\$146,299	\$400,338	\$546,637	\$146,299	\$398,148	\$544,447	-0.40%	\$0	\$0	\$394,939	\$394,939	\$541,238	-0.99%	\$9,846	\$551,085	0.81%	
Kodiak Island Borough	\$447,398	\$231,112	\$678,508	\$447,398	\$239,007	\$686,403	1.16%	\$0	\$0	\$237,080	\$237,080	\$684,476	0.88%	\$5,911	\$690,387	1.75%	
City of Kotli	\$30,495	\$18,199	\$48,694	\$30,495	\$18,889	\$49,384	1.42%	\$0	\$0	\$18,737	\$18,737	\$49,232	1.11%	\$467	\$49,699	2.08%	
City of Kotzebue	\$191,025	\$125,923	\$316,948	\$191,025	\$127,388	\$318,413	0.46%	\$0	\$0	\$126,361	\$126,361	\$317,386	0.14%	\$3,150	\$320,536	1.13%	
City of Koyuk	\$32,083	\$8,983	\$41,066	\$32,083	\$9,339	\$41,421	0.91%	\$0	\$0	\$9,263	\$9,263	\$41,346	0.73%	\$231	\$41,577	1.29%	
City of Koyuk	\$31,768	\$4,348	\$36,114	\$31,768	\$4,488	\$36,256	0.39%	\$3,744	\$3,714	\$4,452	\$8,166	\$39,934	10.58%	\$204	\$40,137	11.14%	
City of Kuparuk	\$23,316	\$749	\$24,067	\$23,316	\$783	\$24,101	0.14%	\$15,899	\$15,771	\$777	\$16,548	\$39,866	65.84%	\$413	\$40,278	67.36%	
City of Kurechik	\$29,844	\$22,889	\$52,733	\$29,844	\$23,752	\$53,596	1.63%	\$0	\$0	\$23,560	\$23,560	\$53,504	1.27%	\$587	\$54,092	2.38%	
State and Peninsula Borough	\$224,784	\$41,808	\$266,592	\$224,784	\$41,913	\$266,697	0.11%	\$0	\$0	\$41,576	\$41,576	\$266,360	-0.01%	\$1,037	\$267,398	0.38%	
City of Larsen Bay	\$24,191	\$4,057	\$28,248	\$24,191	\$4,242	\$28,433	0.66%	\$11,567	\$11,474	\$4,206	\$15,682	\$39,873	41.15%	\$391	\$40,264	42.54%	
City of Lower Kalskag	\$31,206	\$9,821	\$41,029	\$31,206	\$10,241	\$41,449	1.02%	\$0	\$0	\$10,159	\$10,159	\$41,367	0.82%	\$253	\$41,620	1.44%	
City of Maryskotak	\$29,494	\$12,889	\$42,383	\$29,494	\$13,411	\$42,905	1.29%	\$0	\$0	\$13,303	\$13,303	\$42,797	1.03%	\$332	\$43,128	1.81%	
City of Marshall	\$30,495	\$9,824	\$40,319	\$30,495	\$10,295	\$40,700	0.94%	\$0	\$0	\$10,122	\$10,122	\$40,617	0.74%	\$252	\$40,870	1.37%	
City of Sitka Borough	\$1,623,894	\$1,368,382	\$2,992,276	\$1,623,894	\$1,417,982	\$3,041,776	1.70%	\$0	\$0	\$1,405,661	\$1,405,661	\$3,029,355	1.31%	\$35,045	\$3,064,400	2.49%	
City of McGrath	\$34,260	\$18,300	\$52,560	\$34,260	\$18,712	\$52,972	0.78%	\$0	\$0	\$18,561	\$18,561	\$52,821	0.50%	\$463	\$53,284	1.38%	
City of Nakatuk	\$30,828	\$6,852	\$37,680	\$30,828	\$7,134	\$37,962	0.75%	\$2,038	\$2,022	\$7,076	\$9,098	\$39,926	5.96%	\$227	\$40,153	6.56%	
City of Mountain Village	\$31,252	\$25,971	\$57,223	\$31,252	\$26,861	\$58,113	1.56%	\$0	\$0	\$26,645	\$26,645	\$57,897	1.18%	\$684	\$58,581	2.34%	
City of Napakiak	\$30,969	\$11,722	\$42,691	\$30,969	\$12,060	\$43,029	0.79%	\$0	\$0	\$11,963	\$11,963	\$42,932	0.66%	\$298	\$43,230	1.26%	
City of Napasitak	\$30,495	\$12,824	\$43,319	\$30,495	\$13,192	\$43,687	1.33%	\$0	\$0	\$13,090	\$13,090	\$43,585	1.08%	\$326	\$43,911	1.84%	
City of Nenana	\$49,223	\$27,828	\$77,051	\$49,223	\$27,521	\$76,744	-0.40%	\$0	\$0	\$27,299	\$27,299	\$76,522	-0.69%	\$681	\$77,203	0.20%	
City of New Smyshok	\$29,079	\$13,519	\$42,598	\$29,079	\$14,085	\$43,164	1.33%	\$0	\$0	\$13,972	\$13,972	\$43,051	1.06%	\$348	\$43,399	1.88%	
City of Newhalen	\$29,391	\$5,517	\$34,908	\$29,391	\$5,741	\$35,132	0.64%	\$4,868	\$4,829	\$5,695	\$10,523	\$39,914	14.34%	\$282	\$40,177	15.09%	
City of Nighthuts	\$30,172	\$5,819	\$35,991	\$30,172	\$6,185	\$36,357	0.74%	\$3,643	\$3,613	\$6,135	\$9,749	\$39,921	10.61%	\$243	\$40,164	11.28%	
City of Nikolai	\$31,826	\$3,916	\$35,742	\$31,826	\$4,092	\$35,918	0.49%	\$4,082	\$4,049	\$4,059	\$8,108	\$39,934	11.73%	\$202	\$40,136	12.25%	
City of Nome	\$299,073	\$177,407	\$476,480	\$299,073	\$178,814	\$477,887	0.30%	\$0	\$0	\$177,373	\$177,373	\$476,448	-0.01%	\$4,422	\$480,868	0.92%	
City of Nondalton	\$35,434	\$7,824	\$43,258	\$35,434	\$8,126	\$43,560	0.70%	\$0	\$0	\$8,061	\$8,061	\$43,495	0.55%	\$201	\$43,696	1.01%	
City of Noonvik	\$47,635	\$19,693	\$67,328	\$47,635	\$20,412	\$68,047	1.07%	\$0	\$0	\$20,248	\$20,248	\$67,883	0.82%	\$505	\$68,388	1.57%	
City of North Pole	\$27,215	\$82,808	\$110,023	\$27,215	\$82,841	\$109,856	-0.15%	\$0	\$0	\$81,875	\$81,875	\$109,180	-0.76%	\$2,044	\$111,234	1.10%	
North Slope Borough	\$349,503	\$1,283,832	\$1,633,335	\$349,503	\$1,191,188	\$1,540,691	-5.67%	\$0	\$0	\$1,181,867	\$1,181,867	\$1,531,090	-9.28%	\$29,459	\$1,560,549	-4.48%	
Northwest Arctic Borough	\$234,187	\$24,378	\$258,565	\$234,187	\$24,874	\$259,061	0.88%	\$0	\$0	\$24,376	\$24,376	\$258,533	0.00%	\$608	\$259,141	0.23%	
City of Nulato	\$31,302	\$12,828	\$44,128	\$31,302	\$13,405	\$44,707	1.31%	\$0	\$0	\$13,297	\$13,297	\$44,599	1.07%	\$332	\$44,931	1.82%	
City of Nulato	\$32,915	\$11,854	\$44,769	\$32,915	\$12,311	\$45,226	1.02%	\$0	\$0	\$12,212	\$12,212	\$45,127	0.80%	\$304	\$45,432	1.48%	
City of Nunapituk	\$42,949	\$14,545	\$57,494	\$42,949	\$15,167	\$58,116	1.08%	\$0	\$0	\$15,045	\$15,045	\$57,994	0.87%	\$378	\$58,372	1.62%	
City of Old Harbor	\$24,598	\$10,028	\$34,626	\$24,598	\$10,440	\$35,038	1.19%	\$4,922	\$4,922	\$10,356	\$15,278	\$39,876	15.10%	\$381	\$40,257	16.25%	
City of Ouzinkie	\$24,482	\$8,415	\$32,897	\$24,482	\$8,758	\$33,240	1.04%	\$6,782	\$6,708	\$8,685	\$15,393	\$39,876	21.21%	\$384	\$40,260	22.38%	
City of Palmer	\$220,078	\$193,282	\$413,360	\$220,078	\$184,834	\$404,912	0.38%	\$0	\$0	\$183,345	\$183,345	\$403,423	0.02%	\$4,671	\$407,994	1.15%	
City of Pelton	\$24,523	\$9,428	\$33,951	\$24,523	\$9,493	\$34,016	0.19%	\$5,984	\$5,936	\$9,416	\$15,352	\$39,875	17.45%	\$363	\$40,238	18.68%	
City of Petersburg	\$217,281	\$148,204	\$365,485	\$217,281	\$149,465	\$366,746	0.35%	\$0	\$0	\$148,260	\$148,260	\$365,541	0.02%	\$3,696	\$369,238	1.03%	
City of Pilot Point	\$29,079	\$3,378	\$32,457	\$29,079	\$3,478	\$32,557	0.30%	\$7,445	\$7,385	\$3,448	\$10,833	\$39,812	22.87%	\$270	\$40,182	23.80%	
City of Pilot Station	\$30,708	\$16,599	\$47,307	\$30,708	\$17,319	\$48,027	1.52%	\$0	\$0	\$17,179	\$17,179	\$47,887	1.23%	\$428	\$48,315	2.13%	
City of Pitmead	\$31,403	\$1,889	\$33,292	\$31,403	\$1,911	\$33,314	0.07%	\$6,688	\$6,632	\$1,895	\$8,528	\$39,931	19.84%	\$213	\$40,143	20.58%	
City of Point Hope	\$31,302	\$28,021	\$59,323	\$31,302	\$28,770	\$59,872	1.31%	\$0	\$0	\$28,654	\$28,654	\$59,568	0.93%	\$682	\$59,818	2.09%	
City of Port Alexander	\$23,318	\$3,726	\$27,044	\$23,318	\$3,858	\$27,176	0.49%	\$12,824	\$12,720	\$3,827	\$16,548	\$39,866	47.41%	\$413	\$40,278	48.84%	
City of Port Heiden	\$32,057	\$4,171	\$36,228	\$32,057	\$4,330	\$36,387	0.44%	\$3,613	\$3,583	\$4,296	\$7,879	\$39,838	10.24%	\$198	\$40,132	10.78%	

Alaska State Legislature

District Address:
145 Main St. Loop, Suite 226
Kenai, AK 99611
(907) 283-2690; fax 283-9267



Session Address:
State Capitol, Room 427
Juneau, AK 99801-1182
(907) 465-2828; fax 465-4779

Senator John Torgerson

SPONSOR STATEMENT

Committee Substitute for Sponsor Substitute for Senate Bill 20

Committee Substitute for Sponsor Substitute for Senate Bill 20 changes the name of the Revenue Sharing program to "Priority Revenue Sharing for Municipal Services," changes the Municipal Assistance Fund to the Safe Communities Fund, and requires that payments from the Safe Communities Fund be used for specific prioritized purposes. The intent of these changes is to more accurately reflect the purposes for which payments received are used. These programs appear to have fostered the perception that it is a type of "slush fund," for communities. The change in name and requirements for use help to dispel that notion.

Communities are required to spend funds received from the Safe Community Fund on specific purposes in the following order of priority:

- Police protection and related public safety services;
- Fire protection and emergency medical services;
- Water and sewer services not offset by user fees;
- Solid waste management;
- Other services the governing body determines to have the highest priority

Communities that levy and collect property taxes are required to list the allocation received from Revenue Sharing for Safe Communities and its millage equivalent on the "Notice to Taxpayers."

This legislation also revises how appropriations to the Safe Community Fund are allocated. In the event appropriations continue to be reduced, allocations to and the resulting payments from the base amount account will be proportionately reduced. In the past, this account was "held harmless" and appropriation reductions were taken entirely from the per capita account. This resulted in an inequitable reduction of payments to communities.

The minimum entitlement to communities is increased to \$40,000. If, however, appropriations continue to decline, this minimum entitlement may be proportionately reduced along with payments from the base amount and the per capita accounts.

Finally, the date of payment has been changed so that communities receive entitlements from both Priority Revenue Sharing and the Safe Communities Fund on July 31. Previously, payments from revenue sharing were made on July 31 and municipal assistance payments were made on February 1.

Committee Substitute for Sponsor Substitute for Senate Bill 20 Overview by Section

- Section 1: AS 29.10.200 (50) "Limitation of home rule powers." Changes name from state aid to priority revenue sharing.
- Section 2: AS 29.20.640 (b) "Reports." Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services.
- Section 3: AS 29.45.020 "Taxpayer Notice" Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services. Requires communities that levy and collect property taxes to list the allocation received from revenue sharing for safe communities and its millage equivalent on the notice to taxpayer. Currently these funds do not have to be reported to the public.
- Section 4: AS 29.45.660(b) "Notice of sale and use tax." Changes name from state aid for miscellaneous municipal services to priority revenue sharing for municipal services.
- Section 5: AS 29.60.100 "Revenue Sharing Payable." Changes name from revenue sharing to priority revenue sharing for municipal services.
- Section 6: AS 29.60.170 "Miscellaneous services account" Changes name from miscellaneous services to municipal services
- Section 7: AS 29.60.280(b) "Allocation and distribution" Changes name from miscellaneous services to municipal services
- Section 8: AS 29.60.350 "Municipal Assistance Fund" Renames Municipal Assistance fund to the Safe Communities fund. Establishes two accounts within the fund—the base amount account and the per capita account. Allocates 1/3 of the appropriation to the Safe Communities Fund to the "base amount account" and 2/3 of the appropriation to the "per capita account." Changes the date the funds are distributed from February 1 to July 31.

Section 9: AS 29.60.350 (c) Adds a new section requiring payments received from both accounts in the Safe Communities Fund to be spent on the following services in the following order of priority:

Police protection and related public safety services;
Fire protection and emergency medical services;
Water and sewer services not offset by user fees;
Solid waste management;
Other services determined by the governing body to have the highest priority

Section 10: AS 29.60.360 "Base amount of assistance" This section is renamed to "Base amount account distributions." Excludes boroughs with a per capita full and true property value exceeding \$500,000 when calculating the base amount to be received by new boroughs. Allows the distributions from the base amount account to be prorated if the amount allocated to the account is insufficient to pay the full base amount to each eligible municipality.

Section 11: AS 29.60.370(a) Renames increased assistance to per capita account distribution. Specifies that allocations to the per capita account will be distributed to municipalities on a per capita basis.

Section 12: AS 29.60.372 and 373 Adds a new section stating that the minimum entitlement to those communities eligible for payments under equalization of tax resources for municipal services, priority revenue sharing for municipal services and revenue sharing for safe communities, is \$40,000. Adds an additional section allowing the minimum entitlement to be reduced proportionately in the event appropriations to the safe communities fund are reduced.

SENATE COMMITTEE REPORT

First Committee of Referral

DATE: 1/16/95
2/15/95: SS intro

FURTHER: Finance

Date of 5-Day Notice: 2/16/95
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 3-18-96

CRA Committee considered SPONSOR SUBSTITUTE FOR SENATE BILL NO. 20

Establishing the Alaska municipal basic services program, relating to certain programs of state aid to municipalities and recipients in the unorganized borough; efd.

DIFN

and recommends:

- be replaced with _____ CS SS SB 20 (CRA)
- adopt previous _____ CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:**
- same title
 - new title
- House Bill:**
- technical change
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>[Handwritten notes]</i>			
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓				
CHAIR: <i>[Signature]</i>	✓				

NEW FISCAL NOTE(S): 3/97
 Department Date Zero Fiscal

Department	Date	Zero	Fiscal
<i>Community Regional Affairs</i>	<i>2/20/95</i>	✓	
<i>Revenue</i>	<i>2/19/95</i>		<i>(374.0)</i>

PREVIOUS FISCAL NOTE(S):*
 Department Date Zero Fiscal

Department	Date	Zero	Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

CS

Revision Date: _____ Dept. Affected: Revenue
 Title: Alaska Municipal Basic Services Program BRU: Revenue Operations
 Component: Treasury
 Sponsor: Torgerson
 Requestor: (S) CRA COMPONENT SERIAL NO. 121

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 97	FY 98	FY 99	FY 00	FY 01	FY 02
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES						
CHANGE IN REVENUES ()	(874.0)	(874.0)	(874.0)	(874.0)	(874.0)	(874.0)

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY96) cost \$ _____

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

This bill will advance the payment of municipal assistance from February 1 of the fiscal year to July 31 of the same year. This will result in the loss of 6 months of earnings on these funds in the general fund. Based upon this year's payout of approximately \$27.1 million and the current general fund rate of return of 5.4%, this amounts to \$874.0 in interest earnings that the general fund will forgo.

Prepared by: Vern Voss, Cash Manager *Berty Martin, Controller* Phone: 465-3700
 Division: Treasury Date: February 19, 1996
 Approved by Commissioner: Ross Kinney, Deputy Commissioner *Ross Kinney* Date: February 19, 1996
 Agency: Department of Revenue

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SB 20 -- Witnesses before the Senate Community and Regional
Affairs Committee

Armstrong, Fred	Kotzebue	2-22-95
Boedeker, Tom	Kenai Pen. Borough, Attorney	2-22-95
Cotten, Lamar	Dep. Comm. DCRA	2-14-96
Cotten, Lamar	Dep. Comm. DCRA	2-21-96
Cushing, Michael	DCRA, Research Analyst	2-22-95
Dick, Albert	Hoonah, Mayor	2-22-95
Dusek, Gene	Anchorage, Budget Director	2-22-95
Egan, Dennis	Juneau, Mayor	2-14-96
Glick, Betty	Kenai Pen. Borough Assembly	2-22-95
Greene, Thomas	Nondalton, Mayor	2-14-96
Greene, Thomas	Nondalton, Mayor	2-22-95
Griffen, Doug	Valdez, City Manager	2-22-95
Irvin, Lois	Homer	2-22-95
Lacher, Barbara	Mat-Su Borough, Mayor	2-22-95
Long, Don	Barrow, Mayor	2-22-95
Long, Don	Rep. from Barrow, Pres. of AML	2-14-96
Moore, Donald	Mat-Su Borough, Manager	2-22-95
Moore, Donald	Mat-Su Borough, Manager	2-14-96
Murdy, Joe	AK Municipal League Pres. Anch. Assembly Member	2-14-96
Quick, Tom	Ouzunkie, Vice Mayor	2-22-95
Rasmussen, Leo	Nome	2-22-95

Ritchie, Kevin	AK Municipal League, Exec. Dir.	2-14-96
Ritchie, Kevin	AK Municipal League, Exec. Dir.	2-21-96
Rolfzen, Bill	Div. of Muni. & Reg. Assis. DCRA	2-14-96
Rolfzen, Bill	Div. of Muni. & Reg. Assis. DCRA	2-21-96
Scalzi, Drew	Kenai Pen. Borough Assembly, Pres.	2-14-96
Slajer, Judith	Fairbanks N. Star Borough, CFO	2-14-96
Smith, Tom	Palmer, City Manager	2-22-95
Stanton, Alaire	Ketchikan, Mayor	2-22-95
Weurtz, George	Anch. Municipal Assembly Mem.	2-14-96

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Copies of minutes listed below were originally included in this file. The minutes are available on the legislative computer database. In order to save space copies of minutes have not been left in the files.

Mary Pagenkopf

Senate Community & Regional Affairs Committee
February 7, 1996, 2:35 p.m.
February 14, 1996, 1:37 p.m.
February 21, 1996, 1:37 p.m.
February 22, 1995, 1:40 p.m.