

ALASKA LEGISLATURE

2464

HOUSE and SENATE FINANCE COMMITTEE FILES, 2003-2004

FISCAL NOTE

STATE OF ALASKA
2004 SPECIAL SESSION

BILL NO. LL# 04-0182

ANALYSIS CONTINUATION

However if state general obligation bonds for other purposes (such as Transportation projects) were approved at the same time, issuance of all bonds would likely take place at one time. In that instance, issuance costs would be largely combined. However, this fiscal note must contemplate issuance of only these bonds in order to provide for issuance costs in the event only this authorization is approved.

These bonds would be sold on a competitive basis with the bonds being awarded to the bidder offering the lowest true interest cost. The bidder would be given the option of purchasing bond insurance. This structure almost always results in a net bond premium. The bonds would be remarketed, with the premium used to pay the underwriter's sales force and expenses.

Assuming an interest rate of 5.25% (approximately 50 basis points higher than current rates) and a 15 year term, level annual debt service would be approximately \$3.9 million per year beginning in FY 2006. With current interest rates, annual debt service would be reduced to \$3.7 million.

The interest rates in this fiscal note require the maintenance of the State's credit ratings through this additional bonds issuance, a probable scenario since adoption of a fiscal plan would be concurrent with voter approval of this bond authorization. The State is currently on negative outlook from Moody's Investors Service. Standard and Poor's and Fitch Services have indicated mid-term concern related to the disparity between ongoing recurring revenues and expenditures and the continuing and projected depletion of the State's short term reserves. If no steps had been taken to balance recurring revenues with expenditures by the time these bonds were issued, it is likely that the cost of capital would increase for all issuers of Alaska public debt when the state credit ratings were downgraded by at least one of the agencies.

SECTIONAL

BILL ANALYSIS
DEPARTMENT OF REVENUE

Section 1: Pledges the full faith, credit and resources of the state for payment of principal, interest and premium of not more than \$77,100,000 of bonded debt as allowed by Art. IX, Section 8, of the Constitution provided that a majority of the qualified voters voting on the question must approve the debt unless the purpose is repelling invasion, suppressing insurrection, defending in war, or meeting natural disasters. Refinancing pre-statehood debt is also an exception to the voter requirement but there is no longer any pre-statehood debt outstanding. Section 1 also requires issuance in accord with AS 37.15 which directs terms and procedures for debt issuance.

Section 2: Establishes a fund to receive the bond proceeds. Provided the bonds are issued as tax-exempt bonds under the Internal Revenue Code, the Code requires that proceeds must be kept in this state fund until spent, and that earnings of this fund be subject to rebate of arbitrage earnings to the IRS.

Section 3. Lists the public projects to be funded with bond proceeds.

Section 4. Provides that up to \$400,000 is appropriated for issuance costs, and to be reimbursed from bond proceeds. A breakdown and explanation of estimated issuance costs can be provided by the Department of Revenue/State Bond Committee.

It's worth noting that if both bond bills passed, and if all bonds were issued at one time, the issuance costs would aggregate to less than \$400,000 for all bonds, and the issuance costs would be only incrementally more for all bonds than they would be for only one issue. However this language is necessary to provide for an instance where only one bond issue was approved and an instance where all bonds were not issued at one time.

Section 5. Provided the bonds are issued as tax-exempt bonds, so long as some bond proceeds are unspent they must be invested, and the investment earnings are subject to rebate of arbitrage earnings to the IRS. This section provides for investment costs and the cost of complying with arbitrage requirements provided the funds are appropriated.

Section 6. Provides for reimbursement of planning costs from bond proceeds once bonds are issued.

Section 7. Allows any bond proceeds not needed for project completion to be used to redeem bonds. If there are bond proceeds not needed for project completion and all bonds have been redeemed, the amount can be used to reimburse the general fund for debt service paid on the bonds.

Section 8. States the question to be asked of voters in the next general election so far as whether the general obligation is approved for these projects in the amount of \$77,100,000.

Section 9. Immediate effective date for Section 8.

Section 10. Sections 1 through 7 above become effective when the lieutenant governor certifies that constitutional amendments relating to and limiting appropriations from the permanent fund under the POMV and this bond proposition were approved by a majority of the qualified voters who voted.

BILL ANALYSIS
DEPARTMENT OF REVENUE

Section 1: Pledges the full faith, credit and resources of the state for payment of principal, interest and premium of not more than \$39,304,000 of bonded debt as allowed by Art. IX, Section 8, of the Constitution provided that a majority of the qualified voters voting on the question must approve the debt unless the purpose is repelling invasion, suppressing insurrection, defending in war, or meeting natural disasters. Refinancing pre-statehood debt is also an exception to the voter requirement but there is no longer any pre-statehood debt outstanding. Section 1 also requires issuance in accord with AS 37.15 which directs terms and procedures for debt issuance.

Section 2: Establishes a fund to receive the bond proceeds. Provided the bonds are issued as tax-exempt bonds under the Internal Revenue Code, the Code requires that proceeds must be kept in this state fund until spent, and that earnings of this fund be subject to rebate of arbitrage earnings to the IRS.

Section 3. Lists the public projects to be funded with bond proceeds. All of the projects are University of Alaska projects.

Section 4. Provides that up to \$400,000 is appropriated for issuance costs, and to be reimbursed from bond proceeds. A breakdown and explanation of estimated issuance costs can be provided by the Department of Revenue/State Bond Committee.

It's worth noting that if both bond bills passed, and if all bonds were issued at one time, the issuance costs would aggregate to less than \$400,000 for all bonds, and the issuance costs would be only incrementally more for all bonds than they would be for only one issue. However this language is necessary to provide for an instance where only one bond issue was approved and an instance where all bonds were not issued at one time.

Section 5. Provided the bonds are issued as tax-exempt bonds, so long as some bond proceeds are unspent they must be invested, and the investment earnings are subject to rebate of arbitrage earnings to the IRS. This section provides for investment costs and the cost of complying with arbitrage requirements provided the funds are appropriated.

Section 6. Provides for reimbursement of planning costs from bond proceeds once bonds are issued.

Section 7. Allows the any bond proceeds not needed for project completion to be used to redeem bonds. If there are bond proceeds not needed for project completion and all bonds have been redeemed, the amount can be used to reimburse the general fund for debt service paid on the bonds.

Section 8. States the question to be asked of voters in the next general election so far as whether the general obligation is approved for these projects in the amount of \$39,304,000.

Section 9. Immediate effective date for Section 8.

Section 10. Sections 1 through 7 above become effective when the lieutenant governor certifies that constitutional amendments relating to and limiting appropriations from the permanent fund under the POMV and this bond proposition were approved by a majority of the qualified voters who voted.

BACK UP

Proposed University of Alaska G.O. Bond Projects

1. Integrated Science Facility (Anchorage) \$9,500,000

Design and construction of a new Integrated Science Facility, which incorporates the existing science facility into expanded instructional, student, and administrative space. The project is in response to a critical shortage of fundamental core science, instructional, and laboratory space. Current facilities are insufficient and inadequate to meet the current demand of 450 science majors and 4,000 non-majors each semester. The new facility will feature state-of-the-art science academic labs and technology associated with distance delivery. The facility will be designed to incorporate program growth in integrated sciences, including integrated science instruction for majors and non-majors, environmental studies and systems research, biomedical research, and complex system studies to prepare students to meet the employment needs of the State of Alaska.

2. School of Fisheries and Ocean Science Research Facility Design and Construction (Juneau) \$7,000,000

Located at Lena Point, the facility will provide long-term support for the School of Fisheries and Ocean Sciences and its academic and research mission. The facility is a three-story building consisting of approximately 41,500 square feet and programmed to provide space for 14 faculty members and their associated research assistants and graduate students. The academic space consists of two classrooms, one teaching lab, and a seminar room with a capacity for 120 people. The research space consists of 19 laboratories for a multitude of scientific disciplines, which range from computer labs for statistical analysis to wet labs with large salt-water tanks.

3. Biological and Computational Sciences Research Facility Design and Construction (Fairbanks) \$12,000,000

The Biological and Computational Sciences Facility will provide instructional and research lab space for Biology and Computational Science programs, the State of Alaska Virology Labs, and affiliated classrooms and offices. The Arctic Region Super Computer staff will also reside in this new facility. Phase I of the project, funded by the passage of the 2002 GO Bond, includes construction of the utilidor; a new Central Animal Facility (CAF) with provisions for an incinerator and necropsy lab; relocation of three existing structures on the proposed CAF site; and revised BICS programming/concept design. Phases II through IV in this request will complete the design, contract documents, construction, and build-out of the facility.

4. Safety Code and Americans with Disability Act Improvements (System-wide) \$2,941,000

Will fund crucial projects aligned with maintaining current operating effectiveness at the University of Alaska system. Projects will include code compliance, life health/safety renovations and repairs, as well as capital improvements dealing with Americans with Disabilities Act compliance.

- 5. Lucy Cuddy Center Renewal (Anchorage) \$1,000,000**

Will renew building infrastructure in a 30-year-old facility, which houses the Culinary Arts and Hospitality academic programs and is the dining venue for students, faculty, and staff on the west campus. Recent increases in student enrollment and changes in student dining plans have shifted dining patterns and increased utilization of the Cuddy facility dramatically. Upgrading the building to contemporary use will improve space efficiency, the ability to responding to growing student enrollment, and assist faculty in delivering cutting edge instruction. The Culinary Arts and Hospitality programs support major economic engines in the State of Alaska – hospitality and tourism.
- 6. Bristol Bay Classroom Expansion \$1,000,000**

Construction of an addition to the existing classroom facility, which will include new vocational instructional areas, administrative offices, registration and student support services, and an independent learning area.
- 7. Paul / Zeigler Classroom Renovation (Ketchikan) \$500,000**

Renovations include general building system upgrades; renovation and addition of classrooms for the dynamic and expanding curriculum offerings; faculty offices; and common study space for students.
- 8. Sitka Campus Improvements \$250,000**

Construct area separations and install code complying mechanical, electrical, and fire systems in the open hangar area of the Sitka Campus facility. This area currently serves a number of uses that are incompatible under current building and life safety codes. Vocational programs for welding, construction, and small engines are interspersed in this single area without fire separations. Other uses such as general storage, art, vehicle parking, and fire exits also coexist in the hangar.
- 9. Tanana Valley Classroom improvements (Fairbanks) \$1,000,000**

Replaces the aged mechanical and electrical systems within the old Fairbanks Courthouse, upgrades the exterior envelope, and completes seismic corrections, as well as revitalizes the interior spaces to meet TVC's rapidly expanding program needs.
- 10. Hendrickson Remodel and Renovation (Juneau) \$1,213,000**

Renew and remodel the Hendrickson Building and the Hendrickson Annex to provide more effective use of the space, provide building code mandated toilet rooms and fire sprinklers, and replace or renew building systems and finishes.
- 11. Homer Campus New Facility Classroom Construction \$500,000**

Completion of the Kachemak Bay campus classroom facility, which was begun with funds from the 2004 GO Bond package.

12. Prince William Sound Facilities Classroom Construction (Valdez) \$1,000,000

Construction of a classroom/theatre/museum addition to the existing PWSCC facility. Funds will supplement the 2002 General Obligation Bond package and allow the completion of the renovation of an existing facility as well as add classroom space and a theatre/museum complex in which a significant collection of Alaska historical artifacts will be housed.

13. Additional Rural Campus Needs \$1,000,000

Provide for the upgrade, renovation, and repair at rural campuses on an as-needed basis consistent with the Board of Regents on-going priorities to maintain rural campuses.

Total \$38,904,000

**Proposed Surface
Transportation G.O. Bond
Package**

*congestion
resources/gasline
supplement existing
recondition
new roads
safety issue
reduce cost to state*

	Project	Amount	Project Benefits						Description and scope of work
1	Anchorage - Abbott Loop Upgrade (Tudor Road to Abbott Road)	\$15,000,000	yes		yes				Supplements existing funding for a new roadway and bridges. Project was one of the November 2002 GO Bond Projects. The additional funding is needed to upgrade the intersection with Tudor Road and provide a project contingency. New alignment to be transferred to local ownership.
2	Anchorage - Lake Otis & Tudor Intersection Improvements	\$8,500,000	yes						Relieves congestion at one of the most congested intersections in the state. MOA has begun ROW acquisition with \$3 million of municipal funds.
3	Anchorage - Dowling Road East Extension	\$14,600,000	yes				yes		Extends Dowling Road east from Lake Otis to the new Abbott Loop Road. State traffic engineers believe that this project, combined with the ongoing Abbott Loop extension, will provide significant congestion relief on Lake Otis and at the Lake Otis and Tudor intersection. New alignment to be transferred to local ownership.
4	Fairbanks - Cowles Street and 21st Avenue Upgrade	\$1,200,000	yes			yes			Upgrades Cowles Street and 21st Avenue in the vicinity of the hospital. Project is needed to accommodate new traffic patterns resulting from hospital expansion. The total project budget is \$2,900,000 and FMATS anticipated to supplement project funds to achieve full scope.
5	Fairbanks - Van Horn Road - Cushman to Peger	\$6,100,000	yes	yes					Widens and upgrades the existing road, including shoulders, turn lanes, and other safety improvements. This road serves Fairbanks' primary industrial area and has a high volume of truck traffic.

	Proposed Surface Transportation G.O. Bond Package			congestion	resources/gasoline	supplement existing	recondition	new roads	safety issues	reduce cost to state	
6	North Slope - Bullen Point Road EIS & Design	\$3,700,000		yes			yes				Enhances the economic viability of oil deposits located east of Prudhoe Bay on State land. The 50-60 mile road is from Prudhoe Bay east toward Pt. Thompson and ANWR.
7	Mat-Su - Bogard Road East Extension, EIS, design and ROW	\$6,600,000	yes				yes				Extends Bogard Road easterly to provide a new east-west route between Palmer and Wasilla and alleviate traffic problems on the Palmer Wasilla Highway. This is much less expensive than a major upgrade of the P-W Hwy. Requested funding will get the state through an EIS and ROW acquisition and get the project ready for STIP funding and construction. New and upgraded alignment to be transferred to local ownership
8	Kenai Peninsula - Area Road Paving	\$4,000,000							yes		Provides for a variety of road upgrade projects after which maintenance responsibility is to be transferred to the local government. If negotiations are not successful, the funds will be used to repave other state highways in the Kenai Peninsula area.
9	Aleknagik - Wood River Bridge Design	\$1,000,000					yes	yes			Connects Aleknagik with the Dillingham road system. Currently residents and school children cross the river by boat and snow machine with an average of one resident drowning each year due to an accident. The NEPA environmental assessment for this project has been recently completed and the department is waiting for funding. It is presently in the STIP as a potential earmark project estimated at \$12-14 million.
10	Sitka - Sawmill Creek Road	\$1,000,000			yes						Supplements existing funding from the 2002 GO Project which was not sufficient for full reconstruction of the roadway and paving.

Proposed Surface Transportation G.O. Bond Package			<i>congestion</i> <i>resources/gasline</i> <i>supplement existing</i> <i>recondition</i> <i>new roads</i> <i>safety issue</i> <i>reduce cost to state</i>							
11	Southeast Alaska Road Construction	\$8,000,000		yes			yes		yes	Will implement one or more of the road segments of the new Southeast Alaska Transportation Plan. The plan includes many new road segments connecting USFS roads that will increase community access and access to resources.
12	Yukon-Kuskokwim Rivers Transportation Corridors EIS & Design	\$2,000,000		yes			yes			Supplements other funding to examine and build a resource transportation corridor from the Kuskokwim River north to the Yukon River, and take in the Donlin, Ophir, and other mining districts. Current funding for portions of this route includes \$4 million in the 2002 bond issue and \$10 million in the Federal 2004 Omnibus Appropriations bill for Donlin Creek Road.
13	Kodiak - Pasagshak Road Paving	\$1,500,000		yes	yes					Supplements other funding intended to reconstruct the 13 mile road to the Kodiak Launch Facility. The launch facility has national significance and is a major new economic activity in the state.
14	Noatak Airport to Red Dog Mine EIS and Design	\$3,500,000				yes	yes			Funds design of a new road to connect the Red Dog transportation system to the community of Noatak. Construction of this approximately 19 mile link will provide Red Dog with access to Noatak's airport and will give the village access to the Red Dog port.
14	Total	\$76,700,000								

2003

**MONETARY
TERMS OF
AGREE-
MENTS**

HFIN

FILE



Official Business

Alaska State Legislature

House of Representatives

Office of the Chief Clerk

State Capitol, Room 216
Juneau, AK 99801-1182
Phone: (907) 465-3725
Fax: (907) 465-5334

MEMORANDUM

Date: March 25, 2003

To: Representative Harris, Co-chair
Representative Williams, Co-chair
Finance Committee

From: Suzi Lowell *se*
Chief Clerk

Subject: Monetary Terms of Agreements between the State and Employee Organizations

Speaker Kott referred the ten attached collective bargaining agreements to the Finance Committee.

Attachments:

Alyeska Central Education Association
Correctional Officers
State Troopers
Teachers' Education Association of Mt. Edgecumbe
Labor, Trades and Crafts Unit
Alaska Vocational Technical Education Center Teachers' Association
Confidential Unit
Supervisory Bargaining Unit
General Government Unit
Inlandboatmens' Union of the Pacific

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 17, 2003

FRANK H. MURKOWSKI, GOVERNOR

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

The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Alyeska Central Education Association. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

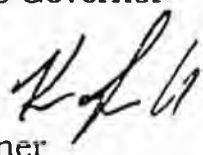
MM
Enclosure

MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 17, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Alyeska Central School Education
Association (ACSEA)

The State has concluded negotiations with the Alyeska Central School Education Association. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the TEAME Health Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Shirley J. Holloway
Commissioner
Department of Education and Early Development

Diane Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

P.O. BOX 110200
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PHONE: (907) 465-2200
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March 17, 2003

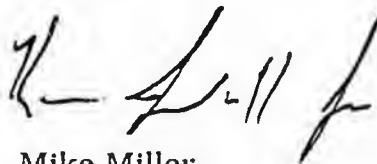
The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Public Safety Employees Association (PSEA) on behalf of the Correctional Officers. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

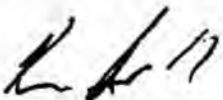
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 17, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement between the State and the Public Safety Employees Association (Correctional Officers)

The State has concluded negotiations with the Public Safety Employees Association (PSEA). If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the PSEA Health Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Marc Antrim
Commissioner
Department of Corrections

Diane Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 17, 2003

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The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Teacher's Education Association of Mt. Edgecumbe. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
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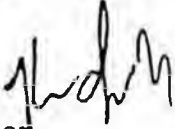
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 17, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Teachers' Education Association of
Mt. Edgecumbe (TEAME)

The State has concluded negotiations with the Teachers' Education Association of Mt. Edgecumbe. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the TEAME Health Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Shirley J. Holloway
Commissioner
Department of Education and Early Development

Diane Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 17, 2003

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House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Public Safety Employees Association (PSEA) on behalf of the State Troopers. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

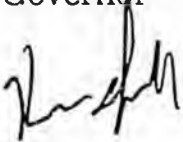
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 17, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200

Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Public Safety Employees Association
(State Troopers).

The State has concluded negotiations with the Public Safety Employees Association (PSEA). If approved, the terms become effective March 1, 2003 and along with the rest of the agreement, will run through February 29, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the PSEA Health Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: William Tandeske
Commissioner
Department of Public Safety

Michael Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

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March 17, 2003

The Honorable Pete Kott
Speaker of the House
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and Public Employees Local 71 on behalf of the Labor, Trades and Crafts Unit. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

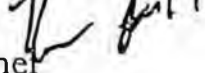
Enclosure

MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 17, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement between the State and Public Employees Local 71 (Labor, Trades and Crafts Unit)

The State has concluded negotiations with Public Employees Local 71 (Labor, Trades and Crafts Unit). If approved, the terms become effective July 1, 2003, and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04), the State's per employee contribution to the Public Employees Local 71 Health and Welfare Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Edgar Blatchford
Commissioner
Department of Community and Economic Development

Marc Antrim
Commissioner
Department of Corrections

Karen Rehfeld
Acting Commissioner
Department of Education and Early Development

Ernesta Ballard
Commissioner
Department of Environmental Conservation

Kevin Duffy
Commissioner
Department of Fish and Game

Joel Gilbertson
Commissioner
Department of Health and Social Services

Greg O'Claray
Commissioner
Department of Labor and Workforce Development

Gregg Renkes
Commissioner
Department of Law

Col. Craig Campbell
Commissioner
Department of Military and Veteran Affairs

Tom Irwin
Commissioner
Department of Natural Resources

William Corbus
Commissioner
Department of Revenue

William Tandeske
Commissioner
Department of Public Safety

Michael Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 18, 2003

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

The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Alaska Vocational Technical Education Center Teachers' Association. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

MM
Enclosure



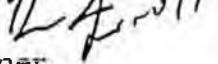
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 20, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200

Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Alaska Vocational Technical
Education Center Teachers' Association (AVTECTA)

The State has concluded negotiations with the Alaska Vocational Technical Education Center Teachers' Association. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the AVTECTA Health Trust will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Shirley J. Holloway
Commissioner
Department of Education and Early Development

Diane Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 20, 2003

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

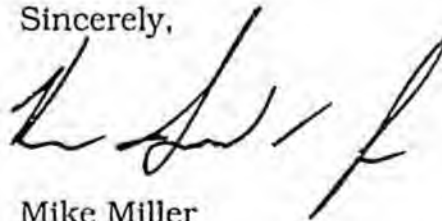
The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Alaska Public Employees Association (APEA/AFT) representing the Confidential Unit. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

MM
Enclosure

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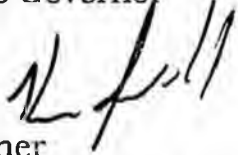
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 20, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement between the State and the Alaska Public Employees Association (APEA/AFT) representing the Confidential Unit

The State has concluded negotiations with the Alaska Public Employees Association representing the Confidential Unit. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the Confidential Unit members will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc:

Edgar Blatchford
Commissioner
Department of Community and Economic Development

Marc Antrim
Commissioner
Department of Corrections

Shirley J. Holloway
Commissioner
Department of Education and Early Development

Ernesta Ballard
Commissioner
Department of Environmental Conservation

Kevin Duffy
Acting Commissioner
Department of Fish and Game

Joel Gilbertson
Commissioner
Department of Health and Social Services

Greg O'Claray
Commissioner
Department of Labor and Workforce Development

Gregg Renkes
Attorney General
Department of Law

Col. Craig Campbell
Adjutant General/Commissioner
Department of Military and Veterans Affairs

Tom Irwin
Commissioner
Department of Natural Resources

William Tendeske
Commissioner
Department of Public Safety

William Corbus
Commissioner
Department of Revenue

Mike Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garnero, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 20, 2003

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

The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Alaska Public Employees Association (APEA/AFT) representing the Supervisory Bargaining Unit. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

MM
Enclosure

RECEIVED BY:
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 20, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement between the State and the Alaska Public Employees Association (APEA/AFT) representing the Supervisory Bargaining Unit

The State has concluded negotiations with the Alaska Public Employees Association representing the Supervisory Bargaining Unit. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the Supervisory Bargaining Unit members will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc:

Edgar Blatchford
Commissioner
Department of Community and Economic Development

Marc Antrim
Commissioner
Department of Corrections

Shirley J. Holloway
Commissioner
Department of Education and Early Development

Ernesta Ballard
Commissioner
Department of Environmental Conservation

Kevin Duffy
Acting Commissioner
Department of Fish and Game

Joel Gilbertson
Commissioner
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Greg O'Claray
Commissioner
Department of Labor and Workforce Development

Gregg Renkes
Attorney General
Department of Law

Col. Craig Campbell
Adjutant General/Commissioner
Department of Military and Veterans Affairs

Tom Irwin
Commissioner
Department of Natural Resources

William Tendeske
Commissioner
Department of Public Safety

William Corbus
Commissioner
Department of Revenue

Mike Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

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

March 21, 2003

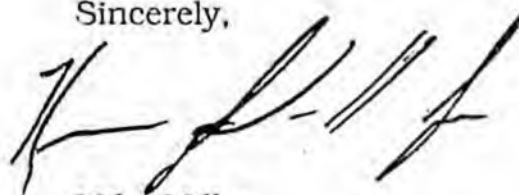
The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Alaska State Employee Association on behalf of the General Government Unit. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

MM
Enclosure

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Office of Chief Clerk



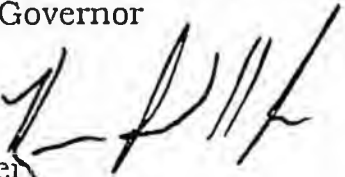
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 21, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Alaska State Employees Association
(ASEA/AFSCME representing the General Government Unit)

The State has concluded negotiations with the Alaska State Employees Association representing the General Government Unit. If approved, the terms become effective July 1, 2003 and along with the rest of the agreement, will run through June 30, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the General Government Unit members will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc: Edgar Blatchford
Commissioner
Department of Community and Economic Development

Marc Antrim
Commissioner
Department of Corrections

Karen Rehfield
Acting Commissioner
Department of Education and Early Development

Ernesta Ballard
Commissioner
Department of Environmental Conservation

Kevin Duffy
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Department of Fish and Game

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Attorney General
Department of Law

Col. Craig Campbell
Adjutant General/Commissioner
Department of Military and Veterans Affairs

Tom Irwin
Commissioner
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William Tendeske
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Department of Public Safety

William Corbus
Commissioner
Department of Revenue

Mike Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

March 21, 2003

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

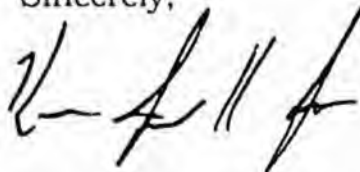
The Honorable Pete Kott
House Speaker
Alaska State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Kott:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the State and the Inlandboatmen's Union of the Pacific. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If I or my staff may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Mike Miller
Commissioner

MM
Enclosure

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Office of the Chief Clerk



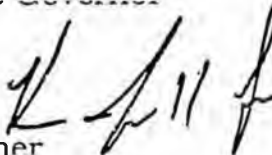
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MEMORANDUM

State of Alaska
Department of Administration
Office of the Commissioner

To: Cheryl Frasca
Director
Office of Management and Budget
Office of the Governor

Date: March 21, 2003

From: Mike Miller 
Commissioner
Department of Administration

Phone: 465-2200
Fax: 465-2135

Subject: Monetary terms of the Collective Bargaining Agreement
between the State and the Inlandboatmen's Union of the
Pacific (IBU-P)

The State has concluded negotiations with the Inlandboatmen's Union of the Pacific. If approved, the terms become effective April 1, 2003 and along with the rest of the agreement, will run through March 31, 2004. The Agreement is pending ratification by union membership; probability of acceptance is extremely high.

I. Terms Requiring Appropriations.

Effective July 1, 2003 (FY04) the State's per employee contribution to the IBU members will increase \$75.00 per month, for a total contribution of \$705.00 per month per employee.

II. Change in State Revenues.

There are no provisions in the tentative agreement that would change State revenues.

III. Change in Productive Work Hours.

There are no provisions in the tentative agreement that would change the productive work hours.

Please forward to the legislature the foregoing monetary terms in accordance with A.S. 23.40.215.

cc:

Mike Barton
Commissioner
Department of Transportation and Public Facilities

Dianne Corso, Acting Director
Division of Personnel

Kim Garner, Director
Division of Finance