

ALASKA LEGISLATURE

2600

HOUSE and SENATE FINANCE COMMITTEE FILES, 2003-2004

Table 1: Title XI Roles and Responsibilities for Appraisal Standards and Appraiser Qualifications

	Private	State	Federal
Appraisal Standards Board (ASB)	Appraiser Qualifications Board (AQB)	Appraiser regulatory agencies	Financial institution regulatory agencies, Appraisal Subcommittee
Appraisal standards			
Standard setting			
Develop standards for the performance of real estate appraisals.			Promulgate regulations that establish appraisal standards, which meet or exceed ASB's standards, for federally insured depository institutions.
Implementation/Monitoring			
		Enforce compliance with appraisal standards and requirements.	Monitor and enforce compliance by federally insured depository institutions with appraisal regulations. Monitor policies, practices, and procedures of states to determine consistency with Title XI requirements. Monitor appraisal requirements established by federal financial institution regulatory agencies. Make grants to the Appraisal Foundation to defray the costs of the Appraisal Standards Board's Title XI activities.

(Continued From Previous Page)

	Private	State	Federal
Appraisal Standards Board (ASB)	Appraiser Qualifications Board (AQB)	Appraiser regulatory agencies	Financial institution regulatory agencies Appraisal Subcommittee
Appraiser qualifications			
Standard setting	Develop minimum qualification criteria for certified real estate appraisers.	Set qualifications criteria for certification, which meet or exceed AQB's criteria, and licensing of appraisers.	Establish additional qualification criteria as may be necessary or appropriate to carry out their statutory responsibilities.
Implementation/Monitoring			
		Transmit to the Appraisal Subcommittee a roster of appraisers who have been licensed or certified.	Monitor qualification criteria set by states for the certification and licensing of individuals qualified to perform appraisals in connection with federally related transactions.
		Collect from appraisers and transmit to the Appraisal Subcommittee a \$25 annual registry fee.	Maintain a national registry of state certified and licensed appraisers eligible to perform appraisals in federally related transactions.
		Enforce compliance with standards, requirements, and procedures prescribed by Title XI.	Monitor and review the Appraisal Foundation's practices, procedures, activities, and organizational structure.
			Make grants to the Appraisal Foundation to defray the costs of the Appraiser Qualifications Board's Title XI activities.

Source: GAO

(Intentionally left blank)

October 3, 2003

Ms. Pat Davidson, Legislative Auditor
Legislative Budget and Audit Committee
Division of Legislative Audit
P.O. Box 113300
Juneau, AK 99811-3300

Dear Ms. Davidson,

Thank you for the opportunity to comment on your preliminary audit report on the Board of Certified Real Estate Appraisers.

The department concurs with the findings in your report. As you requested, I have also provided a summary of the Board's FY 03 revenues and expenditures.

Your report clearly identifies the background which led to creation of the licensing program for Real Estate Appraisers in Alaska, including oversight and standards mandated by the Appraisal Foundation, and the Appraisal Subcommittee. Title XI allow States to establish their own agencies to certify and license appraisers; and therefore, the Alaska State Legislature created the Board of Certified Real Estate Appraisers in 1990.

Generally, your findings indicate the licensing of Real Estate Appraisers are in compliance with federal mandates. Page 15 of the report states that license denials have been based on requirements set out by statute and regulation. Since creation of the Board and its current statutes and regulations, the licensing function has become perfunctory. The considerable amount of staff time required to prepare for board meetings and to provide administrative support to the Board actually slows down the licensing process. In the interest of providing better service to the public and potential licensees, I request consideration be given to elimination of the Board of Certified Real Estate Appraisers but, to continue licensing by the Division of Occupational Licensing.

Again, I appreciate the opportunity to comment on your findings.

Cordially,

Edgar Blatchford
Commissioner

Enclosure

State of Alaska
Board of Certified Real Estate Appraisers
Schedule of License Revenues and Board Expenditures
FY 03

Revenue	\$119,240
Direct Expenses	
Personal Services	20,011
Travel	1,005
Contractual	7,078
Supplies	195
Equipment	--
Total Expenses	<u>28,289</u>
Indirect Expense	<u>8,597</u>
Total Expenses	<u>36,886</u>
Annual Surplus (Deficit)	<u>82,354</u>
Beginning Cumulative Surplus (Deficit)	(32,314)
Unallocated Administrative Indirect Revenue	--
Ending Cumulative Surplus (Deficit)	<u>\$ 50,040</u>

Mr. Stephen F. Turner, Vice Chair
Board of Certified Real Estate Appraisers
P. O. Box 240088
Anchorage, Alaska 99524-0088

September 9, 2003

Pat Davidson, CPA, Legislative Auditor
Alaska State Legislature
Legislative Budget and Audit Committee
Division of Legislative Audit
P. O. Box 113300
Juneau, Alaska 99811-3300

Dear Ms. Davidson;

I have carefully reviewed the "CONFIDENTIAL" preliminary audit report on:

*Department of Community and Economic Development, Board of Certified
Real Estate Appraisers, Sunset Review.*

I found the report to be thorough, both in its review of the historical context of the board, and in its assessment of the board's ongoing actions. The audit reaffirmed that we have appropriately handled our responsibilities and that we play an essential role in appraiser oversight.

I concur with the single recommendation that the wording of AS 08.87.010 be amended. As the audit points out, the law presently requires two of the board members to be "licensed" real estate appraisers in the State of Alaska. Since Alaska appraisers are certified, not licensed, the correct terminology should be "certified" real estate appraisers. I plan to bring this issue before the board at our next meeting with the intent that a motion be passed recommending this change.

Thank you for this opportunity to review and respond to the audit report. My responses, of course, are mine alone, and do not represent the entire board. Be assured that I understand that the report is confidential at this time, and is not for public release pending final review and approval by the Legislative Budget and Audit Committee.

Sincerely;



Stephen F. Turner, Vice Chair
Board of Certified Real Estate Appraisers

(Intentionally left blank)

SENATE COMMITTEE REPORT

DATE: 04/14/04

FURTHER: Finance

DATE TURNED
IN TO OFFICE: 4/27/04

Labor and Commerce Committee considered HOUSE BILL NO. 464

HB 464 EXTEND BOARD OF REAL ESTATE APPRAISERS

"An Act extending the termination date of the Board of Certified Real Estate Appraisers."

and recommends:

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

Senate Bill:
 Same Title
 New Title

House Bill:
 Same Title
 Technical Title Change
 New Title w/ SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#
DCED	3/2/04	✓			1

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
French	X			
G. Stevens	A			
Bunde CHAIR:	✓			

SENATE FINANCE COMMITTEE

SIGN-IN

HB 464-EXTEND BOARD OF REAL ESTATE APPRAISERS

NAME: Pat Davidson Subject/Bill No: HB 464
Co./Dept./Title: Leg Audit Phone: _____
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

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

HB

466

HFIN

FILE

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: CSHB 466(STA)
(H) Publish Date: 3/9/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
Title: Permanent Fund Investments RDU: AK Permanent Fund Corporation
Component: AK Permanent Fund Corporation
Sponsor: Rules by request of LBA
Requester: House State Affairs Committee Component No. 109

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The existing manager fee budget of \$40 million is sufficient to cover any changes in investments under this legislation.

Prepared by: Robert D. Storer, Executive Director Phone 465-2047
Division: Alaska Permanent Fund Corporation Date/Time 2/24/04 9:43 AM
Approved by: Steve Porter, Deputy Commissioner Date 2/6/2004
Agency: Department of Revenue

Adopted

WORK DRAFT

WORK DRAFT

WORK DRAFT

23-LS1699AH
Cook/Craver
5/5/04

CS FOR HOUSE BILL NO. 466(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND AUDIT COMMITTEE

A BILL
FOR AN ACT ENTITLED

1 "An Act relating to investments of Alaska permanent fund assets; and providing for an
2 effective date."

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

4 * Section 1. AS 37.13.120(e) is amended to read:

5 (e) The corporation may not borrow money or guarantee from principal of the
6 fund the obligations of others except as provided in this subsection. With respect to
7 [REAL PROPERTY] investments of the fund, the corporation may, through an entity
8 in which the investment is made, borrow money if the borrowing is without recourse
9 to the corporation and the fund.

10 * Sec. 2. AS 37.13.120(k) is amended to read:

11 (k) The board shall establish and from time to time as necessary modify
12 guidelines for the investment of the assets of the fund. Before adoption of any
13 guidelines, the guidelines shall be reported to the Legislative Budget and Audit
14 Committee for review and comment. No.withstanding (g), (h), and (j) of this section

1 or the percentage investment limitations under (i) of this section and so long as doing
2 so satisfies the prudent-investor rule under (a) of this section, the board may invest up
3 to 10 [FIVE] percent of the total assets of the fund in either or a combination of the
4 following:

5 (1) other types of investments not specifically listed in (g) of this
6 section;

7 (2) categories of investment subject to the percentage investment
8 limitations established in (i) of this section, even though investing additional assets in
9 a category will cause the aggregate investment in the category to exceed the applicable
10 percentage limitation.

11 * Sec. 3. This Act takes effect immediately under AS 01 10.070(c).



Alaska Permanent Fund

House State Affairs Committee

House Bill 466

Investment Flexibility

ACCOUNTABILITY

TO ALASKANS, FOR ALASKANS



Summary of Fund's statute changes

1980 – SB 161, Sponsored by Sen. Tim Kelly, Sen. George Hohman, Sen. Mike Colletta, and Sen. John Sacket

SB 161 created the Alaska Permanent Fund Corporation to manage the Permanent Fund and started the existing statutory list of allowed investments. This list extended beyond the Fund's initial investment limitation of Treasury bonds to include corporate bonds, certificate of deposits and bankers acceptances. The list initially allowed the Permanent Fund to invest in shares of savings and loan associations, but this provision has since been removed.

1982 – SB 684, sponsored by Gov. Jay Hammond

SB 684 allowed the Permanent Fund to invest in common stocks, partial ownership of real estate properties (not to exceed 40%), loans for commercial real estate and deposits of US dollars held overseas.

1989- HB 69, sponsored by Gov. Steve Cowper

HB 69 gave the APFC authority to invest in non-domestic (International) stocks and bonds.



Summary of statute changes (cont.)

1992 – SB 39, sponsored by the Senate Finance Committee

SB 39 gave the APFC authority to invest in A rated corporate bonds to a maximum of 5%. Prior to this change, the Fund could only be invested in bonds rated AA or higher.

1994 – HB 373, sponsored by Legislative Budget and Audit

HB 373 allowed the Fund to own up to 100% in real estate properties worth less than \$150 million, and up to 67% in properties worth greater than \$150 million.

1996 – HB 525, sponsored by the House Finance Committee

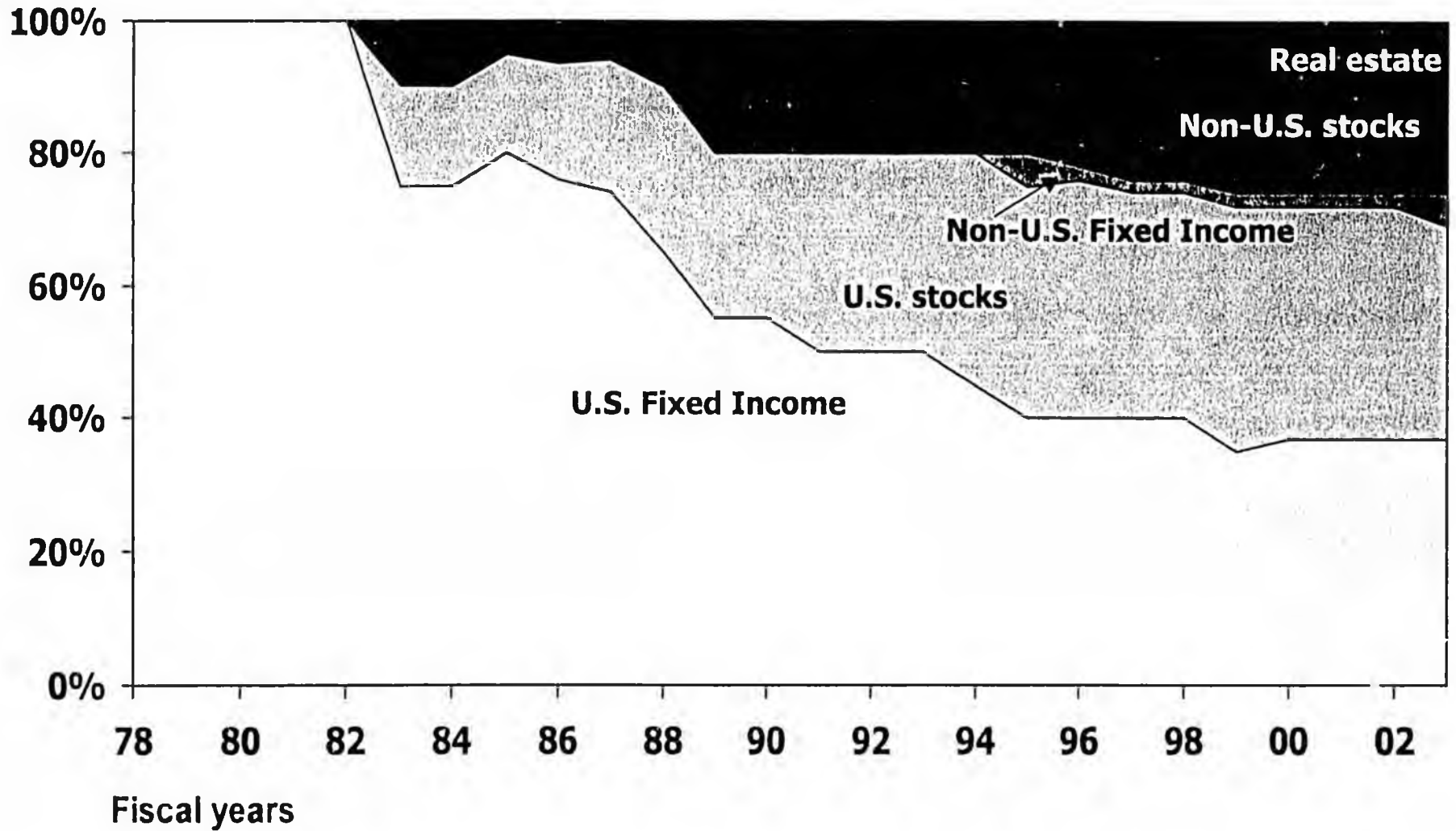
HB 525 gave the APFC authority to invest in corporate bonds rated BBB or higher.

1999 – HB 156, sponsored by the Senate Finance Committee

HB 156 allowed the Fund to leverage real estate investments and increased asset allocation limit for stocks to 55% of the total market value of the Fund. HB 156 also created the “basket clause” that allows up to 5% of the Fund to be invested in alternative investments or to be applied to existing asset allocations to expand their limits. In addition, HB 156 allowed the Permanent Fund to be the sole owner of any real estate property, regardless of value.



Fund's historical asset allocation





Benefits of proposed changes

- Investment flexibility
- Increased returns
- Increased diversification



Potential questions

- Too much risk?
- How will the Board of Trustees use this flexibility?
- Derivatives?



Fund's asset allocation and control bands

Domestic equities	37% +/- 7%
<u>International equities</u>	<u>16% +/- 5%</u>
Total equities	53% +/- 5%
Domestic bonds	32% +/- 7%
<u>Non-Dollar bonds</u>	<u>5% +/- 2%</u>
Total bonds	37% +/- 5%
Total real estate	10% +/- 2%

ACCOUNTABILITY

TO ALASKANS, FOR ALASKANS

23-LS1699VH
Cook/Craver
5/5/04

adopted 5/6/04 am

CS FOR HOUSE BILL NO. 466(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE BUDGET AND AUDIT COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to investments of Alaska permanent fund assets; and providing for an
2 effective date."

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

4 * Section 1. AS 37.13.120(e) is amended to read:

5 (e) The corporation may not borrow money or guarantee from principal of the
6 fund the obligations of others except as provided in this subsection. With respect to
7 [REAL PROPERTY] investments of the fund, the corporation may, through an entity
8 in which the investment is made, borrow money if the borrowing is without recourse
9 to the corporation and the fund.

10 * Sec. 2. AS 37.13.120(k) is amended to read:

11 (k) The board shall establish and from time to time as necessary modify
12 guidelines for the investment of the assets of the fund. Before adoption of any
13 guidelines, the guidelines shall be reported to the Legislative Budget and Audit
14 Committee for review and comment. Notwithstanding (g), (h), and (i) of this section

1 or the percentage investment limitations under (i) of this section and so long as doing
2 so satisfies the prudent-investor rule under (a) of this section, the board may invest up
3 to 10 [FIVE] percent of the total assets of the fund in either or a combination of the
4 following:

5 (1) other types of investments not specifically listed in (g) of this
6 section;

7 (2) categories of investment subject to the percentage investment
8 limitations established in (i) of this section, even though investing additional assets in
9 a category will cause the aggregate investment in the category to exceed the applicable
10 percentage limitation.

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

Alaska State Legislature

House of Representatives

Session:
Alaska State Capitol
Juneau, AK 99801-1182
Phone: (907) 465-4940
Fax: (907) 465-3766
Toll Free: (866) 465-4940



Interim:
716 W. 4th Avenue
Anchorage, AK 99501-2133
Phone: (907) 269-0123
Fax: (907) 269-0124
E-mail: Rep.Max.Gruenberg@legis.state.ak.us

Representative Max Gruenberg

March 5, 2004

Robert Storer
Executive Director
Alaska Permanent Fund Corporation
P.O. Box 25500
Juneau, Alaska 99802-5500

Re: HB 466

Dear Mr. Storer:

Thank you for agreeing to take the time to answer questions regarding HB 466. The bill makes three major changes to Permanent Fund investment policy. Under current law, the fund's authority to borrow money is limited to investments in real property. This bill would remove that limitation. The bill would also increase from 5 to 15% the amount of the fund that may be invested under the "basket clause" which authorizes investments not specifically listed in AS 37.13.120(g). Finally, the bill would allow investments under the basket clause in futures contracts and in certain debt instruments with a history of default (commonly called "junk bonds").

These changes raise important policy issues and I have several questions relating to them. Since you have informed me that the Permanent Fund Corporation is no longer interested in pursuing proposed amendment No 1 this session, I will not direct questions to that issue but do have several general questions concerning the long-term goals of the fund.

Leverage or Borrowing by the Fund

1. The ability of the Fund to borrow through other entities needs to be explained and understood by the committee. Please describe how leverage or borrowing would be used in investments outside of real estate.
2. What would be the effect on fees paid by the Fund? Aren't they magnified by borrowing?
3. How does the use of leverage alter your expected return? Standard Deviation? Asset Allocation?
4. Why does a Fund that lends nearly 40% of its assets need to borrow money at higher rates than it can make on those assets?
5. You testified that the real estate portfolio is leveraged 15 percent and that this was a conservative level. Are you measuring this at the individual investment level, the manager level or at the total portfolio level? Which is the most important level of risk determination? What is industry standard on non-real estate financial leverage by public and private funds of the size of the fund?
6. What, if any, limits should the legislature place on the use of leverage? How does the prudent investor standard apply to this discretion?
7. Have you modeled various outcomes with leverage? If so, please provide the results.
8. Are you aware of situations in which a large public fund has refused to repay a non-recourse obligation? Did the failure to pay have any adverse consequences? Would you as the executive director recommend the same course of action under similar facts and circumstances?
9. Does the fund already have the authority under the basket clause to borrow for non-real property investments?
10. What controls are in place to assure that the borrowing will be ultimately positive for the fund and the State of Alaska? How can you be sure that your successor will employ the same types of controls?

Increased Percentage Allocated to Basket Clause

1. What types of asset classes would you add under this expanded authority?
2. What allocation to illiquid investments do you consider prudent under the current statute?

3. Do you need this expanded authority to achieve a 5 percent real return? Does the current statute provide sufficient latitude to achieve a 5 percent real return while maintaining prudent diversification?

4. Could you and would you go to a 70 percent investment level in stocks if you had this authority?

Futures and Junk Bonds

1. Junk bonds have historically been in and out of favor with investors. How would you describe their appeal as we close the first quarter of 2004? How does this compare to the late 80's and late 90's?

2. Is this the right time to make an allocation to junk bonds given the level of debt that exists in the market place?

3. If junk bonds are to be part of the portfolio, what allocation (\$ and %) is the right amount given the risk posture of the fund?

4. How much does it cost to manage junk bonds and how does this compare to managing investment grade bonds?

5. Could you achieve your objectives with respect to bonds by amending AS 37.13.120(g)(7) to authorize investments in bonds with lower quality ratings than the "investment grade" rating now required by statute?

6. Since the Fund can already use futures contracts for the purpose of hedging investments that it currently holds, what is the purpose of your proposed change?

7. Aren't futures contracts considered a very speculative investment? How would this be consistent with the requirement of AS 37.13.120 that all assets of the fund be invested in income-producing investments?

8. Isn't the risk of loss in futures trading potentially greater than the initial investment?

9. Under what circumstances would a prudent investor invest in futures contracts for anything other than hedging purposes?

Long-Term Goals of the Fund

1. Please provide a history of the targeted returns of the APFC for the total fund portfolio and a brief description of why changes were instituted.

2. At the Conference of Alaskans you stated that the ability to achieve a 5% distribution was based on a median case from the Fund's consultant's capital market

projections. Please provide us with the median case assumptions and outcomes as well as alternatives. Also, please clearly identify the Fund's current policy. If it is helpful to you; the format of the following chart would provide me the necessary information I'm looking for:

Alternative Asset Policies: Current Policy and Median Case Alternatives				
	Current Policy	A	B	C
U.S. Equity	___%	___%	___%	___%
Non-U.S. Equity	___%	___%	___%	___%
Fixed Income	___%	___%	___%	___%
Other (please show real estate, private equity, etc.)	___%	___%	___%	___%
	100%	100%	100%	100%
Expected Return	___%	___%	___%	___%
Expected Risk	___%	___%	___%	___%

3. The Department of Revenue and Permanent Fund web sites¹ provide the following information on returns for the State's three principal diversified funds – all of which are governed by the prudent investor standard. Only the Permanent Fund has additional constraints in the form of the percentage limitations on categories of investment. As of 9/30/03 the five, three and 12 month returns for the three funds are reported to be:

	5 year	3 year	1 year
APFC	4.71%	.68	16.59
TRS	4.48%	(-1.20)	17.20
PERS	4.44	(-1.18)	17.03

Please confirm that these figures are correct and provide the figures on the 10 year return for the three funds updated to year end if possible. Also, please provide the targets for these three funds for the fiscal year ending 2003 (actual and in basis points). Please be prepared to discuss the reasons for the difference in long term performance of each of these funds and how they performed compared to their target returns.

¹ <http://www.revenue.state.ak.us/treasury/ASPIB/results.htm>
<http://www.apfc.org/financials/index.cfm>
http://media.apfc.org/jccimages/financials/2003_9_Mgt.pdf

4. Please describe the asset allocation that produces the "least risky" portfolio designed to achieve a 5% real rate of return assuming a 3% inflation rate under both the current statutory limitations and under a prudent investor rule without those limitations. For purposes of the prudent investor analysis, it would be particularly useful to see a mix that is more aggressive than current policy, however. A suggested mix might include: U.S. equities 50%, non-U.S. equities 15%, fixed income (both investment grade and junk bonds) 20%, private equity 15%. This mix is just a suggestion, please use whatever mix you feel would be appropriate.

5. Please provide a chart describing projected assets of the Permanent Fund in one column and projected payouts over the next 20 years assuming that a five percent payout occurs as proposed by the Fund using both the current investment policy and the "least risky" scenario described above.

6. What is the probability that the fund will be able to make a 5% payout in the future without the necessity of invading the inflation adjusted corpus or "principal" of the fund?

7. Please describe the possibilities that exist under the two scenarios above that the Fund will lose "value" over the next twenty years. My definition of "lose value" is the likelihood in terms of percentages that the current fund would lose value after reasonable assumptions for inflation proofing. Please identify the source of all assumptions. I would appreciate your response in the following format:

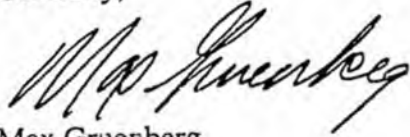
Probability of a Safe Future for Fund's Corpus		
Year	Current Statutory Policy	Prudent Investor Policy
2010	____%	____%
2020	____%	____%
2025	____%	____%

I think these questions raise important issues that relate not just to HB 466, but to all other proposals now being discussed with respect to the future of the Permanent Fund. I am sure that your answers would be of interest to other members of the legislature and many other Alaskans. For that reason, I am providing copies of this letter to other all members of the legislature and to the press. I would appreciate it if you would copy all other members with your response.

I understand you may not be able to provide written responses to all of these questions before the next hearing on HB 466 and I would appreciate it if you would supplement your response as you are able to.

Thank you for your assistance in this matter. I look forward to hearing from you.

Cordially,

A handwritten signature in cursive script, appearing to read "Max Gruenberg".

Max Gruenberg
State Representative

cc: Members of the Legislature

HB

467

HFIN

FILE

Adopted
4.20.04

23-LS1678\D.1
Chenoweth
4/19/04

AMENDMENT

OFFERED IN THE HOUSE
TO: CSHB 467(STA)

BY REPRESENTATIVE ANDERSON

- 1 Page 2, line 18:
- 2 Delete "six"
- 3 Insert "10"
- 4
- 5 Page 2, line 26:
- 6 Delete "one member shall be a resident"
- 7 Insert "two members shall be residents"
- 8
- 9 Page 2, line 28, through page 3, line 3:
- 10 Delete all material.
- 11
- 12 Page 3, line 4:
- 13 Delete "(4)"
- 14 Insert "(2)"

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: CSHB 467 (STA)
() Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: GOV
Title "An Act establishing the Alaska BRU Executive Operations
Commemorative Coin Commission..." Component Executive Office
Sponsor Representative Anderson
Requester House Finance Committee Component No. 6

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Prepared by: _____
Rep. Williams, Co-Chair *[Signature]*

Rep. Harris, Co-Chair *[Signature]*

Phone 465-3424
Date/Time 4/19/04 2:38 PM
Date 4/19/2004

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

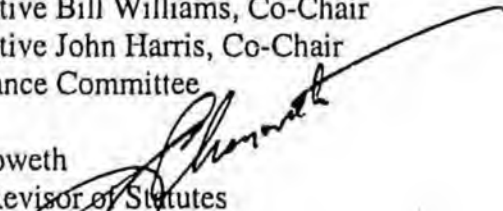
MEMORANDUM

April 20, 2004

SUBJECT: CSHB 467(FIN), establishing the Alaska Commemorative Coin Commission (Work Order No. 23-LS1678H)

TO: Representative Bill Williams, Co-Chair
Representative John Harris, Co-Chair
House Finance Committee

FROM: Jack Chenoweth
Assistant Revisor of Statutes



In early versions of House Bill 467, the appointing authority for the eleven member Commemorative Coin Commission was to be divided between the governor and the legislature's presiding officers. Incorporating amendment D.1 into CSHB 467(STA) to produce CSHB 467(FIN) eliminates multiple appointing authorities and means that the governor will appoint all ten members of this commission and will assume the eleventh seat himself or assign a designee.

To that end, in addition to incorporating the text of the amendment as directed, I also changed language in the bill's section 2(c) to replace reference to "the officer responsible for appointing that member" to "the governor."

JBC:med
04-433.med

cc: Representative Tom Anderson, bill sponsor

Adopted
4.20.04

23-LS1678\D.1
Chenoweth
4/19/04

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE ANDERSON

TO: CSHB 467(STA)

1 Page 2, line 18:

2 Delete "six"

3 Insert "10"

4

5 Page 2, line 26:

6 Delete "one member shall be a resident"

7 Insert "two members shall be residents"

8

9 Page 2, line 28, through page 3, line 3:

10 Delete all material.

11

12 Page 3, line 4:

13 Delete "(4)"

14 Insert "(2)"

FIS

replaced
by
zero vote
4-19-04

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Number: 1
Bill Number: CSHB 467(STA)
Effective Date: 3/24/04

Revision Date/Time (Note if correction):
Title "An Act establishing an Alaska
Commemorative Coin Commission..."
Sponsor Representative Anderson
Requester House State Affairs

Department: GOV
Division: Executive Operations
Office: Executive Office

Component No. 6

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services		25.4	25.4			
Travel		6.9	15.1			
Contractual		5.0	1.5			
Supplies		1.5	1.5			
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	38.8	43.5	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF		38.8	43.5			
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	38.8	43.5	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time		1	1			
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This fiscal note requires the Office of the Governor to provide the Commemorative Coin Commission with support for the 11-member commission.

The personal services estimate is for a Range 14 half-time position to provide support for the Commission. Transportation costs are based on an assumption that the Commission will have one organizational meeting and two planning meetings in FY05. In FY07 it is assumed the Commission will have four meetings in different locations of the state to review designs and submit recommendations to the Governor.

The contractual cost estimate is for statewide advertising for the solicitation process for narrative design concepts from the public.

Prepared by: Gail Fenuniai, Asst. Admin. Director
Division: Office of the Governor, Administrative Services
Approved by: Linda J. Perez, Director
Agency: Office of the Governor, Administrative Services

Phone 465-3885
Date/Time 3/16/04 1:53 PM
Date 3/16/2004

Alaska State Legislature

House of Representatives



Official Business

State Capitol
Juneau, AK 99801-1182

SPONSOR STATEMENT FOR CSHB 467(STA) **BY: Representative Tom Anderson**

TITLE: "An Act establishing the Alaska Commemorative Coin Commission to develop the design concepts and to make recommendations regarding the final design of the Alaska quarter under the 50 States Commemorative Coin Program Act; and providing for an effective date."

House Bill 467 follows the federal authorizing legislation, the "50 States Commemorative Coin Program Act", and establishes the 11-member Alaska Commemorative Coin Commission. Over a ten-year period from 1999 through 2008, the United States has and will annually issue five quarter dollar coins with state designs displayed on the reverse side of the coins. Each state has an opportunity to develop and submit designs representative of the state. A quarter honoring the State of Alaska is scheduled to be issued in 2008.

The Alaska Commemorative Coin Commission will consist of 11 members, of which 6 will be public members appointed by the governor. The presiding officer from the Alaska House of Representatives and the Alaska Senate will appoint a majority and a minority member from each body. The governor or designee will occupy the 11th seat.

The Office of the Governor will initiate a public process to solicit narrative design concepts for the Alaska quarter. The commission shall review and consider all of the narrative design concepts it receives and will submit to the United States Mint not less than three, and not more than five, design concepts for the Alaska quarter. When the United States Mint provides the State of Alaska with its final designs, the commission will review the designs and make final recommendations to the governor.

The calendar year in which the Alaska quarter is to be issued will coincide with events leading to celebration of the 50th anniversary of Alaska statehood.

I urge your support of this important piece of legislation.

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

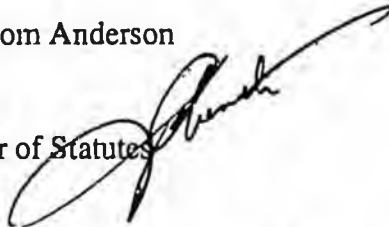
MEMORANDUM

February 25, 2004

SUBJECT: House Bill 467, establishing the Alaska Commemorative Coin Commission to make recommendations regarding the final design of the Alaska state quarter -- sectional analysis (Work Order No. 23-LS1678\A)

TO: Representative Tom Anderson

FROM: Jack Chenoweth
Assistant Revisor of Statutes



Jim Shine has asked for preparation of a sectional analysis of the above-captioned bill.

Now starting its sixth year of coin circulation, most people are familiar with the designs on the United States quarter that commemorate the various states. Under the schedule for coin issuance, the program is set to end at the end of 2008, with the Alaska commemorative coin scheduled to be issued in the second half of 2008.

Bill section 1 describes the purpose of the Act. It notes the key provision of the federal authorizing legislation, the 50 States Commemorative Coin Program Act, that requires each state governor to initiate a concept selection process that would culminate in selection of a final design.

Bill section 2 establishes the 11-member Alaska Commemorative Coin Commission, with the governor to appoint 6 members and authorizing the governor himself or his designee to take a seventh seat, and allowing the presiding officers of each chamber to appoint a majority and a minority member from each chamber. The bill section also contains other boilerplate provisions covering vacancies, reimbursement for expenses, and quorum requirements.

Bill section 3 spells out in general terms the commemorative coin selection process for the Alaska quarter, beginning with the solicitation of a design process, the review, consideration and recommendation of between three and five of the design concepts received, and the eventual selection of a final recommended design. Under the federal authorizing Act, the governor shall approve the final recommendation that would serve as the design for the Alaska commemorative quarter. There is a specific provision that reminds the commission that, in 2008, the year of the quarter's issuance and circulation, the state will be approaching the 50th anniversary of Statehood.

Representative Tom Anderson
February 25, 2004
Page 2

Bill section 4 terminates the Alaska Commemorative Coin Commission January 1, 2009.

Bill section 5 gives the measure a January 1, 2005, effective date.

A copy of the federal Act mentioned in the bill's purpose provision is enclosed. Its bill sections 1 - 3 are relevant.

JBC:med
04-233.med

Enclosure

50 States Commemorative Coin Program Act (Enrolled Bill)

--S.1228--

S.1228

One Hundred Fifth Congress

of the

United States of America

AT THE FIRST SESSION

Begun and held at the City of Washington on Tuesday,

the seventh day of January, one thousand nine hundred and ninety-seven

An Act

To provide for a 10-year circulating commemorative coin program to commemorate each of the 50 States, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the '50 States Commemorative Coin Program Act'.

SEC. 2. FINDINGS.

The Congress finds that--

(1) it is appropriate and timely--

(A) to honor the unique Federal republic of 50 States that comprise the United States; and

(B) to promote the diffusion of knowledge among the youth of the United States about the individual States, their history and geography, and the rich diversity of the national heritage;

(2) the circulating coinage of the United States has not been modernized during the 25-year period preceding the date of enactment of this Act;

(3) a circulating commemorative 25-cent coin program could produce earnings of \$110,000,000 from the sale of silver proof coins and sets over the 10-year period of issuance, and would produce indirect earnings of an estimated \$2,600,000,000 to \$5,100,000,000 to the United States Treasury, money that will replace borrowing to fund the national debt to at least that extent; and

(4) it is appropriate to launch a commemorative circulating coin program that encourages young people and their families to collect memorable tokens of all of the States for the face value of the coins.

SEC. 3. ISSUANCE OF REDESIGNED QUARTER DOLLARS OVER 10-YEAR PERIOD COMMEMORATING

EACH OF THE 50 STATES.

Section 5112 of title 31, United States Code, is amended by inserting after subsection (k) the following new subsection:

“(I) REDESIGN AND ISSUANCE OF QUARTER DOLLAR IN COMMEMORATION OF EACH OF THE 50 STATES-

“(1) REDESIGN BEGINNING IN 1999-

“(A) IN GENERAL- Notwithstanding the fourth sentence of subsection (d)(1) and subsection (d)(2), quarter dollar coins issued during the 10-year period beginning in 1999, shall have designs on the reverse side selected in accordance with this subsection which are emblematic of the 50 States.

“(B) TRANSITION PROVISION- Notwithstanding subparagraph (A), the Secretary may continue to mint and issue quarter dollars in 1999 which bear the design in effect before the redesign required under this subsection and an inscription of the year ‘1998’ as required to ensure a smooth transition into the 10-year program under this subsection.

“(2) SINGLE STATE DESIGNS- The design on the reverse side of each quarter dollar issued during the 10-year period referred to in paragraph (1) shall be emblematic of 1 of the 50 States.

“(3) ISSUANCE OF COINS COMMEMORATING 5 STATES DURING EACH OF THE 10 YEARS-

“(A) IN GENERAL- The designs for the quarter dollar coins issued during each year of the 10-year period referred to in paragraph (1) shall be emblematic of 5 States selected in the order in which such States ratified the Constitution of the United States or were admitted into the Union, as the case may be.

“(B) NUMBER OF EACH OF 5 COIN DESIGNS IN EACH YEAR- Of the quarter dollar coins issued during each year of the 10-year period referred to in paragraph (1), the Secretary of the Treasury shall prescribe, on the basis of such factors as the Secretary determines to be appropriate, the number of quarter dollars which shall be issued with each of the 5 designs selected for such year.

“(4) SELECTION OF DESIGN-

“(A) IN GENERAL- Each of the 50 designs required under this subsection for quarter dollars shall be-

“(i) selected by the Secretary after consultation with--

“(I) the Governor of the State being commemorated, or such other State officials or group as the State may designate for such purpose; and

“(II) the Commission of Fine Arts; and

“(ii) reviewed by the Citizens Commemorative Coin Advisory Committee.

“(B) SELECTION AND APPROVAL PROCESS- Designs for quarter dollars may be submitted in accordance with the design selection and approval process developed by the Secretary in the sole discretion of the Secretary.

“(C) PARTICIPATION- The Secretary may include participation by State officials, artists from the

States, engravers of . United States Mint, and members of the general public.

`(D) STANDARDS- Because it is important that the Nation's coinage and currency bear dignified designs of which the citizens of the United States can be proud, the Secretary shall not select any frivolous or inappropriate design for any quarter dollar minted under this subsection.

`(E) PROHIBITION ON CERTAIN REPRESENTATIONS- No head and shoulders portrait or bust of any person, living or dead, and no portrait of a living person may be included in the design of any quarter dollar under this subsection.

`(5) TREATMENT AS NUMISMATIC ITEMS- For purposes of sections 5134 and 5136, all coins minted under this subsection shall be considered to be numismatic items.

`(6) ISSUANCE-

`(A) QUALITY OF COINS- The Secretary may mint and issue such number of quarter dollars of each design selected under paragraph (4) in uncirculated and proof qualities as the Secretary determines to be appropriate.

`(B) SILVER COINS- Notwithstanding subsection (b), the Secretary may mint and issue such number of quarter dollars of each design selected under paragraph (4) as the Secretary determines to be appropriate, with a content of 90 percent silver and 10 percent copper.

`(C) SOURCES OF BULLION- The Secretary shall obtain silver for minting coins under subparagraph (B) from available resources, including stockpiles established under the Strategic and Critical Materials Stock Piling Act.

`(7) APPLICATION IN EVENT OF THE ADMISSION OF ADDITIONAL STATES- If any additional State is admitted into the Union before the end of the 10-year period referred to in paragraph (1), the Secretary of the Treasury may issue quarter dollar coins, in accordance with this subsection, with a design which is emblematic of such State during any 1 year of such 10-year period, in addition to the quarter dollar coins issued during such year in accordance with paragraph (3)(A).'

Design Selection Process

Overview

The Fifty States Commemorative Coin Program Act ([Public Law 105-124](#)), signed by President Clinton on December 1, 1997, provides for the redesign of the reverse side of the quarter dollars with designs emblematic of each of the 50 States. The Washington portrait will remain on the obverse of the quarters. The program provides for five States to be featured each year for a ten-year period and that each State will be honored in the order of that State's admission to the United States.

Procedure

Stage 1

The Mint will contact the Governor approximately 24 months prior to the beginning of the year in which the State will be honored to initiate the State design process. The Governor will appoint an individual from the State to serve as the Mint's liaison for this program.

Stage 2

The State will identify and provide to the Mint a minimum of 3 and a maximum of 5 different design concepts or themes emblematic of the State. The process for identifying concepts will be one of the States' choosing. Concepts should be provided to the Mint, accompanied by supporting material as appropriate – for example, photographs or sketches of landmarks, landscapes, historical buildings, or official depictions of State symbols. If copyrighted materials are used, releases must be provided from the copyright holders. **(Please Note: Any artwork submitted without proper releases will not be considered.)**

Stage 3

The Mint will review concepts for appropriateness and coinability. If fewer than three concepts are submitted, the Mint will develop additional concepts as necessary.

Stage 4

The Mint will produce drawings of all design concepts.

Stage 5

The Citizens Commemorative Coin Advisory Committee (CCCAC) will review drawings and recommend candidate designs.

Stage 6

The U.S. Fine Arts Commission will review candidate designs.

Stage 7

Candidate designs will be presented to the Secretary of the Treasury for review and approval.

Stage 8

The Mint will return approved designs to the Governor for selection of the State design.

Stage 9

The State will select the State design through a process determined by the Governor, within a timeframe specified by the Mint.

Stage 10

Final design will be returned to Treasury for approval by the Secretary or his designee.

Quarterdesigns is not an official government website or connected to any official entity in any way. [For the official US Mint Quarters website-Click Here.](#) Quarterdesigns is an independent website and makes no claims of completeness of design concepts for any state. Contained here are images gathered from the internet and other resources regarding the state quarters. Quarterdesigns includes a collection of designs submitted to states, but in no way is a complete archive of all of the finalists concepts or submissions. Many states have had thousands of designs submitted from which ultimately finalists are chosen.

Quarterdesigns is a non-commercial website for informational, educational and research purposes for the multitudes collecting state quarters.

[Quarterdesigns!](#) [Updates!](#) [Comments!](#) [Vote!](#) [Releases!](#) [Governors!](#) [Info!](#) [Process!](#) [Parameters!](#) [FAQ!](#) [The Act!](#) [Search](#)

Design Concept Parameters

Legislation

Public Law 105-124 provides for designs to be submitted in accordance with the design selection and approval process developed by the Treasury Secretary in the sole discretion of the Secretary. The law further requires that, "because it is important that the Nation's coinage and currency bear dignified designs of which the citizens of the United States can be proud, the Secretary shall not select any frivolous or inappropriate design" and "no head and shoulders portrait or bust of any person, living or dead, and no portrait of a living person may be included in the design."

Criteria

Designs shall maintain a dignity befitting the Nation's coinage.

Designs shall have broad appeal to the citizens of the State and avoid controversial subjects or symbols that are likely to offend.

Suitable subject matter for design concepts include State landmarks (natural and man-made), landscapes, historically significant buildings, symbols of State resources or industries, official State flora and fauna, State icons (eg.. Texas Lone Star, Wyoming bronco, etc.), and outlines of the State.

State flags and State seals are not considered suitable for designs.

Designs limited to one or two concepts, as opposed to multiple concepts, translate best as designs on the small template of the quarter.

Consistent with the authorizing legislation, the States are encouraged to submit concepts that promote the diffusion of knowledge among the youth of the United States about the State, its history and geography, and the rich diversity of our national heritage.

Priority consideration will be given to designs and concepts that are enduring representations of the State. Coins have a commercial lifespan of at least 30 years and are collected for generations.

Inappropriate design concepts include, but are not limited to the following: logos or depictions of specific commercial, private, educational, civic, religious, sports, or other organizations whose membership or ownership is not universal.

Concepts or background materials submitted to the Mint which are covered by copyright, trademark, or other rights (such as privacy and publicity rights) **must** include a release acceptable to the Mint from the rights owner that allows the concept or materials to be used on the coin, in marketing and promotional materials, and on the Mint's website for unlimited worldwide distribution without charge or restriction. **(Please Note: Any artwork submitted without proper releases will not be considered.)**

Quarterdesigns is not an official government website or connected to any official entity in any way. For the official US Mint Quarters website-Click Here. Quarterdesigns is an independent website and makes no claims of completeness of design concepts for any state. Contained here are images gathered from the internet and other resources regarding the state quarters. Quarterdesigns includes a collection of designs submitted to states, but in no way is a complete archive of all of the finalists concepts or submissions. Many states have had thousands of designs submitted from which ultimately

finalists are chosen.

Quarterdesigns is a non-commercial website for informational, educational and research purposes for the multitudes collecting state quarters.

[Quarterdesigns!](#) [Updates!](#) [Comments!](#) [Vote!](#) [Releases!](#) [Governors!](#) [Info!](#) [Process!](#) [Parameters!](#) [FAQ!](#) [The Act!](#) [Search](#)

Frequently Asked Questions (FAQ)

How do I submit a design?

Your design must be submitted to the Governor of your state or to the selection committee approved by the Governor. The Governor of your state will be contacted approximately 18 to 24 months prior to the release of their state quarter. Most Governors have appointed a selection committee to organize the collection of submissions. Watch your Governors website for info on when and where to submit a design.

What is required to submit a design?

The design will need to be submitted on an 8.5 x 11 sheet of paper. The design concept can be a written description, computer drawing, a sketch or a finished drawing. A quarter template ([GIF](#), [EPS](#) or [PDF](#)) provided by the mint can be used, but is not required. An Entry Form and signed Release Form must be submitted along with the design.

How are designs selected for the state quarters?

Designs for the quarter will be reviewed by a selection committee approved by the Governor. The committee will make recommendations to the Governor regarding preliminary designs. The Governor and First Lady will select no fewer than 3 and no more than 5 preliminary designs to be submitted to the U.S. Mint. The U.S. Mint reviews the designs for appropriate images and clarity of reproduction. All designs submitted to the U.S. Mint are subject to modifications as needed to meet Federal specifications for coinability. Final design images created by the U.S. Mint may combine elements of more than one design concept. Creators of successful designs surrender all rights to images used in production, marketing, promotions, and other activities related to the U.S. Mint's 50 State Quarters Program. Artists must provide proof of design originality.

Who is selecting the final designs?

The Governor will in whatever method he chooses select the final design from the artists concept drawings returned to him from the U.S. Mint. Final approval is made by the Secretary of the Treasury.

What designs are acceptable for the 50 State Quarters?

Designs should be tasteful, and have broad appeal to the citizens of the state. They should avoid controversial subjects or symbols that may offend others. Suitable images may include: landscapes, state landmarks (natural or man-made), historically significant events, historically significant buildings, symbols of state resources or industries, official state flora and fauna, state icons, and state outlines. Priority consideration will be given to designs and concepts that are enduring representations of the state.

Are there any images unacceptable for the 50 State Quarters?

Yes. The U.S. Mint will not accept state flags and seals, logos, or emblems of specific commercial, private, educational, civic, religious, or sports organizations. Images may not include the likeness of a living person.

If I use copyrighted material in my design, what do I need to do?

Copyrighted material may be used if it is possible to obtain the legal rights to prepare design renderings. If copyrighted materials are used, the copyright holder must complete the U.S. Mint's Release Form. If you wish to send artwork that depicts a concept, please sign and send the Release Form with your submission.

Can anyone submit a design?

Yes. Designs may be submitted by anyone, of any age. Most states have only opened their contest to receive submissions from residents of their state. All designs become the property of the state. Most designs will not be returned.

What is the deadline for submitting a design?

States are asked to submit 3 to 5 designs to the U.S. Mint approximately 18 months prior to the release date of the state quarter.

Will my design be returned to me?

Probably not. Most designs become the property of the state and will not be returned.

Can a person submit more than 1 design?

The method of collection of submissions is at the discretion of the Governor of your state or the appointed selection committee. Most states have opened their contest only to residents of the state and only accepted 1 design per resident.

When and how will the design finalists be notified?

This varies by the deadline required by the U.S. Mint for the individual state and is at the discretion of the Governor or the appointed selection committee.

What is the 50 State Commemorative Quarter Program?

The 50 State Commemorative Quarter Program is a 10-year initiative commemorating each of the 50 states. States are honored in the order in which they ratified the Constitution and joined the Union. The first quarters went into circulation in 1999. The program will end with the final states in 2008. The program may be extended to accommodate additional states if acquired before the end of the program.

When will a commemorative quarter for my state be released?

The complete list of states and when their coins will be issued can be found on the [50 State Commemorative Quarter Release Dates](#) page.

Quarterdesigns is not an official government website or connected to any official entity in any way. [For the official US Mint Quarters website-Click Here.](#) Quarterdesigns is an independent website and makes no claims of completeness of design concepts for any state. Contained here are images gathered from the internet and other resources regarding the state quarters. Quarterdesigns includes a collection of designs submitted to states, but in no way is a complete archive of all of the finalists concepts or submissions. Many states have had thousands of designs submitted from which ultimately finalists are chosen.

Quarterdesigns is a non-commercial website for informational, educational and research purposes for the multitudes collecting state quarters.

[Quarterdesigns](#)| [Updates](#)| [Comments](#)| [Vote](#)| [Releases](#)| [Governors](#)| [Info](#)| [Process](#)| [Parameters](#)| [FAQ](#)| [The Act](#)| [Search](#)

50 State Commemorative Quarter Release Dates

Year	Quarter Mintage	Release Date	State	Statehood Date	State Totals
1999	4,430,940,000	January 01, 1999	Delaware	December 07, 1787	774,824,000
		March 08, 1999	Pennsylvania	December 12, 1787	707,332,000
		May 17, 1999	New Jersey	December 18, 1787	662,228,000
		July 19, 1999	Georgia	January 02, 1788	939,932,000
		October 12, 1999	Connecticut	January 09, 1788	1,346,624,000
2000	6,470,932,000	January 03, 2000	Massachusetts	February 06, 1788	1,163,784,000
		March 13, 2000	Maryland	April 28, 1788	1,234,732,000
		May 22, 2000	South Carolina	May 23, 1788	1,308,784,000
		August 07, 2000	New Hampshire	June 21, 1788	1,169,016,000
		October 16, 2000	Virginia	June 25, 1788	1,594,616,000
2001	4,806,984,000	January 02, 2001	New York	July 26, 1788	1,275,040,000
		March 12, 2001	North Carolina	November 21, 1789	1,055,476,000
		May 21, 2001	Rhode Island	May 29, 1790	870,100,000
		August 06, 2001	Vermont	March 04, 1791	882,804,000
		October 15, 2001	Kentucky	June 01, 1792	723,564,000
2002	3,313,304,000	January 02, 2002	Tennessee	June 01, 1796	648,068,000
		March 11, 2002	Ohio	March 01, 1803	632,032,000
		May 20, 2002	Louisiana	April 30, 1812	763,804,000
		August 2, 2002	Indiana	December 11, 1816	689,800,000
		October 15, 2002	Mississippi	December 10, 1817	579,600,000
2003	2,280,400,000	January 2, 2003	Illinois	December 03, 1818	463,200,000
		March 17, 2003	Alabama	December 14, 1819	457,400,000
		June 2, 2003	Maine	March 15, 1820	448,800,000
		August 4, 2003	Missouri	August 10, 1821	453,200,000
		October 20, 2003	Arkansas	June 15, 1836	457,800,000
2004		January 26, 2004	Michigan	January 26, 1837	
		March 29, 2004*	Florida	March 03, 1845	
		May, 2004*	Texas	December 29, 1845	
		August, 2004*	Iowa	December 28, 1846	
		October, 2004*	Wisconsin	May 29, 1848	
2005		January, 2005*	California	September 09, 1850	
		March, 2005*	Minnesota	May 11, 1858	

		May, 2005*	Oregon	February 14, 1859	
		August, 2005*	Kansas	January 29, 1861	
		October, 2005*	West Virginia	June 20, 1863	
2006		January, 2006*	Nevada	October 31, 1864	
		March, 2006*	Nebraska	March 01, 1867	
		May, 2006*	Colorado	August 01, 1876	
		August, 2006*	North Dakota	November 02, 1889	
		October, 2006*	South Dakota	November 02, 1889	
2007		January, 2007*	Montana	November 08, 1889	
		March, 2007*	Washington	November 11, 1889	
		May, 2007*	Idaho	July 03, 1890	
		August, 2007*	Wyoming	July 10, 1890	
		October, 2007*	Utah	January 04, 1896	
2008		January, 2008*	Oklahoma	November 16, 1907	
		March, 2008*	New Mexico	January 06, 1912	
		May, 2008*	Arizona	February 14, 1912	
		August, 2008*	Alaska	January 03, 1959	
		October, 2008*	Hawaii	August 21, 1959	

*Approximate release dates

These figures were derived from the [US Mint web site](#).

Quarterdesigns is not an official government website or connected to any official entity in any way. [For the official US Mint Quarters website-Click Here](#). Quarterdesigns is an independent website and makes no claims of completeness of design concepts for any state. Contained here are images gathered from the internet and other resources regarding the state quarters. Quarterdesigns includes a collection of designs submitted to states, but in no way is a complete archive of all of the finalists concepts or submissions. Many states have had thousands of designs submitted from which ultimately finalists are chosen.

Quarterdesigns is a non-commercial website for informational, educational and research purposes for the multitudes collecting state quarters.

[Quarterdesigns](#) | [Updates](#) | [Comments](#) | [Vote](#) | [Releases](#) | [Governors](#) | [Info](#) | [Process](#) | [Parameters](#) | [FAQ](#) | [The Act](#) | [Search](#)

HB

476

HFIN

FILE

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: CSHB 476(STA)
(H) Publish Date: 4/7/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Legislature
Title "An Act establishing the Alaska Statehood BRU Leg Council/Leg Operating
Celebration Commission; and providing for an effective.." Component: Session
Sponsor Representative Anderson Component No. Legislative Operating Budget
Requestor House State Affairs Component No. 783

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	0.0	0.0	0.0	0.0	0.0	0.0
Supplies	0.0	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0	0.0
Land & Structures	0.0	0.0	0.0	0.0	0.0	0.0
Grants & Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
----------------------	-----	-----	-----	-----	-----	-----

CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0
------------------------	-----	-----	-----	-----	-----	-----

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This legislation has zero fiscal impact on the Legislative Affairs Agency.

Prepared by: Karla Schofield, Deputy Director Phone 465-6626
Division Administrative Services Date/Time 3/29/04 2:50 PM
Approved by: Pamela Varni, Executive Director Date 3/29/2004
Agency Legislative Affairs Agency

Amended
to zero
4.19.04

OTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2
Bill Version: CSHB 476(STA)
H) Publish Date: 4/7/04

Revision Date/Time (Note if) Dept. Affected: GOV
Title "An Act establishs RDU Executive Operations
Statehood Celebration Commission.." Component Executive Office
Sponsor Representative Anderson
Requester House State Affairs Component No. 6

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services		50.8	50.8			
Travel		13.8	30.2			
Contractual		10.0	3.0			
Supplies		3.0	3.0			
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	77.6	87.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF		77.6	87.0			
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	77.6	87.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This fiscal note requires the Office of the Governor to provide the Statehood Celebration Commission with support for the 17-member commission.

The personal services estimate is for a Range 14 full-time position to provide support for the Commission. Transportation costs are based on an assumption that the Commission will have one organizational meeting and four planning meetings in FY06. In FY07 it is assumed the Commission will have eight meetings in different locations of the state.

This fiscal note reflects the best estimate at this time of start-up costs for the Commission. After the Commission is organized, they will be preparing their own budget for subsequent fiscal years as required by the legislation.

Prepared by: Gail Fenuniai, Asst. Admin. Director Phone 465-3885
Division: Office of the Governor, Administrative Services Date/Time 3/31/04 10:30 AM
Approved by: Linda J. Perez, Director Date 3/31/2004
Agency: Office of the Governor, Administrative Services

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: CSHB 476 (STA)
 () Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: GOV
 Title "An Act establishing the Alaska BRU Executive Operations
Statehood Celebration Commission Component Executive Office
 Sponsor Representative Anderson
 Requester House Finance Committee Component No. 6

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Prepared by: W.S. Williams
 Rep. Williams, Co-Chair
John L. Harris
 Rep. Harris, Co-Chair

Phone 465-3424
 Date/Time 4/19/04 2:49 PM
 Date 4/19/2004

Alaska State Legislature

House of Representatives



Official Business

State Capitol
Juneau, AK 99801-1182

SPONSOR STATEMENT FOR HB 476 BY: Representative Tom Anderson

TITLE: "An Act establishing the Alaska Statehood Celebration Commission; and providing for an effective date."

January 2009 will mark the 50th anniversary of Alaska's admission as the 49th state of the United States of America. It is important the State of Alaska recognize this landmark with a celebration of the state's magnificent heritage and to reflect upon the opportunities that 50 years of Statehood have brought to the state.

The Alaska Statehood Celebration Commission shall consist of 17 members, of which 12 shall be public members appointed by the governor. The presiding officer from the Alaska House of Representatives and the Alaska Senate will appoint a majority and a minority member from each body. The governor himself or his designee will occupy the 17th seat.

The Alaska Statehood Celebration Commission shall plan and administer all official state activities leading up to the 50th anniversary of Alaska Statehood. The commission will initiate a public process to solicit ideas about the celebration.

In addition, the commemorative quarter honoring the State of Alaska will be issued in the same calendar year in which the Alaska Statehood Celebration occurs.

I urge your support of this important piece of legislation.

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

MEMORANDUM

April 3, 2004

SUBJECT: Sectional Summary of CSIB 476(); An Act establishing the Alaska Statehood Celebration Commission (Work Order No. 23-LS1744D)

TO: Representative Tom Anderson
Attn: Jim Shine

FROM: George Utermohle *GU*
Legislative Counsel

You have requested a sectional summary of CSIB 476(), [Draft Version D]; An Act establishing the Alaska Statehood Celebration Commission.

As a preliminary matter, note that a sectional summary of a bill is not an authoritative interpretation of the bill. The bill itself is the best statement of its contents.

Section 1 of the bill sets out the purpose of the bill to establish a commission to plan and prepare for a celebration of the 50th anniversary of Alaska Statehood.

Section 2 of the bill establishes the Alaska Statehood Celebration Commission consisting of four public members, four legislative members, and the governor or the governor's designee and provides for operations of the commission.

Section 3 of the bill sets out the powers and duties of the commission in regard to the celebration of the 50th anniversary of Alaska Statehood.

Section 4 of the bill prohibits persons from asserting an affiliation with the commission unless the commission has authorized the affiliation in writing.

Section 5 of the bill provides that the provisions of the bill are repealed January 31, 2010.

Section 6 of the bill provides that the bill takes effect January 1, 2005.

If I may be of further assistance, please advise.

GU:med
04-369.med

HB

484

HFIN

FILE

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: HB484-ACS-TC-4-13-04
() Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: _____
Title Corrections: Fees/Surcharge BRU Alaska Court System
Component Trial Courts
Sponsor House Rules
Requester Governor Component No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

The Alaska Court System does not anticipate any fiscal impact from the passage of HB 484.

Prepared by: Doug Wooliver Administrative Attorney Phone 463-4750
Division Alaska Court System Date/Time 4/13/04 10:52 AM
Approved by: Stephanie Cole Administrative Director by Doug Wooliver Date 4/13/2004
Agency Alaska Court System

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: _____
Bill Version: CSH5484-DOC-CO-04-1
() Publish Date: _____

Revision Date/Time (Note if correction): _____ Dept. Affected: Corrections
Title "An Act imposing a correctional facility surcharge
...relating fees for interstate transfer of probation or parole..." RDU Administration & Operations
Sponsor Rules Committee Component: Office of the Commissioner
Requester Governor Component No. 694

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	F. 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	0.0	0.0	0.0	0.0	0.0	0.0
Supplies	0.0	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0	0.0
Land & Structures	0.0	0.0	0.0	0.0	0.0	0.0
Grants & Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
-----------------------------	------------	------------	------------	------------	------------	------------

CHANGE IN REVENUES (1005 GF/PR)	9.8	9.8	9.8	9.8	9.8	9.8
--	------------	------------	------------	------------	------------	------------

FUND SOURCE (Thousands of Dollars)

FUND SOURCE	FY 2005	F. 2006	FY 2007	FY 2008	FY 2009	FY 2010
1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1037 GF/Mental Health	0.0	0.0	0.0	0.0	0.0	0.0
Other (Specify Type--Do not abbreviate)	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

POSITIONS	FY 2005	F. 2006	FY 2007	FY 2008	FY 2009	FY 2010
Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Totals are based on an estimated annual 98 probationers and paroles applying for and obtaining a transfer of supervision to another state.

Prepared by: Jerry D. Brunett, Director Phone (907) 465-3339
Division Administrative Services Date/Time 4/12/04 9:59 AM
Approved by: Portia C.K. Parker, Deputy Commissioner Date 4/12/2004
Agency Department of Corrections

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: HB 484
(H) Publish Date: 2/16/04

Revision Date/Time (Note if correction): _____ Dept. Affected: LAW
Title: "An Act imposing a correctional facility surcharge....." RDU: Criminal
Sponsor: Rules Component: Collections and Support
Requester: Governor Component No.: _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	40.0	40.0	40.0	40.0	40.0	40.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	4.0	4.0	4.0	4.0	4.0	4.0
Supplies	1.0	1.0	1.0	1.0	1.0	1.0
Equipment	1.5	1.5	1.5	1.5	1.5	1.5
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	46.5	46.5	46.5	46.5	46.5	46.5

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

CHANGE IN REVENUES ()	200.5	449.5	657.3	719.3	740.4	767.4
------------------------	-------	-------	-------	-------	-------	-------

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	46.5	46.5	46.5	46.5	46.5	46.5
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	46.5	46.5	46.5	46.5	46.5	46.5

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill amends AS 12.55 by adding a requirement that a defendant who pleads guilty or nolo contendere to, or is convicted of a crime under state law shall pay a correctional facility surcharge if the defendant is incarcerated in connection with the crime. The surcharge imposed by the court shall be \$100 if the judgment includes a felony sentence; and \$50 if not. The bill also includes a provision for a surcharge if the defendant is placed on probation. It includes a provision for a fee in the event a person on probation or parole applies for transfer of supervision to another state, and it includes a requirement for a bond or cash deposit to be forfeited in the event the state is required to assist in the applicant's return to the state for continued supervision.

Passage of this legislation will have a fiscal impact on the Department of Law if the Court System

Prepared by: Kathryn Daughheteo, Director Phone: 465-3673
Division: Administrative Services Division Date/Time: 2/3/04 7:55 AM
Approved by: Kathryn Daughheteo for Gregg D. Renkes, Attorney General Date: 2/3/2004
Agency: Department of Law

FISCAL NOTE #1

STATE OF ALASKA
2004 LEGISLATIVE SESSION

BILL NO. HB 484

ANALYSIS CONTINUATION

begins to transfer the responsibility to collect surcharges - both those that are proposed in this legislation, and those that currently exist in AS 12.55.039 - to the Collections Unit. At this time, the data base and system that is used in the collections effort is at full capacity and cannot be reprogrammed to handle different types of obligations. Thus the basis for this fiscal note is the assumption that the new surcharges will be commingled with the cost of incarceration amounts the Department of Law currently collects and transfers to the Department of Corrections.

The collections unit collects unsecured debts owed to the state. The majority of these debts are criminal judgments (fines, judgments for the cost of appointed counsel, judgments for the cost of incarceration on DUI charges, and court and collection costs in minor offense cases). The collections unit also collects civil judgments, including attorney fee awards, on behalf of the State and civil penalties issued by agencies such as OSHA and APOC. Effective January 1, 2002, the collections unit expanded its work to include the collection of restitution on behalf of victims in criminal and juvenile delinquency proceedings. Passage of the victim restitution legislation with a reduced fiscal note has challenged the unit to resolve system capacity issues. A rebuilt, expandable database that could handle additional types of collection items as well as those already under collection is planned for, but because the plan entails no new financial or human resources, the timeline for completion is uncertain. A second significant issue is the implementation of the Court System's new management information system which will begin to allow the Courts to transfer uncollected surcharges to the Department of Law at a yet uncertain point in the future. Up until now, the Court System has not transferred responsibility to collect any surcharges to the unit.

In the event this legislation passes and the court system begins sending these debts to the collections unit, an additional Administrative Clerk would be needed to deal with the added workload, since at this juncture we are still manually entering judgments into our computerized database.

Any additional revenues that will be generated through passage of this legislation are uncertain, however we have estimated as follows:

Number of Felony Convictions resulting in Jail Time - $2,000 \times \$100 = \$200,000$

Number of Probation Revokees - $2,000 \times \$100 = \$200,000$

Number of Misdemeanor Convictions resulting in jail time - $18,000 \times \$50 = \$900,000$

Total surcharges imposed through this legislation would thereby reach \$1,300,000 annually. We have used collection statistics based on years of actual experience collecting fines and other types of debts to the state to come up with the numbers shown as annual anticipated revenues. In the first year, our historical collection rate has been 18.23%. In the second year it has been 19.32%, in the third year it has been 15.38%. Then it drops to 2.84%, 1.4%, and 2.2% in years four through six. However in the first year we anticipate no new revenues from felony probation revocations because such revocations will apply to felonies committed before the effective date of the legislation. Revenue collections quickly climb in the 2nd through 4th year, and then begin to level off where presumably they will hover around \$750,000 per year provided no major swings in the amount of the permanent fund dividend or changes to the laws that govern the garnishment order for certain debts to the state, and no new laws that would require collection of new types of debt that may supersede a criminal judgment.

In terms of new revenues, it is important to note that because the Department of Law does not presently have the capability to track a new type of debt, it will not be possible to distinguish between cost of incarceration charges and the surcharges proposed in this legislation. Whatever positive effects the general fund may see as a result of the surcharges will be in the form of revenues in excess of fee supported services authority in the Department of Corrections operating budget.

THE
FOLLOWING
DOCUMENT(S)
ARE
POOR
ORIGINAL
COPIES



HB484

FRANK H. MURKOWSKI
GOVERNOR
GOVERNOR@GOV.STATE.AK.US

P.O. Box 110001
JUNEAU, ALASKA 99811-0001
(907) 463-3500
FAX (907) 465-3532
WWW.GOV.STATE.AK.US

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

February 13, 2004

The Honorable Pete Kott
Speaker of the House
Alaska State Legislature
State Capitol, Room 208
Juneau, AK 99801-1182

Dear Speaker Kott:

Under the authority of article III, section 18, of the Alaska Constitution, I am transmitting a bill that would impose a surcharge on persons convicted of an offense and on persons whose probation is revoked. The bill also would require a person under state probation or parole supervision to pay an application fee for a requested transfer of that supervision to another state.

Alaska has an urgent need to mitigate the cost of its correctional facilities. The bill imposes a surcharge on a person who pleads guilty or nolo contendere to, or is convicted of, a crime if the person was arrested and taken to a correctional facility or is sentenced to a term of imprisonment. The amount of the surcharge depends on the seriousness of the crime: \$100 for a felony and \$50 for a misdemeanor.

The bill also would impose a surcharge on a person placed on probation after conviction of a crime. The surcharge is collected only if the defendant's probation is revoked for a probation violation and the person was either arrested and taken to a correctional facility for the violation, or sentenced to prison for it.

Alaska participates in the Interstate Compact for Adult Offender Supervision (Compact), which regulates the transfer of supervision for persons under state probation and parole. The bill would establish an application fee for persons under active probation or parole supervision who request an interstate transfer of supervision under the Compact. According to the Department of Corrections, the great majority of other states already impose a fee for similar services. The bill also would require the applicant to post a bond or deposit cash, which would be forfeited if the state must escort the person back to Alaska for confined supervision.

I urge your prompt and favorable consideration of this proposal.

Sincerely yours,

Frank H. Murkowski
Governor

Enclosure

HB

484

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT
MAY 04 2004
SENATE FINANCE
COMMITTEE

DATE: 04/22/04

FURTHER:

DATE TURNED IN TO OFFICE: 4 May 2004

Finance Committee considered CS FOR HOUSE BILL NO. 484(JUD) am

HB 484 CORRECTIONS: FEES/SURCHARGE

"An Act imposing a correctional facility surcharge on persons convicted of a crime under state law and on persons whose probation is revoked; relating to fees and expenses for interstate transfer of probation or parole; 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 _____ Committee

Senate Bill:
 Same Title
 New Title

House Bill:
 Same Title
 Technical Title Change
 New Title w/ SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero.	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#
Law	2/3/04	46.5			#1
Court	7/13/04			✓	#2
Corrections	1/2/04	✓		✓	#3

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	Do PASS	Do NOT PASS	No REC	AMEND
<i>[Signature]</i>	✓			
<i>[Signature]</i>			✓	
<i>[Signature]</i>			✓	
<i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			

FISCAL NOTE

REPORTED OUT

MAY 04 2004

SENATE FINANCE
COMMITTEE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSHB 484(JUD)
 (H) Publish Date: 4/14/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Corrections
 Title: "An Act imposing a correctional facility surcharge RDU: Administration & Operations
...relating fees for interstate transfer of probation or parole..." Component: Office of the Commissioner
 Sponsor: Rules Committee
 Requester: Governor Component No. 694

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	0.0	0.0	0.0	0.0	0.0	0.0
Supplies	0.0	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0	0.0
Land & Structures	0.0	0.0	0.0	0.0	0.0	0.0
Grants & Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
-----------------------------	-----	-----	-----	-----	-----	-----

CHANGE IN REVENUES (1005 GF/PR)	9.8	9.8	9.8	9.8	9.8	9.8
--	-----	-----	-----	-----	-----	-----

FUND SOURCE (Thousands of Dollars)

FUND SOURCE	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
*002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1037 GF/Mental Health	0.0	0.0	0.0	0.0	0.0	0.0
Other (Specify Type--Do not abbreviate)	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
 Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

POSITIONS	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: *(Attach a separate page if necessary)*

Totals are based on an estimated annual 98 probationers and paroles applying for and obtaining a transfer of supervision to another state.

Prepared by: Jerry D. Brunett, Director Phone (907) 465-3339
 Division: Administrative Services Date/Time 4/12/04 9:59 AM
 Approved by: Portia C.K. Parker, Deputy Commissioner Date 4/12/2004
 Agency: Department of Corrections

FISCAL NOTE

REPORTED OUT
MAY 04 2004
SENATE FINANCE
COMMITTEE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2
Bill Version: CSHB 484(JUD)
(H) Publish Date: 4/14/04

Revision Date/Time (Note if correction): _____ Dept. Affected: _____
Title: Corrections: Fees/Surcharge BRU: Alaska Court System
Sponsor: House Rules Component: Trial Courts
Requester: Governor Component No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

FUND SOURCE	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type-Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)
The Alaska Court System does not anticipate any fiscal impact from the passage of HB 484.

Prepared by: Doug Wooliver Administrative Attorney Phone: 463-4750
Division: Alaska Court System Date/Time: 4/13/04 10:52 AM
Approved by: Stephanic Cole Administrative Director by Doug Wooliver Date: 4/13/2004
Agency: Alaska Court System

FISCAL NOTE

REPORTED OUT
MAY 04 2004
SENATE FINANCE
COMMITTEE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: HB 484
(H) Publish Date: 2/16/04

Revision Date/Time (Note if correction): _____ Dept. Affected: LAW
Title "An Act imposing a correctional facility surcharge....." RDU Criminal
Sponsor Rules Component Collections and Support
Requester Governor Component No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services	40.0	40.0	40.0	40.0	40.0	40.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	4.0	4.0	4.0	4.0	4.0	4.0
Supplies	1.0	1.0	1.0	1.0	1.0	1.0
Equipment	1.5	1.5	1.5	1.5	1.5	1.5
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	46.5	46.5	46.5	46.5	46.5	46.5

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

CHANGE IN REVENUES ()	200.5	449.5	657.3	719.3	740.4	767.4
-------------------------------	--------------	--------------	--------------	--------------	--------------	--------------

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	46.5	46.5	46.5	46.5	46.5	46.5
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	46.5	46.5	46.5	46.5	46.5	46.5

Estimate of any current year (FY2004) cost: 0.0
Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This bill amends AS 12.55 by adding a requirement that a defendant who pleads guilty or nolo contendere to, or is convicted of a crime under state law shall pay a correctional facility surcharge if the defendant is incarcerated in connection with the crime. The surcharge imposed by the court shall be \$100 if the judgment includes a felony sentence; and \$50 if not. The bill also includes a provision for a surcharge if the defendant is placed on probation. It includes a provision for a fee in the event a person on probation or parole applies for transfer of supervision to another state, and it includes a requirement for a bond or cash deposit to be forfeited in the event the state is required to assist in the applicant's return to the state for continued supervision.

Passage of this legislation will have a fiscal impact on the Department of Law if the Court System

Prepared by: Kathryn Daughhete, Director Phone 465-3673
Division: Administrative Services Division Date/Time 2/3/04 7:55 AM
Approved by: Kathryn Daughhete for Gregg D. Renkes, Attorney General Date 2/3/2004
Agency: Department of Law

FISCAL NOTE #1

STATE OF ALASKA
2004 LEGISLATIVE SESSION

BILL NO. HB 484

ANALYSIS CONTINUATION

begins to transfer the responsibility to collect surcharges - both those that are proposed in this legislation, and those that currently exist in AS 12.55.039 - to the Collections Unit. At this time, the data base and system that is used in the collections effort is at full capacity and cannot be reprogrammed to handle different types of obligations. Thus the basis for this fiscal note is the assumption that the new surcharges will be commingled with the cost of incarceration amounts the Department of Law currently collects and transfers to the Department of Corrections.

The collections unit collects unsecured debts owed to the state. The majority of these debts are criminal judgments (fines, judgments for the cost of appointed counsel, judgments for the cost of incarceration on DUI charges, and court and collection costs in minor offense cases). The collections unit also collects civil judgments, including attorney fee awards, on behalf of the State and civil penalties issued by agencies such as OSHA and APOC. Effective January 1, 2002, the collections unit expanded its work to include the collection of restitution on behalf of victims in criminal and juvenile delinquency proceedings. Passage of the victim restitution legislation with a reduced fiscal note has challenged the unit to resolve system capacity issues. A rebuilt, expandable database that could handle additional types of collection items as well as those already under collection is planned for, but because the plan entails no new financial or human resources, the timeline for completion is uncertain. A second significant issue is the implementation of the Court System's new management information system which will begin to allow the Courts to transfer uncollected surcharges to the Department of Law at a yet uncertain point in the future. Up until now, the Court System has not transferred responsibility to collect any surcharges to the unit.

In the event this legislation passes and the court system begins sending these debts to the collections unit, an additional Administrative Clerk would be needed to deal with the added workload, since at this juncture we are still manually entering judgments into our computerized database.

Any additional revenues that will be generated through passage of this legislation are uncertain, however we have estimated as follows:

Number of Felony Convictions resulting in Jail Time - $2,000 \times \$100 = \$200,000$

Number of Probation Revokes - $2,000 \times \$100 = \$200,000$

Number of Misdemeanor Convictions resulting in jail time - $18,000 \times \$50 = \$900,000$

Total surcharges imposed through this legislation would thereby reach \$1,300,000 annually. We have used collection statistics based on years of actual experience collecting fines and other types of debts to the state to come up with the numbers shown as annual anticipated revenues. In the first year, our historical collection rate has been 18.23%. In the second year it has been 19.32%, in the third year it has been 15.38%. Then it drops to 2.84%, 1.4%, and 2.2% in years four through six. However in the first year we anticipate no new revenues from felony probation revocations because such revocations will apply to felonies committed before the effective date of the legislation. Revenue collections quickly climb in the 2nd through 4th year, and then begin to level off where presumably they will hover around \$750,000 per year provided no major swings in the amount of the permanent fund dividend or changes to the laws that govern the garnishment order for certain debts to the state, and no new laws that would require collection of new types of debt that may supersede a criminal judgment.

In terms of new revenues, it is important to note that because the Department of Law does not presently have the capability to track a new type of debt, it will not be possible to distinguish between cost of incarceration charges and the surcharges proposed in this legislation. Whatever positive effects the general fund may see as a result of the surcharges will be in the form of revenues in excess of fee supported services authority in the Department of Corrections operating budget.

STATE OF ALASKA

FRANK H. MURKOWSKI, GOVERNOR


DEPARTMENT OF CORRECTIONS

Office of the Commissioner

P.O. Box 112000
Juneau, AK 99811-2000
PHONE: (907) 465-4652
FAX: (907) 465-3390

TO: Senator Gary Wilken, Co-Chairman
Senate Finance Committee

Senator Lyda Green, Co-Chairman
Senate Finance Committee

FROM: Commissioner Marc Antrim 
Department of Corrections

DATE: April 27, 2004

RE: Senate Finance Committee Hearing Request for HB484, An Act Relating to
Corrections Fees/Surcharges

At the convenience of the Chairmen, I respectfully request that the Senate Finance Committee schedule a hearing to discuss HB484, An Act Relating to Corrections Fees/Surcharges.

SB336, Senate companion legislation to HB484 was considered by the Senate Finance Committee on April 8, 2004 and was moved from the Senate Finance Committee with four "Do Pass" recommendations. Apparently, one positive fiscal note (from Corrections) and one zero fiscal note (from the Court System) did not reach the Committee in time to accompany SB336 when it moved out of committee, and therefore HB484 requires a hearing in the Senate Finance Committee.

Thank you for your consideration of this hearing request. Please contact me or Portia Parker at 465-4652 if you have any questions or would like supplemental information about HB484.

CS for HOUSE BILL 484(JUD) am

Sectional Summary

Section 1 would impose a correctional facility surcharge on a person who is convicted of a crime, if the person was arrested and taken to a correctional facility or sentenced to a term of imprisonment as a result of the conviction. The amount of the surcharge depends on the seriousness of the crime: \$100 for a felony, and \$50 for a misdemeanor. One surcharge would be imposed for one judgment, even though a person may be convicted of more than one crime in a single judgment.

Section 1 also imposes an additional correctional facility surcharge on a defendant placed on probation, to be collected only if the defendant's probation is revoked and the person is arrested and taken to a correctional facility or sentenced to prison for the violation. This surcharge is \$100.

Section 2 requires a person under parole or probation supervision in the state, who applies for a transfer of supervision to another state under the Interstate Compact for Adult Offender Supervision, to pay a \$100 nonrefundable application fee. Alaska is one of the few states that currently does not charge an application fee.

Sections 3 and 4 include applicability and effective date provisions.

Prepared by the Department of Corrections