

ALASKA LEGISLATURE

2150

HOUSE and SENATE FINANCE COMMITTEE FILES, 1999 - 2000

1 be issued shall be submitted to the qualified voters of the state at the next general election and
2 shall read substantially as follows:

3 PROPOSITION

4 State General Obligation Port and Harbor Bonds \$32,000,312

5 Shall the State of Alaska issue its general obligation bonds in the
6 principal amount of not more than \$32,000,312 for the purpose of
7 paying the cost of port and harbor capital projects?

8 Bonds Yes []

9 Bonds No []

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



Alaska State Senate

Senate Finance Committee

Official Business

Mail Stop 3100
State Capitol
Juneau, Alaska 99801-1182

FAX COVER SHEET

DATE: 4/15/00 TIME: 4:20 pm

TO: Legal Services

NUMBER OF PAGES, INCLUDING COVER SHEET: 5

FROM: MINDY ROWLAND
SENATE FINANCE COMMITTEE SECRETARY
PHONE: 465-4935
FAX: 465-2187

NOTES: SB 311
please amend as attached
& send final
-Tix
Mindy

AMENDMENT

SENATE FINANCE
COMMITTEE #4
Amendment Number: #4
Bill Number: HB 311
Sponsor: Donky Date: 4/19/00
Logged in By: O Mindy

Offered in the Senate Finance Committee

by: Senator Donley

To: CS for Senate Bill 311 (Fin)

DELETE:

On page 2, lines 8-9:

10-25 Anchorage: Glenn Highway - Gambell Street to \$65,000,000
McCarrey Street Reconstruction

INSERT:

On page 2, lines 8-9:

10-25 Anchorage: Reconstruction and Construction - Raspberry \$65,000,000
Road/Dowling Road from Minnesota Drive to Abbott Loop Road
and Abbott Loop Road/Bragaw Street from Tudor Road to
Abbott Road

Renumber bill sections accordingly

Wilken COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 311		
Amendment	#4		
Motion	amend adopt		
<u>Motion by</u>	D		
<u>Objection by</u>			
<u>Removed</u>			
<u>Second Objection by</u>			
<u>Committee Member</u>	<u>Y</u>	<u>Vote</u>	<u>N</u>
Senator Gary Wilken	✓		
Senator Pete Kelly	✓		
Senator Lyda Green	✓		
Senator Randy Phillips	✓		
Senator Dave Donley	✓		
Senator Loren Leman	✓		
Senator Al Adams			✓
Co-Chair Sean Parnell			✓
Co-Chair John Torgerson			✓
<u>Tally</u>			
Yea	6		
Nay	3		
Absent			
<u>MOTION</u>	Pass		

Pg 3 line 8 & 9

change to read

"Grant to municipality for road
 improvements"

AMENDMENT

SENATE FINANCE
COMMITTEE #5
Amendment Number: #5
Bill Number: HB 311
Sponsor: Donley Date: 4/19/00
Logged In By: U Mindy

Offered in the Senate Finance Committee

by: Senator Donley

To: CS for Senate Bill 311 (Fin)

DELETE:

On page 2, lines 8-9:

10-25	Anchorage: Glenn Highway - Gambell Street to McCarrey Street Reconstruction	\$65,000,000
-------	--	--------------

INSERT:

On page 2, lines 8-9:

10-25	Anchorage: Reconstruction and Construction - Raspberry Road/Dowling Road from Minnesota Drive to Abbott Loop Road and Abbott Loop Road/Bragaw Street from Tudor Road to Abbott Road	\$65,000,000
-------	--	--------------

ReNUMBER bill sections accordingly

Kelly COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 311		
Amendment	#5		
Motion	adopt + replace + 14		
<u>Motion by</u>	D		
<u>Objection by</u>	none		
Removed			
Second Objection by			
<u>Committee Member</u>	<u>Y</u>	<u>Vote</u>	<u>N</u>
Senator Pete Kelly			
Senator Lyda Green			
Senator Randy Phillips			
Senator Dave Donley			
Senator Loren Leman			
Senator Al Adams			
Senator Gary Wilken			
Co-Chair Sean Parnell			
Co-Chair John Torgerson			
<u>Tally</u>			
Yea			
Nay			
Absent			
<u>MOTION</u>	Pass		

Adams COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 311		
Amendment	#10		
Motion	adopt		
<u>Motion by</u>			
L			
<u>Objection by</u>			
none			
<u>Removed</u>			
<u>Second Objection by</u>			
<u>Committee Member</u>	Y	<u>Vote</u>	N
Senator Al Adams			
Senator Gary Wilken			
Senator Pete Kelly			
Senator Lyda Green			
Senator Randy Phillips			
Senator Dave Donley			
Senator Loren Leman			
Co-Chair Sean Parnell			
Co-Chair John Torgerson			
<u>Tally</u>			
Yea			
Nay			
Absent			
<u>MOTION</u>			
Pass			

delete last 3 numbers from
 all figures & replace w/ 000
 & adjust total accordingly
 (round #'s down)

Technical corrections to CSSB 311 (FIN) 1-LS1623\H

Page 3 line 23

Delete

Chaniak

Insert

Chiniak

Page 3 line 2~~3~~⁶

Delete

Selewik

Insert

Selawik

Page 4 line 2

Delete

V-Turn

Insert

U-Turn



Official Business

Alaska State Senate

Senate Finance Committee

2ND Fax

Mail Stop 3100
State Capitol
Juneau, Alaska 99801-1182

FAX COVER SHEET

DATE: 4/19/00 TIME: 12:30 am

TO: Legal

NUMBER OF PAGES, INCLUDING COVER SHEET: 24

FROM: MINDY ROWLAND
SENATE FINANCE COMMITTEE SECRETARY
PHONE: 465-4935
FAX: 465-2187

NOTES: 311
SB ~~310~~ & 1-LS1623/H
+ 32 attached amendments

The unity

Need by 9:00 am Wed

SENATE FINANCE COMMITTEE

SIGN-IN

HB 378-WORKERS COMP AND WORKER SAFETY

NAME: Stan Ridgeway Subject/Bill No: HB 378
Co./Dept./Title: Division of INS. Phone: 465-2518
Address: _____ Zip: _____

Do you wish to testify? Yes No Respond To Questions

NAME: Bob Lohr Subject/Bill No: HB 378
Co./Dept./Title: Director, Insurance Phone: 465-2515
Address: _____ Zip: _____

Do you wish to testify? Yes No Respond To Questions *on proposed amendment*

NAME: Paul Grossi Subject/Bill No: HB 378
Co./Dept./Title: Lelan WFD / Director W.Comp Phone: 465-2790
Address: _____ Zip: _____

Do you wish to testify? Yes No Respond To Questions

NAME: _____ Subject/Bill No: _____
Co./Dept./Title: _____ Phone: _____
Address: _____ Zip: _____

Do you wish to testify? Yes No Respond To Questions

SB

312

HFIN

FILE

Date Referred to Committee: April 24, 2000

FURTHER REFERRALS:

Date of Committee Action: 5/1/00

The FINANCE Committee considered:

SB 312 am

SENATE BILL NO. 312 am

PERMANENT FUND BOND REDEMPTION SUBACCOUNT

"An Act relating to the special subaccount in the budget reserve fund; and providing for an effective date."

recommends it be replaced with the following committee substitute HCS CS SB 312 (FIN) the same title a new title

additional referral to _____ Committee
 attached amendment(s)

ADOPTS: _____ Letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept) _____

APPROVES PREVIOUS: (Dept/Date) _____

fiscal note(s) _____

fiscal note(s) _____

zero fiscal note(s) _____

zero fiscal note(s) _____

SIGNING WITH RECOMMENDATIONS		DP	DNP	NR	AM
<i>Thermault</i>	Thermault	X			
<i>Mulder</i>	Mulder	X			
<i>Bunde</i>	Bunde				
<i>Austerman</i>	Austerman	X			
<i>J. Davis</i>	J. Davis	✓			
<i>grussendorf</i>	grussendorf	X			
<i>MOSIS</i>	MOSIS			X	
<i>g. Davis</i>	g. Davis	X			
<i>Phillips</i>	Phillips	✓			
<i>Williams</i>	Williams			X	
<i>Foster</i>	Foster	X			

CO CHAIR'S SIGNATURE

Thermault
Thermault
Mulder
Mulder

1-LS1627D
Cook
5/1/00

HOUSE CS FOR SENATE BILL NO. 312(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

Delete
Section I
reinsert

1 "An Act relating to the special subaccount in the budget reserve fund; and
2 providing for an effective date."

Failed
#1

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

4 ~~Section 1. INTENT. It is the intent of the legislature that money in the special~~
5 subaccount of the budget reserve fund established in this Act be invested to yield higher
6 returns than might be feasible to obtain with other money in the budget reserve fund.

#1
→

7 * Sec. 2. AS 37.10.430 is amended by adding a new subsection to read:
8 (c) ^A (The special subaccount is established in the budget reserve fund (art. IX,
9 sec. 17, Constitution of the State of Alaska). Income earned on money in the
10 subaccount shall be retained in the subaccount by the department.

11 ~~* Sec. 3. AS 37.10.430(c) is repealed on July 1, 2021.~~

12 * Sec. 4. The uncodified law of the State of Alaska is amended by adding a new section
13 to read:

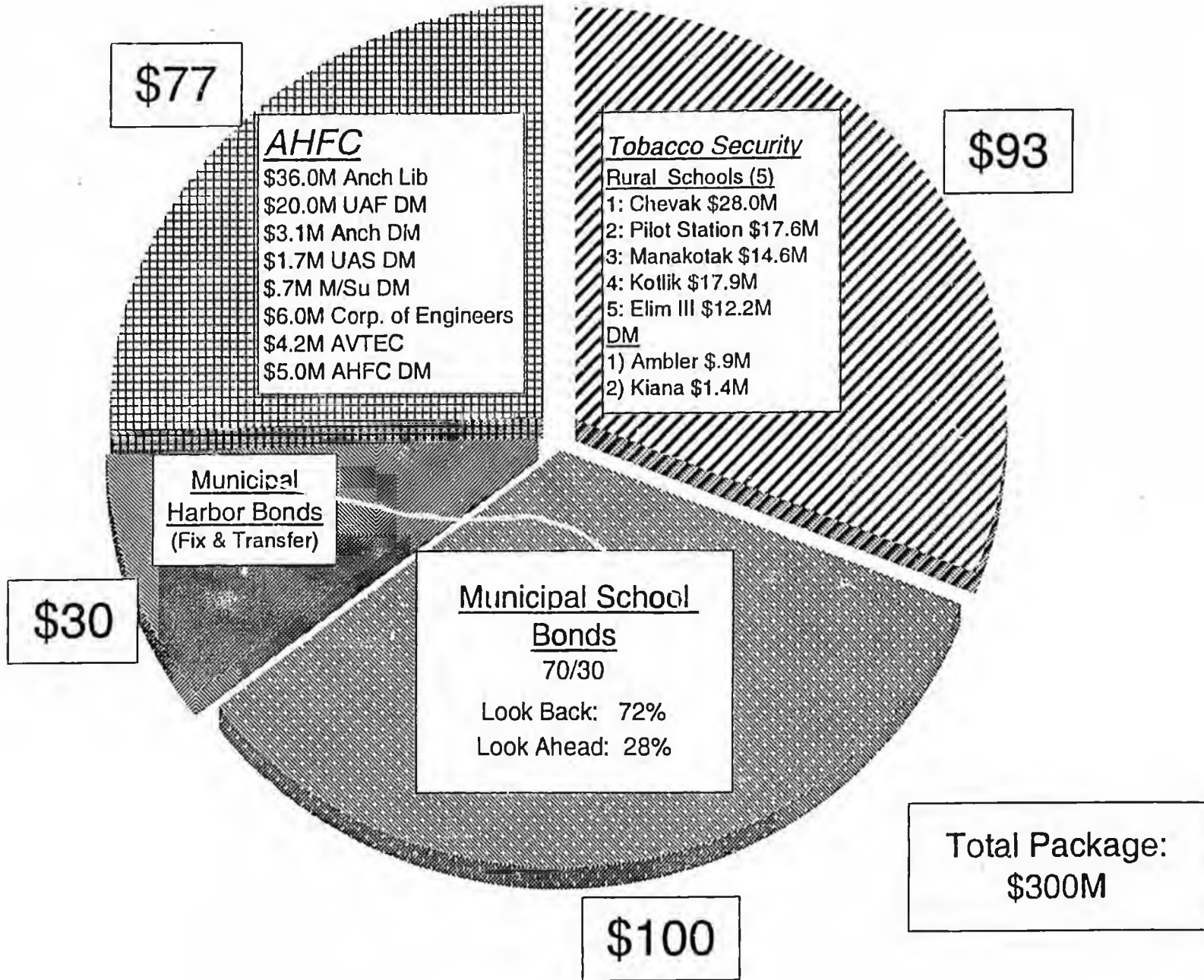
14 TRANSITION. (a) On July 1, 2000, the Department of Revenue shall transfer

1 \$400,000,000 from the budget reserve fund (art. IX, sec. 17, Constitution of the State of
2 Alaska) to the special subaccount established in AS 37.10.430(c), as enacted in sec. 2 of this
3 Act.

4 ~~(b) On July 1, 2021, the Department of Revenue shall transfer the unobligated balance~~
5 ~~in the special subaccount established in AS 37.10.430(c) to the principal of the budget reserve~~
6 ~~fund (art. IX, sec. 17, Constitution of the State of Alaska).~~

7 * Sec. 5. This Act takes effect July 1, 2000.

Proposed Bond Package - A



Bond Projects as of 4-29

Bond projects as of 4-29-00

<u>ED</u>	<u>Project Name</u>	<u>Bond Projects</u>	<u>AHFC Bonds</u>	<u>Tobacco Revenue Securitization</u>	<u>Municipal Bond Harbor Transfer (100% reimbursed)</u>	<u>Municipal school bonds (reimbursed at 70/30)</u>
1-2	Ketchikan Harbor Transfer	7,000,000			7,000,000	
	Corp of Engin. - Ketchikan Harbor Study	200,000	200,000			
	Election District 1-2 Schools: District-wide Projects and Deferred Maintenance	1,112,000				1,112,000
	Petersburg Harbor Transfer	3,300,000			3,300,000	
	Corp of Engin. - Wrangell	500,000	500,000			
	Sitka Harbor Transfer	4,040,000			4,040,000	
3-4	Auke Bay Elem Roof Replacement	653,000				653,000
	Marie Drake Roof Replacement	599,000				599,000
	Harborview Elem Gym Replacement	106,000				106,000
	High School Heating/Ventilation	65,000				65,000
	High School Aux Gym Floor Replacement	109,000				109,000
	Floyd Dryden Sch Gym Floor	108,000				108,000
	Gastineau Elem Heating Coil Replacement	133,000				133,000
	Floyd Dryden Middle School Renovation	3,629,000				3,629,000
	Auke Bay Transfer	492,000			492,000	
	Douglas Dock-Harbor Transfer	1,241,000			1,241,000	
	Taku Harbor Transfer	38,000			38,000	
5-6	Kake City - Kake Elementary School Addition	2,237,000				2,237,000
	Klawock Harbor Transfer	860,000			860,000	
	Corp of Engin. - Metlakatla - Tamgass	850,000	850,000			
	Corp of Engin. - Ouzinkie	1,300,000	1,300,000			
	Peterson Elem Addition	756,000				756,000
	Kodiak High School	1,106,000				1,106,000
7-9	Peninsula Schools: District-wide Projects and Deferred Maintenance	5,200,000				5,200,000
	Corp of Engin. - Seward Harbor Expansion	2,925,000	2,925,000			
	Seldovia Harbor Transfer	2,500,000			2,500,000	

Bond projects as of 4-29-00

<i>ED</i>	<i>Project Name</i>	Bond Projects	AHFC Bonds	Tobacco Revenue Securitization	Municipal Bond Harbor Transfer (100% reimbursed)	Municipal school bonds (reimbursed at 70/30)
10-25	Bartlett High School, Phase I	3,500,000				3,500,000
	Eagle River/ Chuglak High School	14,563,000				14,563,000
	East High School, Phase I	7,295,000				7,295,000
	Service High School, Phase I	4,998,000				4,998,000
	Wendler Middle School, Phase I	4,231,000				4,231,000
	Denali Elementary, Replacement	8,211,000				8,211,000
	District Wide Projects/ Major Maintenance	11,730,000				11,730,000
26-28	Mat-Su Schools: District-wide Projects and Deferred Maintenance	4,230,000				4,230,000
29-34	Fairbanks Schools: District-wide Projects and Deferred Maintenance	10,200,000				10,200,000
35	Whittier Harbor Transfer	1,835,000			1,835,000	
	Valdez Harbor Transfer	3,013,000			3,013,000	
	Cordova Harbor Transfer	4,337,000			4,337,000	
36	Lwr Yukon - Pilot Station School Replacement	17,654,000		17,654,000		
37	Ambler K-12 Improvements	924,000		924,000		
	Kiana K-12 Improvements	1,395,000		1,395,000		
	Noorvik K-12 Improvements	13,633,000				13,633,000
38	Kashunamiut - Chevak School Replacement	28,272,000		28,272,000		
	Lwr Yukon - Kotlik School Replacement	17,910,000		17,910,000		
	Bering Straits School - Elim School Phase III	12,146,000		12,146,000		
	Nome Harbor Transfer	1,000,000			1,000,000	
39	Manokotak School Replacement	14,689,000		14,689,000		
40	Lake & Peninsula - Pedro Bay School Renovation /Relocation/Reconstruction	1,557,000				1,557,000
	Corp of Engin. - Perryville Harbor Feasibility	102,000	102,000			
99	Corp of Engineers Program Formulation	100,000	100,000			

Bond projects as of 4-29-00

<u>ED</u>	<u>Project Name</u>	<u>Bond Projects</u>	<u>AHFC Bonds</u>	<u>Tobacco Revenue Securitization</u>	<u>Municipal Bond Harbor Transfer (100% reimbursed)</u>	<u>Municipal school bonds (reimbursed at 70/30)</u>
	AHFC deferred maintenance projects	5,000,000	5,000,000			
	<u>UNIVERSITY</u>					
4	University of Alaska - Southeast Deferred Maintenance, Renewal & Replacement, Code Compliance	1,687,000	1,687,000			
7-9	Department of Education: AVTEC - Seward Student Housing	4,200,000	4,200,000			
10-25	University of Alaska - Anchorage Consortium Library	36,000,000	36,000,000			
	UAA Deferred Maintenance	3,200,000	3,200,000			
26-28	Mat-Su Ortner Building Replacement	685,000	585,000			
29-34	University of Alaska - Fairbanks Deferred Maintenance	20,000,000	20,000,000			
	Totals	299,356,000	76,749,000	92,990,000	29,656,000	99,961,000

SB

312

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 4/18/00

FURTHER: REPORTED OUT OF SFC 4/19/00

Date of 5-Day Notice: 24-hour rule in effect
(in accordance with Uniform Rule 23)

DATE TURNED IN TO OFFICE: 19 April 00

Finance Committee considered

SENATE BILL NO. 312

"An Act relating to the bond redemption subaccount in the earnings reserve account of the permanent fund; and providing for an effective date."

and recommends:

- be replaced with _____ CS _____ (_____)
- 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 title
 - new: SCR# _____

SIGNING <u>DO PASS</u>	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Angela</i>	✓	<i>Bill & Jill</i>		✓	
<i>Pete Kelly</i>	✓	<i>Lynne Mear</i>			
		<i>Arl Adams</i>		X	
		<i>Loren D. Leman</i>	✓		
		<i>Don Bradley</i>	✓		
Co-Chair: <i>John</i>	✓	Co-Chair:			
Co-Chair: <i>Sean Powell</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

Bill History/Action Display

BILL: SB 312 SHORT TITLE: PERMANENT FUND BOND REDEMPTION SUBACCOUNT
 BILL VERSION:
 SPONSOR(S): FINANCE

CURRENT STATUS: (S) FIN STATUS DATE: 4/18/00

HEARING: (S) FIN Apr 18 6:00 PM SENATE FINANCE 532 Uniform Rule 23 Waived

TITLE: "An Act relating to the bond redemption subaccount in the earnings reserve account of the permanent fund; and providing for an effective date."

Full Text No Fiscal Information for Bill/Resolution

Committee Action With Bill History

Jrn-Date	Jrn-Page	Action
4/18/00		(S) READ THE FIRST TIME - REFERRALS
4/18/00		(S) FIN
4/18/00		(S) REFERRED TO FINANCE
4/18/00		(S) FIN WAIVED PUB HEARING NOTICE, RULE 23

Similar Subject Match or Exact Subject Match

BONDS & BONDING

BUDGET RESERVE FUND

FUNDS

PERMANENT FUND

Bill Root:

[Return to BASIS Main Menu\(21st Legislature\)](#)

[Return to the Legislature Home Page](#)

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SB

313

SFIN

FILE

THE
FOLLOWING
DOCUMENT(S)
ARE
POOR
ORIGINAL
COPIES

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT OF
SFC 4/19/00

DATE: 4/18/00

FURTHER:

Date of 5-Day Notice: 24-hour rule in effect
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: 19 April 00

Finance Committee considered

SENATE BILL NO. 313

"An Act making a special appropriation to the bond redemption subaccount from the constitutional budget reserve fund under art. IX, sec. 17(c), Constitution of the State of Alaska; and providing for an effective date."
and recommends:

- be replaced with _____ CS _____ (_____)
- 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 title
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Complete</i>	✓	<i>John & Kelly</i>		✓	
<i>Pat Kelly</i>	✓	<i>Lynne Greer</i>	✓		
		<i>Ge. Adams</i>	X		
		<i>Loren D. Homan</i>		✓	
		<i>Dave Conroy</i>	X		
Co-Chair: <i>Raymond</i>	✓	Co-Chair:			
Co-Cha: <i>Paul Starnell</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

Kelly COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 313		
Amendment			
Motion	Report from Committee		
<u>Motion by</u>	P		
<u>Objection by</u>	Ph		
Removed			
Second Objection by			
<u>Committee Member</u>	Y	<u>Vote</u>	N
Senator Pete Kelly	✓		
Senator Lyda Green	✓		
Senator Randy Phillips			✓
Senator Dave Donley	✓		
Senator Loren Leman	✓		
Senator Al Adams	✓		
Senator Gary Wilken	✓		
Co-Chair Sean Parnell	✓		
Co-Chair John Torgerson	✓		
<u>Tally</u>			
Yea	8		
Nay	1		
Absent			
<u>MOTION</u> Pass			

SB

10001

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 5/21/99

FURTHER:

DATE TURNED
IN TO OFFICE: 5/22/99

Finance Committee considered

SENATE BILL NO. 1001

"An Act authorizing an advisory vote on a long term financial plan for the state; and providing for an effective date."

and recommends:

- be replaced with _____ CS SB 1001 (FIN)
- adopt previous _____ CS CS forthcoming
- attached amendment(s)
- adopt Letter of Intent by _____
- further referral to the _____

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

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Peter Hill</i>	✓	<i>Rec'd EC Rec. Do Pass, II Am</i>			✓
		<i>Duke Allen</i>	✓		
<i>Brian Wilho</i>	✓	<i>Ed Adams</i>		X	
<i>Karen D. Jensen</i>	✓	<i>Donna Wiley</i>	✓		
Co-Chair: <i>William</i>	✓	Co-Chair:			
Co-Chair: <i>Jan R. Powell</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal
Gov/Elections	5/21/99		939.0

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

FISCAL NOTE

5/22/99

**STATE OF ALASKA
1999 LEGISLATIVE SESSION**

BILL NO. SB1001

Revision Date/Time (Note if correction) _____ Dept. Affected Office of the Governor
 Title Advisory Vote on a long term financial plan BRU Elective Operations
 for the state _____ Component Elections
 Sponsor Senate Finance Committee
 Requester Senate Finance Committee Component Serial No. 21

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Personal Services	150.0					
Travel						
Contractual	760.0					
Supplies	29.0					
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	939.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	939.0					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	939.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY99) cost: _____

POSITIONS

Full-time					
Part-time					
Temporary	25				

ANALYSIS: (Attach a separate page if necessary)

This fiscal note assumes the election will be conducted in person. Contractual services includes: ballot printing (94.0); election boards (334.0) advertising (22.0) shipping and postage (131.0); polling place rental and set-up (21.0); forms (55.0) and microfilming (3.0).

This fiscal note also includes \$100.0 for the cost of producing and mailing an informational pamphlet to each household identified from the official registration list.

Prepared by Gail Fenumiai *Gail Fenumiai* Phone 465-3935
 Division Division of Elections Date/Time 5/21/99 3:54 PM
 Approved by C Lt. Governor Fran Ulmer Date 5/21/99
 Agency Office of the Lieutenant Governor

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SENATE FINANCE
COMMITTEE

Amendment Number: 1

1-LS1020A.4

Bill Number: SB 1001

Cook

Sponsor: Donley Date: 5/22/99

5/22/99

Logged In By: J Mindy

A M E N D M E N T

OFFERED IN THE SENATE

TO: SB 1001

BY SENATOR DONLEY

*amended & moved
Adams - obj
Adopted 8-1 (Adams)*

1 Page 2, line 9, following "years.":

2 Insert "Submit a proposed constitutional amendment to the voters that would reduce
3 the base amount of annual appropriations in art. IX, sec. 16, Constitution of the State of
4 Alaska, ~~from \$2,500,000,000 to \$2,000,000,000~~ and make other changes to establish a
5 meaningful appropriation limit."

*conform to insert in paragraph (3) "Reduce Spending"
of Amendment #2 amended*

SENATE FINANCE
COMMITTEE

Amendment Number: 2

Bill Number: SB 1001

Sponsor: Parnell Date: 5/22/99

Logged In By: Mindy

Amendment # _____

OFFERED IN THE SENATE

TO SB 1001 (FIN)

Page 2, Line 4, through page 2, line 24:

Delete all material

Insert

Summary of Plan A:

Balanced Budget Plan: This will preserve the permanent fund dividend, inflation-proof the permanent fund, support public services, and establish a citizen Revenue Task Force. The plan will

- (1) **Protect the Permanent Fund:** The principal of the Alaska permanent fund will remain untouched and inflation-proofed to protect the value of the fund for current and future generations.
- (2) **Preserve the Dividend:** Dividend payments to qualified Alaskans are continued, and the dividend will grow over time. Dividends will be paid based on the market value of the Alaska Permanent fund. The dividends payable are projected to be as follows: 1999 = \$1,740, 2000 = \$1,700 and thereafter at approximately \$1,394 and higher.
- (3) **Reduce Spending:** Reduce state general fund spending for fiscal years 2000 and 2001.
- (4) **Public Accountability:** All permanent fund expenditures will be disclosed to each Alaskan who receives a permanent fund dividend check.
- (5) **Explore Revenue Options:** Establish a citizen's Revenue Task Force to present options to identify revenue sources.
- (6) **No Income Tax:** No personal income tax will be enacted as part of this plan.

moved - Parnell
 amended - Parnell (a)
 no obj.
 amend - Parnell (b)
 no obj.
 amend - Parnell (c)
 no obj.
 amend - Phillips (d)
 removed
 obj. - Sen. Adams
 8-1 removed (Adams)
 (cont.)

"Citizen (b)
 spending reduction
 task force
 and a"

amend. Phillips (e)
 8-1 adopted (Adams)

8-1 (Adams) adopted
 Amended
 Amendment #2

Removed
 (d) #3

... fund spending
 "\$60 million"
 for fiscal years...

SENATE FINANCE
COMMITTEE

Amendment Number: 2

Bill Number: SB 1001

Sponsor: Patsy Date: 12/22/99

Logged In By: Mindy

Amendment #

as amended

OFFERED IN THE SENATE

TO SB 1001 (FIN)

Page 2, Line 4, through page 2, line 24:

Delete all material

Insert

Summary of Plan A:

Balanced Budget Plan: This will preserve the permanent fund dividend, inflation-proof the permanent fund, support public services, and establish a citizen Revenue Task Force. The plan will

- (1) **Protect the Permanent Fund:** The principal of the Alaska permanent fund will remain untouched and inflation-proofed to protect the value of the fund for current and future generations.
- (2) **Preserve the Dividend:** Dividend payments to qualified Alaskans are continued, and the dividend will grow over time. Dividends will be paid based on the market value of the Alaska Permanent fund. The dividends payable are projected to be as follows: 1999 = \$1,740, 2000 = \$1,700 and thereafter at approximately \$1,394 and higher.
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- (5) **Explore Revenue Options:** Establish a citizen's Revenue Task Force to present options to identify revenue sources.
- (6) **No Income Tax:** No personal income tax will be enacted as part of this plan.

insert:

- 1 "citizen spending reduction task force and a"
- 2 insert: "at least \$60 million over the next two"
- 4 insert: spending Reductions and
- 5 insert: spending Reductions task force and a
- 6 insert: spending reductions and

A FAX

Alaska State Legislature

Date: 22 May 99

To: Lynn Barnes

Fax #: 2029 Phone #: _____

From: Mindy

Phone #: 4935

Re: attached amendments to SB1001
need final (FIN) CS
Call w/ questions - thx *Mindy*

Following this page, please find 2 pages(s). If this does not reach you in full, please inform us ASAP.



THANK YOU

SUBJECT: amend[#] 4 to amend[#] 2
DATE: SB 1001 ADOPTED

	YEA	NAY
SENATOR P. KELLY	✓	
SENATOR L. GREEN	✓	
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR LEMAN	✓	
SENATOR WILKEN	✓	
SENATOR ADAMS		✓
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
TOTAL:		

8 |

SUBJECT: amended amend[#] 2 ADOPTED
DATE: _____

	YEA	NAY
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR LEMAN	✓	
SENATOR WILKEN	✓	
SENATOR ADAMS		✓
SENATOR P. KELLY	✓	
SENATOR L. GREEN	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
TOTAL:		

8 |

SUBJECT: amend[#] 5 ^{to amendment[#] 2} ADOPTED
DATE: SB 1001

	YEA	NAY
SENATOR L. GREEN	✓	
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR LEMAN	✓	
SENATOR WILKEN	✓	
SENATOR ADAMS		✓
SENATOR P. KELLY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
TOTAL:		

8 |

SUBJECT: _____
DATE: _____

	YEA	NAY
SENATOR DONLEY		
SENATOR LEMAN		
SENATOR WILKEN		
SENATOR ADAMS		
SENATOR P. KELLY		
SENATOR L. GREEN		
SENATOR PHILLIPS		
SENATOR TORGERSON		
SENATOR PARNELL		
TOTAL:		

SUBJECT: amend #1 ADOPTED
DATE: SB1001

	YEA	NAY
SENATOR WILKEN	✓	
SENATOR ADAMS		✓
SENATOR P. KELLY	✓	
SENATOR L. GREEN	✓	
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR LEMAN	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
TOTAL:		

81

SUBJECT: SB1001 REPORTED OUT
DATE: 5/22/99

	YEA	NAY
SENATOR LEMAN	✓	
SENATOR WILKEN	✓	
SENATOR ADAMS		✓
SENATOR P. KELLY	✓	
SENATOR L. GREEN	✓	
SENATOR PHILLIPS	✓	
SENATOR DONLEY	✓	
SENATOR TORGERSON	✓	
SENATOR PARNELL	✓	
TOTAL:		

81

SUBJECT: _____
DATE: _____

	YEA	NAY
SENATOR ADAMS		
SENATOR P. KELLY		
SENATOR L. GREEN		
SENATOR PHILLIPS		
SENATOR DONLEY		
SENATOR LEMAN		
SENATOR WILKEN		
SENATOR TORGERSON		
SENATOR PARNELL		
TOTAL:		

BALANCED BUDGET PLAN

The following are statutory changes recommended to implement plan:

1. Transfer Constitutional Budget Reserve, earning reserve and unrealized gains into the Earning Reserve Account.

2. Using market value of total assets

a) Multiply Market value times 2.25% for inflation proofing the principal of the Permanent Fund.

b) multiply market value times 5.88% for the following:

1) 50% for the Dividend

2) 50% for Payment in lieu of taxes

3. Mandatory deposits of excess earnings into the Constitutionally protected principal of the Permanent Fund are established. If the amount that is contained in the Earnings Reserve + CBR is greater than one third of the total assets of the combined funds (PF, CBR, ER) that amount is automatically deposited into the Permanent Fund.

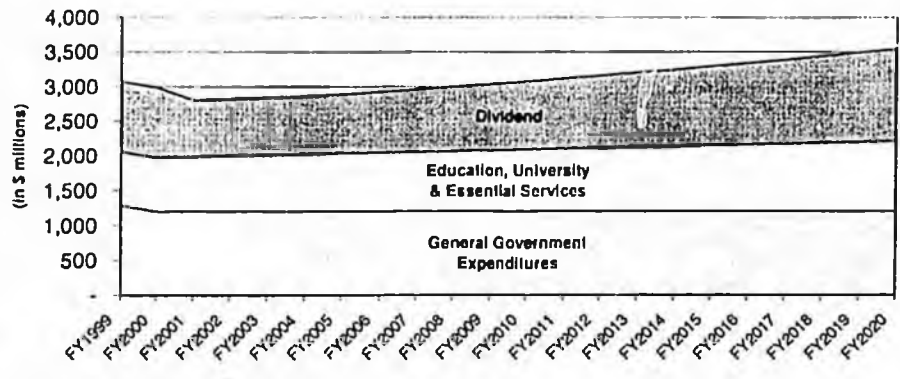
4. ASSUMPTIONS USED IN BALANCED BUDGET PLAN.

a. Earnings of 8.13% on market value of total assets. (Earnings are calculated on total assets of the Earnings Reserve account and the Permanent Fund)

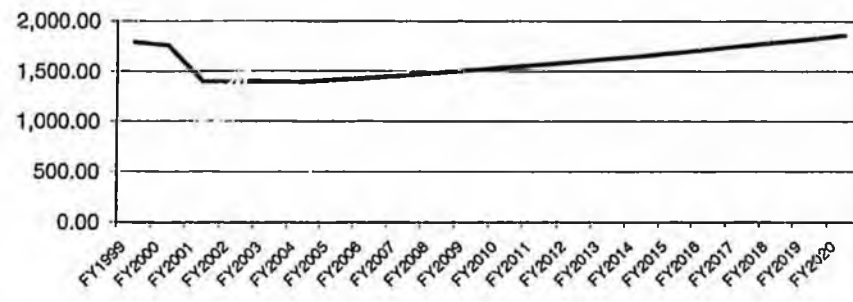
b. New revenues 2001 = \$50mm
2002 = \$25mm additional
2003 = \$25mm additional
...
2010 = \$50mm additional

c. Reductions 2000 = \$30mm
2001 = \$30mm
2002 = Flat

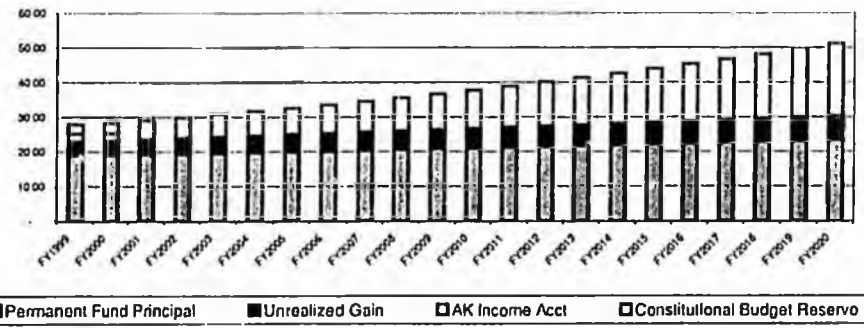
Total Spending



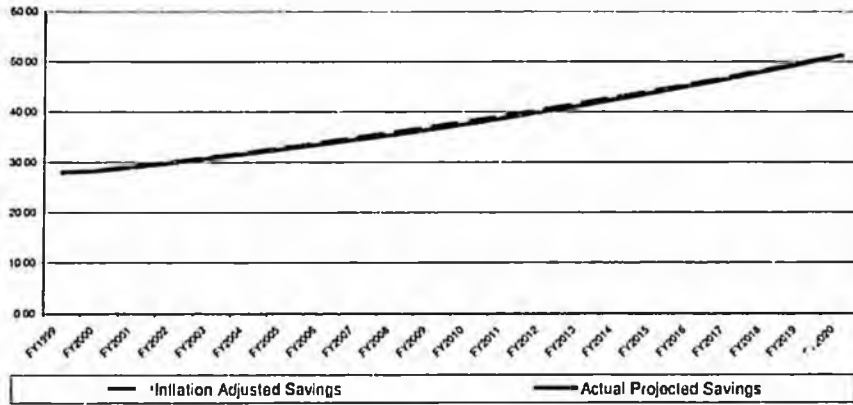
Permanent Fund Dividend per Capita



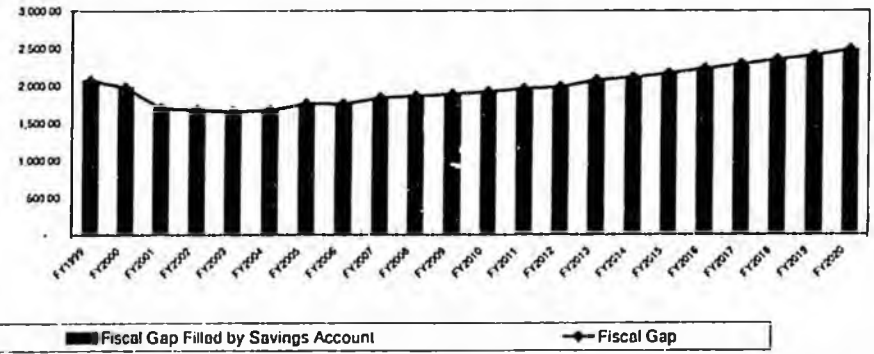
Alaska's Savings Accounts



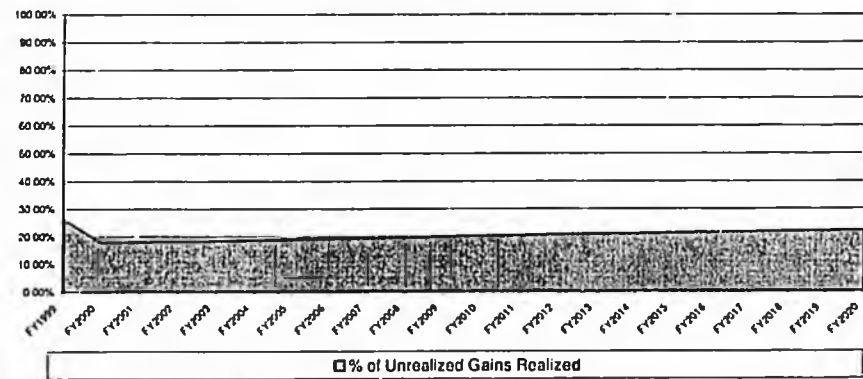
Projected Savings Account Balance vs Inflation Adjusted Balance



Fiscal Gap vs Savings Account Earnings Used to Fill Fiscal Gap



% of Capital Gains Realized



	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Revenue Assumptions													
Oil Price In \$/bbl	12.11	13.57	14.52	15.28	16.00	16.30	16.64	18.10	18.62	19.16	19.72	20.31	20.91
Volume In mbb/d	1.166	1.047	1.064	1.035	1.049	1.076	1.031	0.979	0.919	0.871	0.824	0.768	0.718
HB96 Passes (Y or N) - All Leases @ 25%	N	N	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
Market Assumptions													
Perm Fund Total Return	9.510%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%
Yield of Dividends & Interest	4.000%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%
Expected Capital Gains/Losses	5.510%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%
% of Unrealized Gains Realized	26.460%	18.100%	18.260%	18.400%	18.600%	18.850%	19.100%	19.370%	19.620%	19.900%	20.150%	20.400%	20.630%
CBR Yield	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%
Dividend Assumptions													
Maximum Dividend to \$ per Person	\$1,740	\$1,712	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Calculated Dividend Amount	z \$1,790	\$1,762	\$1,399	\$1,384	\$1,394	\$1,398	\$1,414	\$1,438	\$1,461	\$1,487	\$1,513	\$1,539	\$1,568
Inflation & Growth Assumptions													
General Inflation Rate - Used for Inflation Proofing	1.540%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%
Growth of Agency Expenditures - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Growth of Formula Expenditures - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Growth of School Expenditures & Essential Svcs - Inflation	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
Growth of Capital Budget - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Population Growth Assumptions													
Dividends	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%
Inflation Proofing Assumptions													
Statutory Inflation Proofing Amount	z 287.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Inflation Proofing - Perm Fund Principal Only	0.0	574.3	578.2	584.2	589.7	595.5	601.2	607.3	613.3	619.8	626.7	633.6	640.6
Question: Use the Statutory Method? (Y or N)	Y	N	N	N	N	N	N	N	N	N	N	N	N
Endowment Assumptions													
Payout %	N/A	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%
Graduated 5 Year Smoothing (Y or N)	N/A	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y

Budget Assumptions	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Revenues													
<i>Petroleum Revenue</i>	669.5	685.8	731.8	739.4	758.1	768.3	711.1	746.4	710.3	687.3	665.6	610.5	581.0
<i>Non-petroleum Revenue</i>	621.1	614.8	613.2	617.6	612.6	598.7	592.9	592.1	581.4	571.3	560.7	550.2	539.7
<i>Alaska Credit Income Tax (Net receipts in millions)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>New Oil Revenue</i>	0.0	0.0	0.0	5.7	14.2	18.6	22.9	29.7	33.2	78.7	127.9	147.3	185.2
<i>Other New Revenue #1</i>	0.0	0.0	50.0	75.0	106.0	103.0	106.1	109.3	112.6	115.9	119.4	123.0	128.7
<i>Other New Revenue #2</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	50.0	50.7
Total Revenues	1,290.6	1,300.6	1,395.1	1,437.7	1,482.3	1,488.5	1,433.0	1,477.5	1,437.5	1,453.3	1,473.6	1,481.0	1,483.4
Expenditures													
<i>Agency Operations</i>	819.7	819.7	789.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7
<i>Formula Programs</i>	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5
<i>Public Safety, Transportation Maintenance, & University</i>	285.0	285.0	285.0	285.0	289.1	293.3	297.6	301.9	308.3	310.7	315.2	319.8	324.4
<i>K-12 Education</i>	681.2	691.1	701.1	711.3	721.6	732.0	742.7	753.4	764.3	775.4	786.7	798.1	809.7
<i>Perm Fund Dividends</i>	1,019.6	1,014.8	814.4	820.8	829.6	839.8	860.2	882.8	908.2	934.7	961.8	989.1	1,017.4
Proposed Budget Cuts #1	0.0	(30.0)	(30.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Proposed Budget Cuts #1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Supplemental Budget - Fires, Floods, (Y2K, FY99), etc.</i>	13.8	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5
<i>Debt Service (Net of non-GF School Fund and AHFC offsets)</i>	46.0	3.5	38.7	41.9	41.8	41.8	41.8	41.8	41.8	41.8	41.8	41.8	41.8
<i>Capital Budget</i>	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4
<i>State Match for Loan Programs (Water, Sewer, etc.)</i>	20.9	19.4	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2
<i>Other #1</i>	14.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Other #2</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total General Fund Expenditures:	3,358.4	3,277.9	3,080.5	3,110.3	3,133.4	3,158.3	3,193.6	3,231.2	3,271.9	3,313.9	3,358.7	3,400.0	3,444.6
Budget (Deficit)/Surplus	(2,067.9)	(1,977.3)	(1,685.4)	(1,672.6)	(1,651.1)	(1,669.7)	(1,760.6)	(1,753.7)	(1,834.4)	(1,860.7)	(1,883.2)	(1,919.1)	(1,961.2)
Transfers													
<i>Transfer (to)/from CBR (Beg of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from CBR (Thru the Year)</i>	1,048.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from CBR (End of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Legislative Appropriations to Perm Fund Principal</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from Alaska Income Acct (Beg of Year)</i>	0.0	962.4	881.0	851.8	821.6	829.9	900.4	870.9	926.3	928.0	921.4	930.0	943.8
<i>Transfer (to)/from Alaska Income Acct (Thru the Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from Alaska Income Acct (End of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>PFD Transfer from Earn Reserve (End of Year)</i>	1,019.6	1,014.8	814.4	820.8	829.6	839.8	860.2	882.8	908.2	934.7	961.8	989.1	1,017.4
Total Transfers	2,067.8	1,977.3	1,685.4	1,672.6	1,651.1	1,669.7	1,760.6	1,753.7	1,834.4	1,860.7	1,883.2	1,919.1	1,961.2
Difference	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CONSTITUTIONAL BUDGET RESERVE

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
TOTAL Const Budget Reserve (Beg of Yr)	3,559.1	2,728.3	3,017.9	0.0	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Oil & Gas Tax Dispute Resolutions (Thru the Year)	56.0	120.0	120.0	120.0	120.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Beg of Year)	0.0	0.0	(3,017.9)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (End of Year)	0.0	0.0	(123.6)	(123.7)	(123.6)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Thru the Year)	(1,048.2)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3.0	0.0
Transfer (to)/from Gen Fund (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Earnings	161.4	169.5	3.6	3.6	3.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL Const Budget Reserve (End of Yr)	2,728.3	3,017.9	0.0	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

ALASKA PERMANENT FUND

Principal/Corpus

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
TOTAL Principal at Cost (Beg of Yr)	18,516.0	18,980.1	19,142.2	19,305.5	19,474.7	19,658.1	19,851.0	20,039.2	20,241.7	20,444.8	20,661.4	20,891.0	21,118.9
Dedicated Oil Revenues (Thru the Year)	138.1	135.4	132.0	136.6	145.3	150.4	141.5	150.8	147.2	146.7	145.0	135.5	131.2
Dedicated Modest Oil Revenues (Thru the Year)	0.0	0.0	0.0	2.0	4.8	8.3	7.5	9.3	10.1	20.2	31.0	34.5	40.9
Other Transfers (Amerada Hess) (End of Year)	38.2	26.6	31.3	30.7	33.3	36.1	39.1	42.4	45.9	49.6	53.6	57.9	62.4
Legislative Appropriations (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Statutory Inflation Proofing (End of Year)	287.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL Principal at Cost (Ending Bal)	18,980.1	19,142.2	19,305.5	19,474.7	19,658.1	19,851.0	20,039.2	20,241.7	20,444.8	20,661.4	20,891.0	21,118.9	21,353.5

Alaska Income Account

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
TOTAL Alaska Income Acct Acct Balance (Beg of Yr)	1,389.0	2,368.7	2,146.9	5,526.4	5,997.3	6,576.9	7,105.0	7,624.7	8,235.3	8,846.0	9,513.5	10,240.8	11,016.3
Transfer (to)/from APFC Principal (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Principal (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Principal (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Beg of Year)	0.0	(962.4)	(881.0)	(851.8)	(821.6)	(829.9)	(900.4)	(870.9)	(926.3)	(928.0)	(921.4)	(930.0)	(943.8)
Transfer (to)/from Gen Fund (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (Beg of Year)	0.0	0.0	3,017.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (End of Year)	0.0	0.0	123.6	123.7	123.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PFD Transfer (to) Gen Fund (End of Year)	(1,019.6)	(1,014.8)	(814.4)	(820.8)	(829.6)	(839.8)	(860.2)	(882.8)	(908.2)	(934.7)	(961.8)	(989.1)	(1,017.4)
Interest Income	z 957.8	355.7	472.8	497.6	526.1	558.5	582.1	610.3	638.3	667.7	699.2	732.6	767.3
Interest Income calculated for Inflation-Proofing the Permanent Fund Principal @ 3%	0.0	574.3	579.2	584.2	589.7	595.5	601.2	607.3	613.3	619.8	626.7	633.6	640.6
Realized Gains	z 1,399.8	894.1	955.5	1,011.6	1,068.6	1,126.5	1,181.3	1,235.3	1,285.9	1,337.5	1,388.2	1,435.1	1,482.9
Statutory Inflation Proofing	(287.9)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Costs of APFC	(32.2)	(42.0)	(42.6)	(43.3)	(43.9)	(44.6)	(45.2)	(45.0)	(46.6)	(47.3)	(48.0)	(48.7)	(49.5)
Less Amerada Hess Settlement Earnings (not Inc in div)	z (38.2)	(26.6)	(31.3)	(30.7)	(33.3)	(36.1)	(38.1)	(42.4)	(45.9)	(49.6)	(53.6)	(57.9)	(62.4)
TOTAL Alaska Income Acct Balance (End of Yr)	2,368.7	2,146.9	5,526.4	5,997.3	6,576.9	7,105.0	7,624.7	8,235.3	8,846.0	9,513.5	10,240.8	11,016.3	11,834.1

Unrealized Gains

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011
Balance of Unrealized Gains (Beg of Year)	3,970.9	3,890.5	4,045.7	4,277.1	4,486.3	4,676.6	4,849.8	5,003.6	5,142.0	5,268.3	5,383.5	5,493.3	5,599.8
Current Year Unrealized Gains	z 1,319.4	1,049.3	1,186.9	1,220.8	1,258.9	1,299.8	1,335.1	1,373.7	1,412.2	1,452.8	1,496.0	1,541.4	1,588.5
Amount of Gains Realized	(1,399.8)	(894.1)	(955.5)	(1,011.6)	(1,068.6)	(1,126.5)	(1,181.3)	(1,235.3)	(1,285.9)	(1,337.5)	(1,388.2)	(1,435.1)	(1,482.9)
Additional Gains Realized	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
3al Unreal Gain add to Market Value	3,890.5	4,045.7	4,277.1	4,486.3	4,676.6	4,849.8	5,003.6	5,142.0	5,268.3	5,383.5	5,493.3	5,599.8	5,705.2

Balance of Total Savings

	27,967.7	28,352.6	29,109.0	29,958.2	30,911.7	31,805.8	32,667.4	33,619.0	34,559.2	35,558.5	36,625.1	37,734.9	38,892.7
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	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Revenue Assumptions									
Oil Price in \$/bbl	21.52	22.15	22.80	23.48	24.18	24.84	25.73	26.55	27.40
Volume in mbb/d	0.889	0.821	0.577	0.550	0.503	0.469	0.437	0.408	0.381
HB96 Passes (Y or N) - All Leases @ 25%	Y	Y	Y	Y	Y	Y	Y	Y	Y
Market Assumptions									
Perm Fund Total Return	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%	8.130%
Yield of Dividends & Interest	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%	3.820%
Expected Capital Gains/Losses	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%	4.310%
% of Unrealized Gains Realized	20.800%	21.000%	21.200%	21.400%	21.600%	21.780%	21.950%	22.100%	22.250%
CBR Yield	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%	6.080%
Dividend Assumptions									
Maximum Dividend to \$ per Person	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Calculated Dividend Amount	z \$1,595	\$1,624	\$1,655	\$1,687	\$1,721	\$1,755	\$1,790	\$1,825	\$1,862
Inflation & Growth Assumptions									
General Inflation Rate - Used for Inflation Proofing	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%	3.000%
Growth of Agency Expenditures - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Growth of Formula Expenditures - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Growth of School Expenditures & Essential Svcs - Inflation	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
Growth of Capital Budget - Inflation	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Population Growth Assumptions									
Dividends	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%	1.100%
Inflation Proofing Assumptions									
Statutory Inflation Proofing Amount	z 0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Inflation Proofing - Perm Fund Principal Only	648.0	655.2	662.4	669.0	676.8	684.0	691.2	698.5	705.9
Question: Use the Statutory Method? (Y or N)	N	N	N	N	N	N	N	N	N
Endowment Assumptions									
Payout %	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%	5.88%
Graduated 5 Year Smoothing (Y or N)	Y	Y	Y	Y	Y	Y	Y	Y	Y

Budget Assumptions	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Revenues									
<i>Petroleum Revenue</i>	570.0	541.2	515.8	499.1	478.5	480.6	445.4	431.4	420.8
<i>Non-petroleum Revenue</i>	529.4	519.2	514.1	509.1	504.1	499.2	497.2	492.4	492.5
Alaska Credit Income Tax (Net receipts in millions)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
New Oil Revenue	226.0	221.6	253.4	274.0	284.3	295.1	306.3	316.2	303.6
Other New Revenue #1	130.5	134.4	138.4	142.8	148.9	151.3	155.6	160.5	165.3
Other New Revenue #2	51.5	52.2	53.0	53.7	54.5	55.3	56.1	56.9	57.7
Total Revenues	1,507.4	1,468.6	1,474.4	1,478.5	1,468.3	1,461.4	1,460.8	1,457.4	1,439.8
Expenditures									
Agency Operations	759.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7	759.7
Formula Programs	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5	372.5
Public Safety, Transportation Maintenance, & University	329.1	333.9	338.7	343.7	348.8	353.7	358.8	364.0	369.3
K-12 Education	821.4	833.3	845.4	857.8	870.1	882.7	895.5	908.5	921.7
Perm Fund Dividends	z 1,047.2	1,078.2	1,111.0	1,145.1	1,180.5	1,217.2	1,255.1	1,294.1	1,334.3
Proposed Budget Cuts #1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Proposed Budget Cuts #1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Supplemental Budget - Fires, Floods, (Y2K, FY99), etc.	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5	16.5
Debt Service (Net of non-GF School Fund and AHFC offsets)	41.8	41.8	41.8	41.8	41.8	41.8	41.8	41.8	41.8
Capital Budget	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4	85.4
State Match for Loan Programs (Water, Sewer, etc.)	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2
Other #1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other #2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total General Fund Expenditures:	3,460.8	3,538.5	3,588.2	3,639.5	3,692.3	3,746.7	3,802.5	3,859.7	3,918.4
Budget (Deficit)/Surplus	(1,983.4)	(2,070.0)	(2,113.8)	(2,161.0)	(2,224.0)	(2,285.3)	(2,341.7)	(2,402.3)	(2,478.6)
Transfers									
<i>Transfer (to)/from CBR (Beg of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from CBR (Thru the Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from CBR (End of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Legislative Appropriations to Perm Fund Principal	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from Alaska Income Acct (Beg of Year)</i>	938.2	991.8	1,002.8	1,015.9	1,043.5	1,068.1	1,088.6	1,108.2	1,144.3
<i>Transfer (to)/from Alaska Income Acct (Thru the Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Transfer (to)/from Alaska Income Acct (End of Year)</i>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>PFD Transfer from Earn Reserve (End of Year)</i>	1,047.2	1,078.2	1,111.0	1,145.1	1,180.5	1,217.2	1,255.1	1,294.1	1,334.3
Total Transfers	1,983.4	2,070.0	2,113.8	2,161.0	2,224.0	2,285.3	2,341.7	2,402.3	2,478.6
Difference	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CONSTITUTIONAL BUDGET RESERVE

	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
TOTAL Const Budget Reserve (Beg of Yr)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Oil & Gas Tax Dispute Resolutions (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Earnings	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL Const Budget Reserve (End of Yr)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

ALASKA PERMANENT FUND**Principal/Corpus**

	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
TOTAL Principal at Cost (Beg of Yr)	21,353.5	21,598.9	21,839.3	22,078.8	22,319.6	22,558.9	22,798.4	23,039.3	23,282.9
Dedicated Oil Revenues (Thru the Year)	130.5	125.3	120.8	117.2	113.1	109.4	108.3	103.4	100.8
Dedicated Modest Oil Revenues (Thru the Year)	47.7	42.7	40.8	39.8	35.8	32.8	29.8	27.5	25.0
Other Transfers (Amerada Hess) (End of Year)	67.2	72.3	77.9	83.9	90.4	97.3	104.8	112.8	121.3
Legislative Appropriations (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Alaska Income Acct (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Statutory Inflation Proofing (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL Principal at Cost (Ending Bal)	21,598.9	21,839.3	22,078.8	22,319.6	22,558.9	22,798.4	23,039.3	23,282.9	23,530.0

Alaska Income Account

	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
TOTAL Alaska Income Acct Balance (Beg of Yr)	11,834.1	12,713.2	13,593.8	14,520.8	15,493.8	16,499.9	17,541.7	18,626.4	19,751.6
Transfer (to)/from APFC Principal (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Principal (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from APFC Principal (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (Beg of Year)	(936.2)	(991.8)	(1,002.8)	(1,015.9)	(1,043.5)	(1,068.1)	(1,086.6)	(1,108.2)	(1,144.3)
Transfer (to)/from Gen Fund (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from Gen Fund (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (Beg of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (Thru the Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transfer (to)/from CBR (End of Year)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PFD Transfer (to) Gen Fund (End of Year)	(1,047.2)	(1,078.2)	(1,111.0)	(1,145.1)	(1,180.5)	(1,217.2)	(1,255.1)	(1,294.1)	(1,334.3)
Interest Income z	804.5	942.2	881.7	922.9	985.5	1,009.5	1,055.2	1,102.7	1,151.4
Interest Income calculated for Inflation-Proofing the Permanent Fund Principal @ 3%	648.0	655.2	662.4	669.8	676.8	684.0	691.2	698.5	705.9
Realized Gains z	1,527.5	1,576.2	1,626.4	1,678.2	1,731.6	1,785.0	1,839.7	1,894.8	1,952.3
Statutory Inflation Proofing	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Costs of APFC	(50.2)	(51.0)	(51.7)	(52.5)	(53.3)	(54.1)	(54.9)	(55.7)	(56.6)
Less Amerada Hess Settlement Earnings (not Inc in div) z	(67.2)	(72.3)	(77.9)	(83.9)	(90.4)	(97.3)	(104.8)	(112.8)	(121.3)
TOTAL Alaska Income Acct Balance (End of Yr)	12,713.2	13,593.8	14,520.8	15,493.8	16,499.9	17,541.7	18,628.4	19,751.0	20,904.6

Unrealized Gains

	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Balance of Unrealized Gains (Beg of Year)	5,705.2	5,816.4	5,929.7	6,045.4	6,163.9	6,285.1	6,410.7	6,541.5	6,678.9
Current Year Unrealized Gains z	1,838.7	1,689.5	1,742.1	1,796.7	1,852.9	1,910.7	1,970.4	2,032.2	2,095.5
Amount of Gains Realized	(1,527.5)	(1,576.2)	(1,626.4)	(1,678.2)	(1,731.6)	(1,785.0)	(1,839.7)	(1,894.8)	(1,952.3)
Additional Gains Realized	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Bal Unreal Gain add to Market Value	5,816.4	5,929.7	6,045.4	6,163.9	6,285.1	6,410.7	6,541.5	6,678.9	6,822.1
Balance of Total Savings	40,128.5	41,362.5	42,644.7	43,977.3	45,344.0	46,750.9	48,207.2	49,713.4	51,256.8

	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010
Interest Income	355.7	472.8	497.8	526.1	556.5	582.1	610.3	638.3	667.7	699.2	732.6
Interest Income used for Inflation-Proofing of Perm Fund Pricipal	574.3	579.2	584.2	589.7	595.5	601.2	607.3	613.3	619.8	626.7	633.6
Capital Gains	1,319.4	1,049.3	1,186.9	1,220.8	1,258.9	1,299.8	1,335.1	1,373.7	1,412.2	1,452.8	1,496.0
Total Amount of Earnings	2,249.3	2,101.2	2,268.9	2,336.6	2,410.9	2,483.1	2,552.6	2,625.4	2,699.8	2,778.7	2,862.1
Payment In Lieu of Taxes	962.4	881.0	851.8	821.6	829.9	900.4	870.9	926.3	926.0	921.4	930.0
Less Amount for Inflation-Proofing	574.3	579.2	584.2	589.7	595.5	601.2	607.3	613.3	619.8	626.7	633.6
Less Amount for Dividend	1,014.8	814.4	820.8	829.6	839.8	860.2	882.8	908.2	934.7	961.8	989.1
	(302.2)	(173.4)	12.1	95.8	145.7	121.3	191.6	177.6	219.3	268.8	309.5
Inflation Proofing	574.3	579.2	584.2	589.7	595.5	601.2	607.3	613.3	619.8	626.7	633.6
Balance of Perm Fund Corpus	19,142.2	19,305.5	19,474.7	19,658.1	19,851.0	20,039.2	20,241.7	20,444.8	20,661.4	20,891.0	21,118.9
Inflation Proofing Percentage	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%

	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Interest Income	767.3	804.5	842.2	881.7	922.9	965.5	1,009.5	1,055.2	1,102.7	1,151.4
Interest Income used for Inflation-Proofing of Perm Fund Pricpal	640.6	648.0	655.2	662.4	669.6	676.8	684.0	691.2	698.5	705.9
Capital Gains	1,541.4	1,588.5	1,638.7	1,689.5	1,742.1	1,796.7	1,852.9	1,910.7	1,970.4	2,032.2
Total Amount of Earnings	2,949.3	3,041.0	3,136.2	3,233.5	3,334.6	3,439.0	3,546.3	3,657.1	3,771.6	3,889.5
Payment In Lieu of Taxes	943.8	936.2	991.8	1,002.8	1,015.9	1,043.5	1,068.1	1,086.6	1,108.2	1,144.3
Less Amount for Inflation-Proofing	640.6	648.0	655.2	662.4	669.6	676.8	684.0	691.2	698.5	705.9
Less Amount for Dividend	1,017.4	1,047.2	1,078.2	1,111.0	1,145.1	1,180.5	1,217.2	1,255.1	1,294.1	1,334.3
	347.5	409.5	411.0	457.4	503.9	538.2	577.1	624.2	670.8	705.0
Inflation Proofing	640.6	648.0	655.2	662.4	669.6	676.8	684.0	691.2	698.5	705.9
Balance of Perm Fund Corpus	21,353.5	21,598.9	21,839.3	22,078.8	22,319.6	22,558.9	22,798.4	23,039.3	23,282.9	23,530.0
Inflation Proofing Percentage	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%

SB

30001

SFIN

FILE

SB 3001

was referred to the
Senate Finance
Committee

Hearing(s) were held

The bill did not move
from Committee

**UNIVERSITY OF ALASKA
FY01 Salary Maintenance Request**

	Allocation	General Fund	Univ. Receipts	Federal	Auxiliary
ACCFT (266 Faculty)	429.5	428.5	1.0		
CEA (250 Maintenance & Trade)	164.3	164.3			
United Academics (675 Faculty)	1,259.8	1,145.7	62.6	51.5	
United Academics Adjuncts (950 Temporary Faculty)	246.3	246.3			
Non-Represented Employees (2,500 Employees)	4,326.4	3,176.3	875.8	174.8	99.5
TOTAL	6,426.3	5,161.1	939.4	226.3	99.5

264
 250
 025

 1,191 PM

APR-17-00 MON 12:40

DIV OF PERSONNEL

FAX NO. 907 485 2576

P. JZ/UZ

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110800
JUNEAU, ALASKA 99811-0800
PHONE: (907)466-2300
FAX: (907)466-2135

April 17, 2000

Darryl Tseu, Regional Director
Inlandboatmen's Union of the Pacific
231 S. Franklin, Suite 201
Juneau AK 99801

Dear Mr. Tseu:

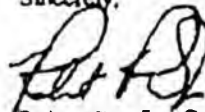
Re: HEALTH INSURANCE SAVINGS

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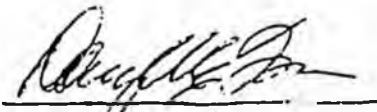
With respect to the specific issue of savings, it was our intent that in the event the Union obtains or establishes a total premium cost per employee through its trust plan that is less than the amount of monthly premium contributions being made by the State, the State will remit fifty percent (50%) of the net savings to individual employees for their exclusive use as a pre-tax contribution to a Health Care Reimbursement Account, or such other distribution as may be determined by the Union or Association. The State of Alaska will retain the remaining fifty-percent (50%) of the savings.

Please acknowledge your agreement with the above by signing and dating in the space provided below. Thank you for your attention to this matter.

Sincerely,



Robert Poe Jr., Commissioner
Department of Administration



Agreed
4/18/00

Date

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 465-2200
FAX: (907) 465-2135

April 17, 2000

Chuck O'Connell, Business Manager
Alaska State Employees Association
626 "F" Street
Anchorage AK 99501

Dear Mr. O'Connell:

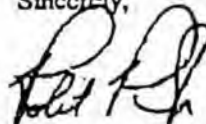
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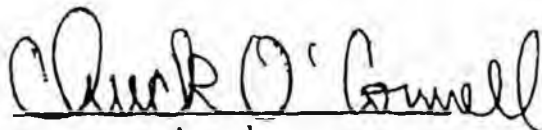
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Please acknowledge your agreement with the above by signing and dating in the space provided below. Thank you for your attention to this matter.

Sincerely,



Robert Poe Jr., Commissioner
Department of Administration



Agreed

4-17-00

Date

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 465-2200
FAX: (907) 465-2135

April 17, 2000

Bruce Ludwig, Business Manager
Alaska Public Employees Assn.
211 Fourth Street, Suite 306
Juneau AK 99801

Dear Mr. Ludwig:

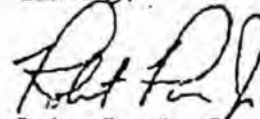
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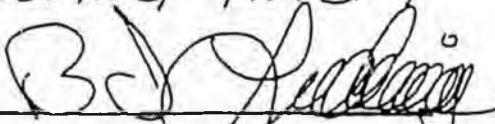
Please acknowledge your agreement with the above by signing and dating in the space provided below. Thank you for your attention to this matter.

Sincerely,



Robert Poe Jr., Commissioner
Department of Administration

EXISTING INTENT



Agreed
4/17/00

Date

APR-17-00 MON 15:45

P. 02

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 465-2250
FAX: (907) 465-2135

April 17, 2000

Don Valesko, Business Manager
Public Employees Local 71, AFL-CIO
2510 Arctic Boulevard
Anchorage AK 99503-2516

Dear Mr. Valesko:


Re: HEALTH INSURANCE SAVINGS

In our recently concluded contract negotiations we agreed to a three-year schedule for the State of Alaska's monthly contributions to health care premiums for each eligible employee.

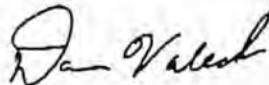
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Please acknowledge your agreement with the above by signing and dating in the space provided below. Thank you for your attention to this matter.

Sincerely,



Robert Poe Jr., Commissioner
Department of Administration



Agreed

April 17, 2000

Date

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 465-2200
FAX: (907) 465-2135

April 17, 2000

Keith Perrin, Business Manager
Public Safety Employees Assn.
4300 Boniface Pkwy., Suite 116
Anchorage AK 99504-4387

Dear Mr. Perrin:

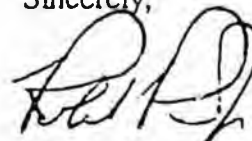
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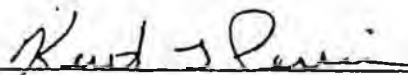
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Sincerely,



Robert Poe Jr., Commissioner
Department of Administration



Agreed

4-17-00

Date

STATE OF ALASKA

TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 465-2200
FAX: (907) 465-2155

April 17, 2000

Margaret Mackinnon, President
Alyeska Central School Education Assn.
PO Box 20665
Juneau AK 99802-0665

Dear Ms. Mackinnon:

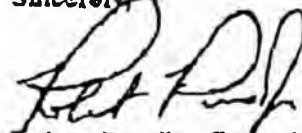
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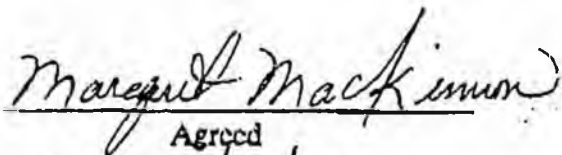
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Sincerely,



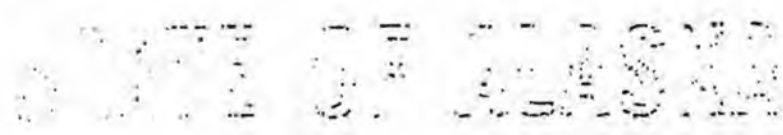
Robert Poe Jr., Commissioner
Department of Administration



Agreed

4/17/00

Date



TONY KNOWLES, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
JUNEAU, ALASKA 99811-0200
PHONE: (907) 485-2200
FAX: (907) 465-2135

April 17, 2000

Capt. Steve Demeroutis, Vice President
Int'l. Organization of Masters, Mates & Pilots
2333 Third Avenue
Seattle WA 98121-1711

Dear Capt. Demeroutis:

Re: HEALTH INSURANCE SAVINGS

In our recently concluded contract negotiations we agreed to a three-year schedule for the State of Alaska's monthly contributions to health care premiums for each eligible employee. We also agreed that you may choose to implement a health benefit trust plan to provide health benefits to your bargaining unit employees and any savings achieved as a result of a reduced premium would be shared between the individual employees and the State of Alaska.

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Please acknowledge your agreement with the above by signing and dating in the space provided below. Thank you for your attention to this matter.

Sincerely,

Robert Poe Jr., Commissioner
Department of Administration

Agreed
4/17/2000

Date

FAX TRANSMITTAL
STATE OF ALASKA
Department of Administration

To: Darryl Tseu

Date: 4/17/00

Phone: _____

Fax#: 586-8222

From: Dave K.

Phone: (907) 465-2200

Department of Administration
Office of the Commissioner
P.O. Box 110200
Juneau, Alaska 99811-0200

Fax#: (907) 465-2133

Number of Pages(Including Cover Sheet): _____

Please Call On Receipt

Comments: The legislature has

clarification of what the

50% of savings that is

returned to the employer

letter reflects our agree

state will retain 50% of any savings

realized - call me if you have any

questions - fax it back to me as soon

as possible - today - Monday - 4/17/00.

I have called, e-mailed, & faxed in an attempt to get this to Darryl Tseu. He will see it no later than Tuesday morning.

Leif

Employee Contract Talking Points

05/04/00

- **State employees have held the line on payroll costs for the last four years.** For the first three of these years, state employees received increases equal to one half of the Anchorage CPI and for the last of these four years they received no increase.
- **State employees provide vital services to the people of Alaska** through their work as state troopers, public health nurses, social workers, corrections officers, architects and engineers, employment specialists, health inspectors, road maintenance crews, probation officers, fisheries managers, prosecutors, surveyors, park rangers, and many other professions.
- **State employees contribute significantly to the Alaskan economy.** State employees live and work in Alaska. In FY 99 state employees, including the university, numbered almost 21,700 with a total payroll of \$795 million. Using an economic multiplier of 1.8 (U.S. Bureau of Economic Analysis estimate), state workers earning \$795 million in 1998 injected a total of \$1.43 billion into Alaska's economy by the spending and re-spending of those dollars.
- **State employees are your neighbors.** Of the 15,768 person state workforce (not including the University of Alaska):
 - 7,000 plus (45 percent) live in the Anchorage-Mat/Su region,
 - 4,800 plus (30 percent) work in the state capital or Southeast region,
 - 1,800 plus (11.8 percent) live in the Interior,
 - 1,200 plus (8 percent) live in the Gulf Coast region,
 - 400 plus (2.6 percent) live in the Southwest region, and
 - 274 (1.7 percent) live in the Northern region.
- **Average monthly earnings for state employees, not adjusted for inflation, from 1996 to 1998 lagged far behind the increase in average earnings for other sectors of the Alaskan economy.**
 - Private sector employees in Alaska: increased by 4.9 percent
 - Federal employees in Alaska: increased by 16.0 percent.
 - Alaska state employees: increased by 0.1 percent.
- **State of Alaska contribution in 1999 for most state employees' health insurance is less than that of other public sector employers for comparable plans and employee contributions for state health insurance plans are significantly more.**
 - Fairbanks monthly employer contribution \$600.00, employee contribution \$0.
 - Kenai Peninsula monthly employer contribution \$559.00, employee contribution \$0.
 - Anchorage monthly employer contribution \$500.00, most employees pay between \$17 - \$0 per month.
 - Mat-Su Borough monthly employer contribution \$500.00, employee contribution \$0.
 - State of Alaska monthly employer contribution ranges between \$423.50 - \$550.00 with 85% of the employees receiving an employer contribution of \$488.50 or less, employee contribution ranges from \$174 - \$50.
 - Federal monthly employer contribution \$330, employee contribution \$135. However, this is a preferred provider plan and is not directly comparable to the other health plans described above.

Employee Contract Talking Points
05/04/00

- **Average monthly reported earnings in 1998, not adjusted for inflation, for state employees is significantly less than the earnings paid in the sectors in which the state competes to recruit its workforce.**
 - Top five private Alaskan industries: \$3,998
 - Federal government in Alaska: \$3,805
 - Alaska state government: \$3,078

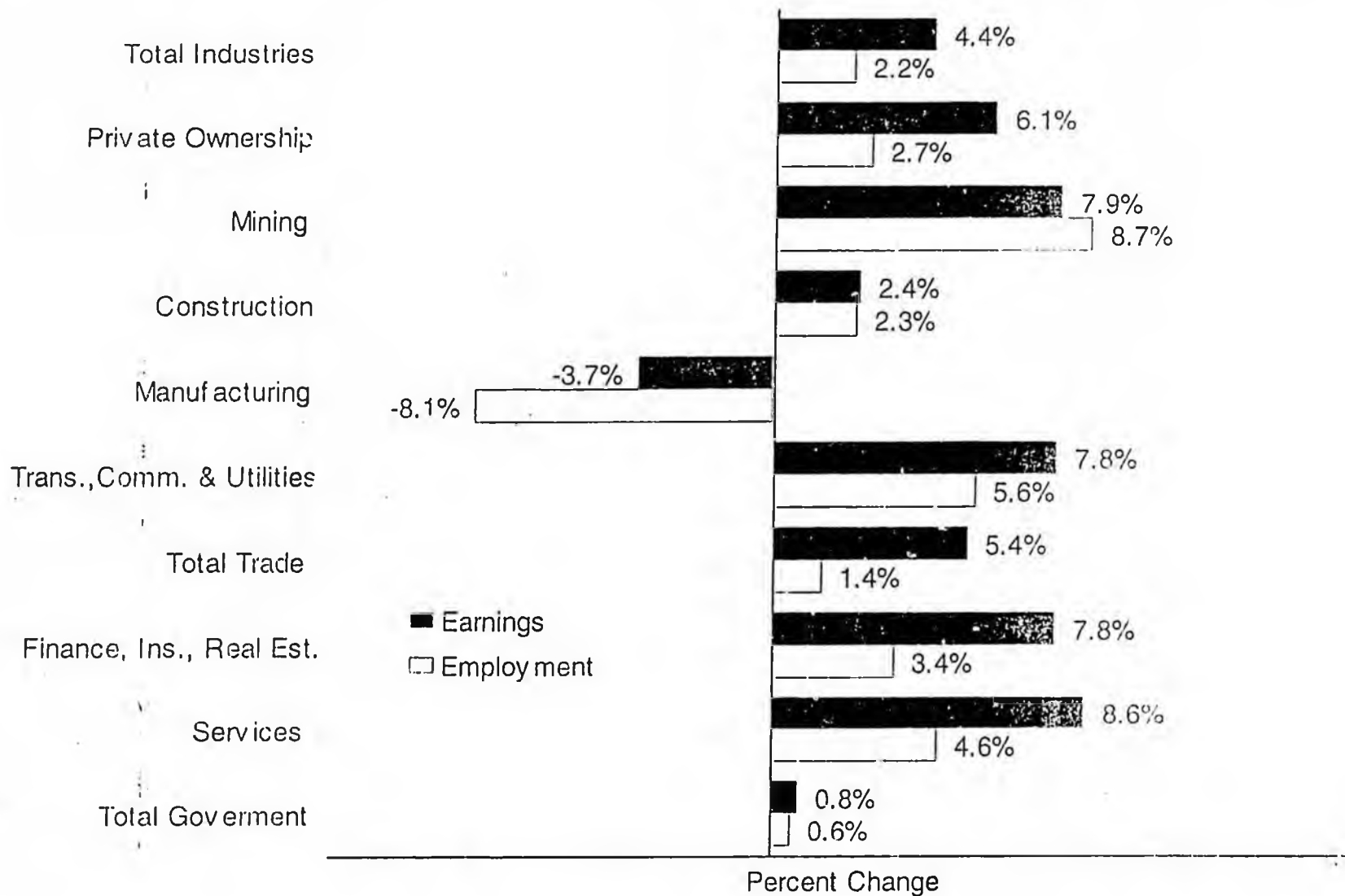
- **Average mean earnings of state employees is considerably less than in the industries the state competes with for its labor force.** (based on 1998 employer reports to the Alaska Department of Labor).
 - major oil companies employees: \$111,068
 - utility employees: \$50,328
 - telecommunications employees: \$47,381
 - construction employees: \$45,768
 - transportation employees: \$41, 279
 - state employees: \$39,994

- **State merit increases are very much in line with ongoing compensation increases provided by other employers in Alaska.**
 - Only about 1/3 of state employees receive a merit increase in any year.
 - Merit increases are included in the wage comparison data presented above, so even with merit increases, state employees are falling significantly behind the compensation offered by our biggest competitors for employees.
 - Since many of our most experienced employees are in longevity, they receive no benefit from merit increases.
 - State employees do not receive a variety of other financial benefits offered by private sector employers including bonuses and other promotions.
 - The Federal government offers merit increases, COLA for living in Alaska.

Notes: The top five private sector industries are mining (including the petroleum industry), construction, durable goods manufacturing, wholesale trade and transportation, communication and utilities.

PERCENT CHANGE IN EMPLOYMENT AND EARNINGS BY INDUSTRY 1997-1998

Source: Alaska Department of Labor and Workforce
Development, Research and Analysis Section



MEMORANDUM

State of Alaska
Department of Administration
Division of Personnel
Labor Relations Section

To: Bob Poe
Commissioner
Department of Administration

Thru: Sharon Barton
Director
Division of Personnel

From: Art Chance
Labor Relations Specialist
Division of Personnel

Date: April 18, 2000

File:
Subject: Consultant's Report

I have been asked to review the analysis of the negotiated agreements performed by the Legislature's consultants, Kempel, Huffman, and Ellis. Following is a summary of major points raised by the consultants and the Division of Personnel's response

Consultant: The State will not benefit from health insurance savings.

Response:

There is language in each contract to encourage cost containment in the purchase of health care. The premium savings rebate language is to encourage unions when establishing a health care trust or purchasing their own health insurance to achieve a premium rate less than the contractually mandated employer contribution

If the unions achieve a premium rate less than employer contribution, then fifty percent of savings go to the employee or union trust and the State retains the other fifty-percent in the form of a reduced contribution rate. Letters have been obtained from the various unions agreeing that this is the intent of the language.

Consultant: The State showed favoritism to ASEA particularly in contribution to health insurance trusts and trust set-up costs.

Response:

Union operated health insurance plans have been a State goal at least since the Cowper Administration. Union operated plans reduce the State's administrative costs and remove it from the controversies over plan composition.

There have been various methods of implementation of health trusts over the years. All have represented the state of the particular bargaining relationship at the time of implementation. All have involved some form of direct contribution to establish the trust. Some trusts have been established solely through directly appropriated funding as the result of arbitrator awards or negotiations,

The PSEA trust initially received \$400,000 from reserves previously contributed on the employees behalf by employer contributions. The balance of the \$1,050,000 that PSEA received as a result of conversion to a trust was through direct appropriation.

Local 71 received \$1,000,000 in start-up money from direct appropriation, but these funds were repaid by Local 71 through reduced employer contributions during the ten months following the conversion to the trust.

The \$4,000,000 contribution to ASEA is from reserves only. Again, the reserves accrue from employer and employee premium contributions, which are made on behalf of the employee. There is no direct appropriation requested for the GGU health trust.

The only direct contribution to ASEA is the \$144,000 to be used for printing information and an educational effort regarding the trust for GGU members. This \$144,000 is to be paid for by savings generated elsewhere in the contract.

The consultant focuses on PSEA's diversion of the bulk of the \$1200 lump-sum payment to their trust and implies that this might be more advantageous to the State than other contribution schemes. In fact, the overall economics are the same for the State as PSEA receives substantially equivalent employer contributions to all other unions (\$546.50 year 1, \$575.00 year 2, and \$630.00 year 3 per member/per month) PSEA choose to direct their \$960 of their \$1200 flat payment to their health trust for two reasons: First, is for the long term benefit of their trust and their members. They believed the additional deposit to their trust would ensure its viability and reduce required employee contributions into the future. Second, the deposit in the trust avoids employees deductions such as FWT and SBS and any required employer payroll contributions. Each unit had flexibility on how the \$1200 flat payment would be used.

Consultant: The ASEA conversion to personal leave is of little or indeterminate benefit to the State.

Response:

The consultant overlooks the primary measurable and predictable benefit to the State; reduced accrual, in this case from 45 days per year to 36 at the maximum accrual rate.

Any prediction on the impact on usage is largely speculative, but the State's experience with other units has been positive.

The speculation on the deleterious effect of leave donations is specious. While some employees may "waste" valuable leave and attempt to rely on donations, responsible employees will be reluctant to donate their valuable leave to such employees.

All bargaining units and all non-covered employees have long been allowed leave donations and leave cash-in benefits under either contracts or the State Personnel Act.

Consultant: The leave conversion imposes a \$22 million liability on the State.

Response:

The liability is only theoretical and is largely an unfunded liability since the State has never budgeted for leave except through the terminal leave account and the leave cash-in account. Contributions to these accounts are assessed against the personal services line item of each agency's budget. The rates are experience based and it is projected that the GGU conversion will result in only a modest increase in the contribution rate from the current rate 1.88% to a rate 1.93% in FY 2002. No increased appropriation is requested or required to fund the two leave accounts as a result of the GGU conversion.

The State's experience with other conversions has been that employees use the leave conservatively. There has never been a "run on the bank."

Consultant: Waiver of the no-strike clause significantly changes the balance of power in bargaining.

Response:

Waiver gives relative balance to the parties inasmuch as it does not require the union to forego the benefits of its bargain should the monetary terms not be approved. Waiver of the no-strike clause is also waiver of the no-lockout clause which gives the employer the power to lockout generally or specifically to stop hit-and-run work stoppages.

Waiver provisions are neither new nor unique to these agreements. The following is a list of known waiver provisions, which lists includes agreements negotiated in every administration since Egan's.

Masters, Mates, and Pilots

80 - 83

90 - 93

96- 99

MEBA

82 - 85

85 - 88

89 - 92

93 - 96

APEA/SU

80 - 82

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88 - 91

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96 - 99

Local 71
80 - 82
1983
90 - 92
99 - 02

APEA/GGU
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I. GGU Leave Conversion

Q.: How does the current GGU Annual/Sick Leave system work?

A.:

- Employees accrue both sick and annual leave.
- Sick leave accrues at 15 days per year for all employees; annual leave accrual varies up to 30 days depending on years of service, for a combined total of 45 days.

Q.: How will the new GGU personal leave system work?

A.:

- Employees accrue up to a maximum of 36 days of personal leave, for both scheduled absences and sick leave.

Q.: Is there a cap or limit on accrual?

A.:

- Accrual will be limited to a maximum of 36 days per year, depending on years of service, and the 15 days of sick leave are eliminated.

Q.: What savings will the new system achieve?

A.:

- The average GGU employee, having 7.5 years of service, will accrue 9 fewer days (down from 45 to 36) per year under the new contracts.
- All new GGU employees hired after July 1, 2000 will accrue only personal leave after December 16, 2000.

Q.: How does leave conversion work?

A.:

- All new GGU employees hired after July 1, 2000 will accrue only personal leave.
- Leave conversion will occur, for those employees who elect to move to personal leave, on December 16, 2000.
- When the total number of eligible bargaining unit members remaining in the sick/annual leave system reaches less than 1500, all remaining GGU members shall be converted to the personal leave system.
- 100% of accrued annual leave is transferred to the employee's personal leave account.
- 50% of accrued sick leave is transferred to the employee's personal leave account.
- 50% of accrued sick leave is transferred to a medical leave bank to be accessed only for catastrophic illnesses exceeding 20 consecutive work days if the personal leave balance has been exhausted; management controls authorization of personal leave use.

Q.: How will the employer benefit from the personal leave system?

A.:

- Personal leave reduces total annual accrual of leave for a GGU member with over two years of service from 45 days per year of combined leave to a maximum of 36 days personal leave. These 9 fewer days of total leave result in 9 additional days of productive work hours.
- All new GGU employees hired after July 1, 2000 will accrue only personal leave.
- Ultimately, all GGU members will convert to the personal leave system when the total number of members in the sick/annual leave system drops below 1500.
- Because personal leave has a cash value and employees accrue fewer total hours, employees tend to use leave more judiciously.
- Sick leave is generally an unscheduled absence, temporarily causing delays in work completion, additional burden to other staff, and budget impacts.
- Unscheduled sick leave increases costs in certain environments, such as the pioneers' homes, where the absence of a direct care staff member must be covered by an on-call substitute employee. The decrease in leave accrual and usage is estimated to save the pioneers' homes as much as \$140,000 annually, providing additional funding that can be redirected to providing more direct care staff.
- The GGU conversion puts all state employees in the personal leave system (except two marine units and two small teacher units) equalizing leave benefits for all employees, increasing efficiency and productivity, simplifying administration of leave, and improving morale.

Q.: What is the budget impact of the personal leave system?

A.:

- Conversion of GGU to the personal leave system requires no additional appropriation.
- All new GGU employees hired after July 1, 2000 will accrue only personal leave.
- Ultimately, the elimination of sick leave will result in 9 additional days of additional efficiency and productivity.
- Currently the state maintains two reserve accounts – one for leave cash-in and one for terminal leave payments. Operating budget personal services line items include a contribution to each of the working reserve accounts.
- Personal services contributions to each of these accounts are adjusted annually to ensure that reserves are sufficient to cover leave cash-in and terminal leave payments.
- Currently the working reserve rates generate \$20 million annually, \$10 million for each of the working reserve accounts. It is estimated that the GGU conversion will have a minimal annual cash impact, approximately \$267,000, on each of the working reserve accounts. This may result in a small adjustment, which will be absorbed by agency operating budgets.

II. Cost containment in health care

Q.: Is there any incentive or encouragement to contain cost of health care?

A.: There is language in each of the newly negotiated collective bargaining agreements to encourage cost containment in the purchase of health care. The language in each contract is similar to the following language, contained in the GGU contract :

Article 19.03 F. Premium Savings Rebate

In the event that the Union obtains or establishes a total premium cost per employee that is less than the per month Employer contributions described above, the Employer will remit fifty percent (50%) of the net savings to individual employees for the exclusive use as a pre-tax contribution to a Health Care Reimbursement Account or such other distribution as may be determined by the Union, subject to applicable tax rules.

Q.: Who receives the savings, if any?

A.: Contract language clearly states if the union obtains a total premium less than the employer contribution of \$515 in year 1, \$575 in year 2, and/or \$630 in year 3, 50% of the savings will go to the employee or union trust. The remaining 50% of savings will remain with the state.

Q.: Where does the initial funding of the health care trust come from?

A.: Upon establishment of an employee health care trust, the initial funding of the trust will come from the reserves collected from premiums paid, not from a separate general fund appropriation.

III. Merit Step "G"

Q.: What are merit steps?

A.: Merit step increases (steps "b-f") are performance incentives which may be granted to employees receiving an overall "acceptable" or higher annual evaluation. Merit steps may, but are not required to, be awarded as often as annually.

Q.: What are longevity increments?

A.: Longevity steps ("j-m") are statutory increases awarded to long-time employees which better enable the state to retain experienced, valued employees. Longevity steps are service bonuses awarded based on years of service and acceptable or higher performance. Periods between service steps range from two to five years.

Q.: What is the "G Step?"

A.: This is a new merit step designed to further reward valued employees.

Q.: Is the GGU's G Step an increase none of the other unions receive?

A.: No. Similar service step or longevity step increases are available in other units.

Q.: Won't the G Step make the GGU contract cost more than those of other bargaining units?

A.: No. The GGU negotiated a contract within the same fiscal restraints as all other bargaining units.

Q.: How did GGU pay for the G Step?

A.: GGU agreed to the following changes in the monetary package: employees who benefit from the G Step will not receive the \$1200.00 flat payment; the effective date of the 2% wage scale increase in year 2 of the contract is delayed from July 1, 2001 to January 1, 2002; and the effective date of the the 3% increase is delayed from July 1, 2002 to December 1, 2002.

LETTER OF AGREEMENT
between the

STATE OF ALASKA
and the

ALASKA STATE EMPLOYEES ASSOCIATION
representing

GENERAL GOVERNMENT UNIT EMPLOYEES

Re: ELECTION TO CONVERT TO PERSONAL LEAVE

LOA 00-GG-

Upon legislative approval of the monetary terms of the 2000-2003 collective bargaining agreement the parties agree that the following terms and conditions of employment apply to leave eligible bargaining unit members. No provision of the master agreement not specifically referenced herein is modified by this agreement.

Whereas, it was the intention of the parties, in the recently completed contract negotiations, to follow the principles in the January 1, 1990 to December 31, 1992 collective bargaining agreement between the Employer and the Alaska Public Employees Association, representing Supervisory Unit employees, regarding conversion from a sick and annual leave system to a personal leave system.

And whereas, Article 26 of the General Government Contract for the period of July 1, 2000 through June 30, 2003 does not clearly define all the parameters of the conversion to personal leave, and it is important to eligible bargaining unit members to have a clear understanding of the impact of the conversion when they make their election, it is agreed that the election form will provide the following details of the conversion:

1. A bargaining unit member who has accrued annual leave shall have one-hundred percent (100%) of the annual leave balance transferred to the member's personal leave account.
2. A bargaining unit member who has accrued sick leave shall have fifty percent (50%) of the sick leave balance transferred to the member's personal leave account.
3. A bargaining unit member, upon separation from state service, shall receive the total value of all unused leave including that leave which was converted from sick to personal leave.
4. A bargaining unit member may cash-in up to seventy-five (75) hours of the leave converted from sick to personal leave in any fiscal year.

5. A bargaining unit member may cash in additional hours of the leave converted from sick to personal leave in exigent circumstances on a case-by-case basis at the discretion of the Employer.

This Agreement remains in effect from July 1, 2000 through June 30, 2002.

For the State of Alaska:

For ASEA/AFSCME Local 52

SIGNED COPY ON FILE

Robert Poe, Jr., Commissioner
Department of Administration

Charles O'Connell
Business Manager

Date

Date

Summary of Contract Changes

ALASKA PUBLIC EMPLOYEES ASSOCIATION APEA—Supervisory Unit

Contract Article	Summary of Change	Rationale	Impact	Requestor
Article 19—Positions, Classifications & Reclassifications Section 19.1 E page 43	In the event that a position is determined to be reclassified to a higher range, the effective date of the reclassification shall be sixty (60) days prior to the filing of an appeal under Art.19 or the date a PDQ was submitted by the employee requesting the reclassification which ever is shorter.	To ensure that reclassifications are processed timely	No cost. Provides disincentive for delays of reclass actions.	Union
Article 24-Wages Sect. 24.1 A2 page 47 Sect. 14.1 B2 page 52	Effective 7/1/00 each employee will receive payment equal to \$50 for each pay period during FY2000 they were in pay status.	Lump sum payment defrays cost of living increases and past increases in the cost of health insurance for employees without changing the base salary schedule.	\$1,587,700.00 total funds	State / Agreement does not exceed State economic package.

Contract Article	Summary of Change	Rationale	Impact	Requestor
Sect. 24.1 A3 page 48 Sect. 24.1 B3 page 53	Effective 7/1/01 2% salary increase	Salary adjustment offsets anticipated cost of living increases; and will help make the state more competitive as an employer than it currently is.	\$1,911,085.00 total funds	State / Agreement does not exceed State economic package.
Sects. 24.1 A4, A5, & A6 pages 49-51 Sects. 24.1 B4, B5, & B6 Pages 54-56	In CY2003 there are three separate wage actions: (July 1: The 4 Longevity Steps are replaced with 5 Service Steps resulting in 256 employees receiving a 3% increase; August 1: The 1044 employees who did not receive a step adjustment receive a 3 percent Salary Adjustment; and finally on Dec 1: the 256 employees who did not receive the step adjustment receive a 3% salary adjustment.	Recognize the service of long term employees to retain them and compete with other employers	\$2,923,761.00 total funds	State / Agreement does not exceed State economic package.
Sect. 24.3 C3 page 58	To increase geographical differential of five SU members that directly supervise PSEA Troopers who have a higher geographical differential.	Adjustment was made in PSEA Trooper contract which increased their geographical differential to a higher level than the supervisors.	\$11,116.08 (Paid from savings from frozen salaries)	State/Union