

ALASKA LEGISLATURE SPECIAL COMMITTEE / SUBJECT FILE 8672

1158 SCOMM 34: HOUSE SPEC. COMMITTEE ON STATE LOANS 1983-84



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.


Signature of Camera Operator


Date

SCOMM

34:19

Alaska State Legislature

POUCH V
JUNEAU, ALASKA 99811
(907) 465-4821



REPRESENTATIVE RICK UEHLING
CHAIRMAN
REPRESENTATIVE WALT FURNACE
REPRESENTATIVE NILO KOPONEN
REPRESENTATIVE JERRY WARD
REPRESENTATIVE RON WENDTE

House Special Committee on State Loans

HAND DELIVERED

MEMORANDUM

TO: Members of the House Special Committee on State Loans
FROM: Representative Rick Uehling, Chairman
DATE: February 13, 1984

RE: Meeting of Special Committee on State Loans

The House Special Committee on State Loans will meet tomorrow, February 14th at 5:00 p.m. in Capitol Room 118 to hear testimony on House Bill 553, amending the Alaska Grain Reserve Bill.

It is anticipated that the meeting will be short, if we can begin on time, as several members wish to attend the reception with Senator Stevens.

I look forward to seeing you there.

/as

Alaska State Legislature

POUCH V
JUNEAU, ALASKA 99811
©07/465-4821



REPRESENTATIVE RICK UEHLING
CHAIRMAN
REPRESENTATIVE WALT FURNACE
REPRESENTATIVE NILO KOPONEN
REPRESENTATIVE JERRY WARD
REPRESENTATIVE RON WENDT

House Special Committee on State Loans

Memorandum

COPY

To: Linn Asper
From: Rep. Uehling *al*
Subject: Committee Substitute for HB 553

The House Special Committee on State Loans would appreciate a CS for HB 553 on the Grain Reserve Program which would include the amendments suggested by the Department of Natural Resources.

The Committee approved the inclusion of amendments number 1 and 2 for the Committee Substitute.

Thank you very much.

MEMORANDUM

State of Alaska

TO: The Honorable Richard Shultz
Co-Chairman
House Resources Committee

DATE: February 7, 1984

FILE NO:

TELEPHONE NO:

FROM: Sharon Barton
Special Assistant
Department of Natural Resources

SUBJECT: DNR Proposed
Amendments - HB 553

As you know, the Grain Reserve Program was established in 1983 to make loans for crops grown in the 1983 and 1984 seasons. The Director of the Division of Agriculture has subsequently recommended to the Governor that the program be extended at least through 1987. He further recommended that the fund be converted to a revolving account to reduce or eliminate the necessity of requesting annual appropriations to the fund. The Governor adopted both of these propositions as part of his agricultural program.

As sponsor of the original legislation, DNR requests your assistance in effecting the necessary statutory changes. Specifically, we ask your consideration of the following additional amendments to CS HB 553 (Resources):

1. AS 03.12.040 is amended to read:

Alaska grain reserve revolving loan fund. The Alaska grain reserve revolving loan fund is established in the department for the purpose of financing loans made under this chapter. The fund consists of appropriations made to it by the legislature, repayments of principal and accrued interest on loans made from the fund.

2. AS 03.12.200 is amended to read:

(3) "fund" means the Alaska grain reserve revolving loan fund.

3. ~~Sec. 3-5 1983 SLA Ch 100 are repealed.~~

With your approval, we will offer these amendments in the House Resources Committee hearing today at 3:00 p.m.

*Amendments #1 and #2 adopted
(by Loans Comm. 2/14/84)*

MEMORANDUM

Startos
State of Alaska

TO: The Honorable Richard Shultz
Co-Chairman
House Resources Committee

DATE: February 7, 1984

FILE NO:

TELEPHONE NO:

FROM: Sharon Barton *SB*
Special Assistant
Department of Natural Resources

SUBJECT: DNR Proposed
Amendments - HB 553

As you know, the Grain Reserve Program was established in 1983 to make loans for crops grown in the 1983 and 1984 seasons. The Director of the Division of Agriculture has subsequently recommended to the Governor that the program be extended at least through 1987. He further recommended that the fund be converted to a revolving account to reduce or eliminate the necessity of requesting annual appropriations to the fund. The Governor adopted both of these propositions as part of his agricultural program.

As sponsor of the original legislation, DNR requests your assistance in effecting the necessary statutory changes. Specifically, we ask your consideration of the following additional amendments to CS HB 553 (Resources):

1. AS 03.12.040 is amended to read:

Alaska grain reserve revolving loan fund. The Alaska grain reserve revolving loan fund is established in the department for the purpose of financing loans made under this chapter. The fund consists of appropriations made to it by the legislature, repayments of principal and accrued interest on loans made from the fund.

2. AS 03.12.200 is amended to read:

(3) "fund" means the Alaska grain reserve revolving loan fund.

3. Sec. 3-5 1983 SLA Ch 100 are repealed.

With your approval, we will offer these amendments in the House Resources Committee hearing today at 3:00 p.m.

John Rubini said:

We will defend

recognized exemptions - such as

retained principals - maybe interest earned.

(which is more of a gray area)



Alaska State Legislature

HOUSE OF REPRESENTATIVES
COMMITTEE ON RESOURCES

FEB 10 1984

JOHN RINGSTAD, CO-CHAIRMAN
RICHARD SHULTZ, CO-CHAIRMAN
POUCH V
JUNEAU, ALASKA 99811
(907) 465-3715

To: Rep. Rick Uehling
House Special Loans Committee Chairman

From: Rep. John Ringstad, Co-Chairman
House Resources Committee Chairman

Date: February 9, 1984

Re: CS HB 553

As you know, the House Resources Committee has had before it HB 553 and has replaced it with CS HB 553 and passed this bill on to the House Special Committee on Loans.

It is the desire of the Resources Committee that the Special Committee on Loans, when reviewing this bill, address the issue of legislative oversight of the loan program, and consider different options which would allow the legislature to keep track of the different loan programs as they are administered by the administration.

It is the concern of this Committee that oftentimes, when the legislature establishes these types of loan programs, the administration of these programs is left unchecked, thus allowing the administrators of the funds an uncomfortable level of discretion in the distribution of the funds.

Enclosed is a copy of the amendment to the bill which DNR submitted to our Committee. As we are a committee that deals with resource issues, rather than loan programs, we felt it more appropriate that this issue of establishing a revolving loan program be addressed in your committee.

Therefore, it is the desire of this committee that the Special Committee on Loans take a thorough look at the State's revolving loan programs and other loan programs, as they are now administered.

BACKGROUND

HB 553

"An Act amending the Alaska Grain Reserve Program; and providing for an effective date."

This is a single purpose piece of legislation. It is intended to allow the Director of the Division of Agriculture to accept "hulless" barley as collateral under the Alaska Grain Reserve Program. Since the Reserve Program currently states that only grain which is graded number four or better can be used, and since hulless barley is not USDA graded at all, it cannot be used at this time.

Hulless barley is not grown much in the Lower 48, and the USDA has therefore not begun to grade it. It is however, popular in Alaska due to its' heavy weight and also due to the fact that it is excellent feed for poultry and young pigs.

Two committee amendments are requested for this bill; 1.) to specify hulless barley, and 2.) to require the Director of the Division of Agriculture to have the approval of the Commissioner of the Department of Natural Resources to accept hulless barley as collateral.

**STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE**

Revision Date: _____

REQUEST

Bill/Resolution No.: CSHB 553 (RES)

Title: Grain Reserve Program

Amendments

Sponsor: Schultz

Requestor: _____

Date of Request: 2-6-84

FISCAL DETAIL

Agency Affected: Natural Resources

Program Category Affected: _____

Agriculture development

BRU, Program or Subprogram(s) Affected: _____

Agriculture development

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-
CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
REVENUE	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis

Prepared By: Sharon L. Barton

Phone: 465-2400

Division: Commissioner's Office

Date: 2-6-84

Approved by Commissioner: Mimi D. Small, Dept.

Date: 2-6-84

Agency: Department of Natural Resources

Distribution (by Agency preparing fiscal note):

Legislative Finance

Legislative Sponsor

Requestor

Office of Management and Budget

Impacted Agency(ies)

12/1/83

Delta II DelegationMarch 20 & 21, 1984

	<u>1983</u> Acres Actually in Production	<u>1984</u> Acres to be in Production
Charles Trowbridge Owner of Tract 4, Delta II sale.	600	1200
Dick Jensen Owner of Tract 12, Delta II sale.	1140	1940
Scott Schultz and Mike Schultz, Owners of Tract 5, Delta II sale.	600	1200
Tom Krause, Owner of Tract 11, Delta II sale.	710	1200

In 1983, we produced over 50 percent of the barley produced in the state of Alaska. Our estimated production for 1984 will bring that figure to 75 percent.

Our personal investment, per farm, is in the range of \$200,000.00.

FACT: Our wives all work to support us!!

"An Act amending the Alaska Grain Reserve Program; and providing for an effective date"

- 1) This piece of legislation is intended to allow the Director of the Division of Agriculture to accept "hulless" barley as collateral under the Alaska Grain Reserve Program.**
- 2) Presently there must be 4 to 5 years growth experience before USDA will grade new products.**
- 3) The Reserve Program currently states that only grain which is graded number four or better can be used, and since hulless barley is not USDA graded at all, it cannot be used at this time.**
- 4) Hulless barley is not grown in the lower 48 and therefore USDA has not even begun to grade it.**
- 5) Hulless barley is very popular in Alaska due to its heavy weight which makes it excellent feed for poultry and young pigs.**
- 6) Hulless barley was developed at the University of Fairbanks and tested at the University's Experiment Farm in Delta and is specially developed for growth in the North.**
- 7) This bill would also change the program to a revolving loan fund; a change made in the Special Loans Committee at the request of the Director of Agriculture. This would allow the Revolving Loan Fund to reuse loans that are repaid, rather than having the legislature appropriate money each year.**

March 5, 1983

Rep. Shultz



Official Business

Alaska State Legislature

House of Representatives

Office of the Majority Leader

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

TO: House Majority Coalition Members

FROM: Representative Ramona Barnes
House Majority Leader

DATE: March 6, 1984

RE: CSHB 553 (Loans) "An Act amending the Alaska Grain Reserve Program;
and providing for an effective date."

ISSUE The state should loan money only against graded barley; to loan against hulless barley, which is ungraded, will encourage farmers to produce a lower quality product.

ANSWER Barley is graded by the USDA. However, the USDA only assigns a grade to barley with a track record. Hulless barley was developed only 2 years ago, specifically for northern areas. It is actually superior to ordinary barleys, even though it is currently ungraded. Thus, by allowing hulless barley to serve as collateral for state loans, farmers will be encouraged to grow a superior product, rather than discouraged from growing it.

Revisor's notes. — Enacted as AS 03.10.050(c). Renumbered in 1982.

Sec. 03.10.054. Sale or transfer of mortgages and notes. [Repealed, § 14 ch 122 SLA 1980.]

Sec. 03.10.058. Farm disaster area. The governor may declare a farm disaster in an area of the state if a natural disaster causes a crop failure. (§ 3 ch 38 SLA 1983)

Sec. 03.10.060. Short title. This chapter may be cited as the Alaska Agricultural Loan Act. (§ 1 ch 122 SLA 1953)

Chapter 12. Alaska Grain Reserve Program.

Section	Section
10. Alaska grain reserve program established	50. Administration of fund
20. Duties of the department	60. Regulations
30. Conditions on loans	70. Administrative Procedure Act
40. Alaska grain reserve loan fund	200. Definitions

Repeal of chapter. — Sections 4 and 5, ch. 100, SLA 1983 provide that this chapter is repealed effective January 1, 1988.

For termination and transition provisions, see § 3, ch. 100, SLA 1983, in the Temporary and Special Acts.

Sec. 03.12.010. Alaska grain reserve program established [Repealed effective January 1, 1988]. The Alaska grain reserve program is established in the Department of Natural Resources for the purpose of assisting state grain producers to develop markets for their products by making loans secured by grain reserves. (§ 1 ch 100 SLA 1983)

Sec. 03.12.020. Duties of the department [Repealed effective January 1, 1988]. In carrying out the purposes of this chapter the department shall

- (1) make loans to state grain producers under the conditions set out in this chapter;
- (2) administer and inspect stored grain held as collateral for loans made under this chapter; and
- (3) administer the Alaska grain reserve loan fund (AS 03.12.040). (§ 1 ch 100 SLA 1983)

Sec. 03.12.030. Conditions on loans [Repealed effective January 1, 1988]. (a) The department may make a loan to a state grain producer secured by grain grown by that producer in 1983 or 1984. Grain that is used as collateral for a loan made under this chapter must be graded number four or better.

(b) The amount of a loan made under this chapter is determined by multiplying 90 percent of the United States Department of Agriculture target price per ton for the type and grade of grain offered as collateral by the total tonnage of the collateral.

(c) The interest rate on a loan made under this chapter is equal to the interest rate on a loan made under AS 03.10.030(a).

(d) Grain that is held as collateral for a loan made under this chapter shall be stored in a storage facility approved by the department. The borrower may provide storage for the grain if the department determines that the storage provided by the borrower will adequately protect the department's interest in the grain. The department may inspect a storage facility provided by a borrower at any time and shall adopt regulations setting standards for storage facilities. Storage costs shall be paid to the borrower by the department during the term of the loan at the United States Department of Agriculture grain reserve loan storage rate.

(e) A borrower may not remove, sell, or otherwise dispose of grain held as collateral for a loan under this chapter without the consent of the department. All proceeds from the sale of collateral, up to an amount equal to the value originally assigned to that collateral under (b) of this section, plus accrued interest on the portion of the loan secured by that collateral, shall be applied to the outstanding balance of the loan.

(f) A loan made under this chapter shall be for a term that may not exceed three years. The borrower shall make annual payments of accrued interest during the term of the loan.

(g) In this section references to grain grading standards, target prices, volume or weight calculations and inspection standards, indicate standards, prices, or calculations that are in accordance with applicable United States Department of Agriculture standards.

(h) A loan may not be made under this chapter to a producer that is eligible to participate in federal grain reserve loan programs. (§ 1 ch 100 SLA 1983)

no longer a
Sec. 03.12.040. Alaska grain reserve loan fund [Repealed effective January 1, 1988]. The Alaska grain reserve loan fund is established in the department for the purpose of financing loans made under this chapter. The fund consists of appropriations made to it by the legislature. (§ 1 ch 100 SLA 1983)

Sec. 03.12.050. Administration of fund [Repealed effective January 1, 1988]. The commissioner shall administer the fund in conjunction with the agricultural loan fund board established under AS 03.10.050. A loan in excess of \$25,000 may not be made by the commissioner without the approval of the board. (§ 1 ch 100 SLA 1983)

Sec. 03.12.060. Regulations [Repealed effective January 1, 1988]. The department shall adopt regulations to carry out the purposes of this chapter. (§ 1 ch 100 SLA 1983)

Sec. 03.12.070. Administrative Procedure Act [Repealed effective January 1, 1988]. In carrying out the provisions of this chapter the department is subject to the Administrative Procedure Act (AS 44.62). (§ 1 ch 100 SLA 1983)

Sec. 03.12.200. Definitions [Repealed effective January 1, 1988]. In this chapter

- (1) "commissioner" means the commissioner of natural resources;
- (2) "department" means the Department of Natural Resources;
- (3) "fund" means the Alaska grain reserve loan fund; and
- (4) "grain" means barley, wheat or oats. (§ 1 ch 100 SLA 1983)

Chapter 15. Agriculture Pest and Disease Control Fund.

Section

20. Purpose of appropriations

Collateral references. — 3 Am. Jur. 2d, Agriculture, §§ 38-47; 4 Am. Jur. 2d, Animals, §§ 31-39.

3 C.J.S., Agriculture, §§ 83-104; 3A C.J.S., Animals, §§ 66-98.

Liability for injury caused by spraying or dusting of crops, 37 ALR3d 833.

Products liability — fertilizers, insecticides, pesticides, fungicides, weed killers, and the like, or articles used in application thereof, 12 ALR4th 462.

Crop duster's failure to exercise care in spraying crops, 9 Am. Jur. POF2d, pp. 623-657.

Sec. 03.15.010. Agricultural pest and disease control fund. [Repealed, § 2 ch 34 SLA 1968.]

Sec. 03.15.020. Purpose of appropriations. Appropriations available to the Department of Natural Resources or to the Department of Environmental Conservation may be used

(1) to buy materials or equipment needed to control agricultural pests when the persons directly affected cannot bear the total cost and the pest is one that is or may become a public problem;

(2) to charter or hire on a custom basis equipment and operators necessary for pest-control work when the persons directly affected cannot provide the service and the pest is one that is or may become a public problem;

(3) to match federal indemnity payments to livestock owners for livestock slaughtered under any cooperating livestock health program;

(4) to maintain a supply of vaccines, serums and chemicals needed for emergency pest control, that are not commercially available in the state. (§ 2 ch 90 SLA 1955; am § 3 ch 34 SLA 1968; am Executive Order No. 51, § 11 (1981))

Effect of amendments. — The 1981 amendment substituted "Department of Natural Resources or to the Department of

Environmental Conservation" for "department" in the introductory language.

Chapter 17. Marketing of Milk.

Section

10. Duties of the director
20. Milk advisory board
30. Duties of the board
40. Milk marketing orders
50. Content of marketing orders
60. Procedure for issuance of marketing orders

Section

65. Examination and production of records and persons
70. Unauthorized actions
80. Scope
90. Penalties
100. Definitions

Collateral references. — 35 Am. Jur. 2d, Food, §§ 11-32, 47-62.

36A C.J.S., Food, §§ 5, 6(1), 6(4), 8, 9(1), 9(3), 12(1) — 12(7), 14(1), 14(2).

Constitutionality of regulations as to milk, 18 ALR 235; 42 ALR 556; 58 ALR 672; 80 ALR 1225; 101 ALR 64; 110 ALR 644; 119 ALR 243; 155 ALR 1383.

Delegation of legislative power to board of health or other board, officer or group with regard to milk regulations, 18 ALR 237; 42 ALR 556; 58 ALR 672; 80 ALR 1225; 101 ALR 64; 110 ALR 644; 119 ALR 243; 155 ALR 1383.

Constitutionality of statutes relating to purchase of farm and dairy products from producers for purposes of resale, 117 ALR 347.

Construction and application of regulations of milk control commission as to milk, 122 ALR 1062.

Differentiation or variation in prices of milk for consumption in fluid form, based on differences other than those relating to quantity or quality, 149 ALR 1208.

Breed of cows as basis of milk price differential, 153 ALR 1174.

Sec. 03.17.010. Duties of the director. The director shall (1) administer this chapter, (2) enforce this chapter and the provisions of marketing orders issued under this chapter, and (3) have an accounting made of the funds held by the board at least annually. (§ 2 ch 136 SLA 1962)

Sec. 03.17.020. Milk advisory board. There is a milk advisory board consisting of five members. The director shall select the members of the board from among Alaskan producers, handlers, and retailers. No more than one handler and one retailer may serve on the board at one time. (§ 3 ch 136 SLA 1962)

Sec. 03.17.030. Duties of the board. The board shall

(1) advise the director in the formulation of policy for the operation of the market program,

(2) receive and report complaints and violations of a marketing order,

(3) assist the director in collection of data,

(4) collect, hold, and account for the assessments authorized by this chapter. (§ 4 ch 136 SLA 1962)

BILL HB0553
PAGE 02393
DATE 01/30/84
CHAMBER HOUSE
TEXT

HOUSE BILL NO. 553 by Shultz, entitled:
"An Act amending the Alaska Grain Reserve Program; and providing for an effective date."

was read the first time and referred to the Resources Committee.

BILL HB0553
PAGE 02477
DATE 02/06/84
CHAMBER HOUSE
TEXT

The Speaker added a referral to the House Special Committee on State Loans for HOUSE BILL NO. 553 (amending the Alaska Grain Reserve Program; effective date). HB 553 is currently in the Resources Committee.

BILL HB0553
PAGE 02488
DATE 02/08/84
CHAMBER HOUSE
TEXT

The Resources Committee has had HOUSE BILL NO. 553 (amending the Alaska Grain Reserve Program; effective date) under consideration, recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 553 (Resources)(same title) and reports it back as follows: Ringstad (Co-Chairman), Larson, Shultz and Liska recommend do pass; Vaska, Cowdery and Bussell have no recommendation. A zero fiscal note was attached.

HB 553 was referred to the House Special Committee on State Loans.

BILL HB0553
PAGE 02617
DATE 02/16/84
CHAMBER HOUSE
TEXT

The House Special Committee on State Loans has had HOUSE BILL NO. 553 (amending the Alaska Grain Reserve Program; effective date) under consideration, recommends it be replaced with COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 553 (Loans) (same title) and reports it back as follows: Uehling (Chairman), Ward, Koponen and Wendte recommend do pass; Furnace signed "Only if sunsetted and amended".

HB 553 was referred to the Rules Committee for placement on the calendar.

**Grain Reserve
Program
(loans)**

HOUSE BILL NO. 553, by Rep. Shultz. Amends AS 03.12.030, the Alaska Grain Reserve Program, section relating to loan conditions, to allow grain that is not graded to be accepted as collateral for loans made from the Alaska Grain Reserve Loan Fund, under conditions determined by the Director of the Division of Agriculture (current law allows that grain used as collateral must be graded number four or better). Provides Act takes effect immediately. Identical to SB 335, page 8.

Introduced January 30 and referred to Resources.

**Grain Reserve
Program
(loans)**

HOUSE BILL NO. 553, (see page 178). Reported back to the House February 8 by Resources recommending it be replaced with a substitute and as follows: Ringstad (Co-Chair), Larson, Shultz and Liska recommend do pass; Vaska, Cowdery and Bussell have no recommendation. On February 6 the Speaker added a referral to the House Special Committee on Loans. To Loans.

The Resources CS would allow hulless barley to be accepted as collateral under conditions determined by the Commissioner of Natural Resources (original bill allowed grain that is not graded to be accepted as collateral under conditions determined by the Director of the Division of Agriculture).

**Grain Reserve
Program
(loans)**

HOUSE BILL NO. 553, (see pages 178;281). Reported back to the House February 16 by the House Special Committee on State Loans recommending it be replaced with a Loans CS and that it do pass. Concurring: Uehling (Chair), Ward, Koponen and Wendte. Not concurring: Furnace signed "Only if sunsetted and amended." To Rules.

The Rules CS would make the Grain Reserve Loan fund a "revolving" fund, and it would consist of legislative appropriations "...and repayments of principal and accrued interest on loans made from the fund."

HOUSE

(5)

FURTHER:

(Loans added 2/6/84)
2/8/84

Date:

The Committee on **HOUSE SPECIAL COMMITTEE**
ON STATE LOANS has had **HB 553**

"An Act amending the Alaska Gzain Reserve Program; and providing for an effective date."

under consideration and recommends:

[] do pass

[] do not pass

[X] do pass with attached amendments(s)

[X] replace with CS for

[X] same title
[] new title

and recommends

[] AND attaches a "Letter of Intent"

[] New Fiscal Note

[] reports it back without recommendation

[] Zero Fiscal Note Attached

[] referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

00 PASS

Rick Bell
Long Ward
The Green
Ben White

Walt Furnace only if
Suss.H. I and amended -

CHAIRMAN

Original sponsor: Shultz

IN THE HOUSE

BY THE HOUSE SPECIAL
COMMITTEE ON STATE LOANS

CS FOR HOUSE BILL NO. 553 (Loans)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTEENTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act amending the Alaska Grain Reserve Program;
and providing for an effective date."

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

* Section 1. AS 03.12.020 is amended to read:

Sec. 03.12.020. DUTIES OF THE DEPARTMENT. In carrying out the
purposes of this chapter the department shall

(1) make loans to state grain producers under the condi-
tions set out in this chapter;

(2) administer and inspect stored grain held as collateral
for loans made under this chapter; and

(3) administer the Alaska grain reserve revolving loan fund
(AS 03.12.040).

* Sec. 2. AS 03.12.030(a) is amended to read:

(a) The department may make a loan to a state grain producer
secured by grain grown by that producer in 1983 or 1984. Grain that
is used as collateral for a loan made under this chapter must be
graded number four or better, except that hulless barley may be ac-
cepted as collateral under conditions determined by the commissioner
of the Department of Natural Resources.

* Sec. 3. AS 03.12.040 is amended to read:

Sec. 03.12.040. ALASKA GRAIN RESERVE REVOLVING LOAN FUND.

The Alaska grain reserve revolving loan fund is established in the
department for the purpose of financing loans made under this chapter.
The fund consists of appropriations made to it by the legislature and

1 repayments of principal and accrued interest on loans made from the
2 fund.

3 * Sec. 4. AS 03.12.200 is amended to read:

4 Sec. 03.12.200. DEFINITIONS. In this chapter

5 (1) "commissioner" means the commissioner of natural
6 resources;

7 (2) "department" means the Department of Natural Resources;

8 (3) "fund" means the Alaska grain reserve revolving loan
9 fund; and

10 (4) "grain" means barley, wheat or oats.

11 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-
12 10.070(c).

Offered: 2/29/84
Referred: Finance

See back

Original sponsor: Moss

1 IN THE SENATE BY THE RESOURCES COMMITTEE
2 CS FOR SENATE BILL NO. 335 (Resources)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 THIRTEENTH LEGISLATURE - SECOND SESSION
5 A BILL
6 For an Act entitled: "An Act relating to the Alaska Grain Reserve Program;
7 and providing for an effective date."
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
9 * Section 1. AS 03.12.020 is amended to read:
10 Sec. 03.12.020. DUTIES OF THE DEPARTMENT. In carrying out the
11 purposes of this chapter the department shall
12 (1) make loans to state grain producers under the condi-
13 tions set out in this chapter;
14 (2) administer and inspect stored grain held as collateral
15 for loans made under this chapter; and
16 (3) administer the Alaska grain reserve revolving loan fund
17 (AS 03.12.040).
18 * Sec. 2. AS 03.12.030(a) is amended to read:
19 (a) The department may make a loan to a state grain producer
20 secured by grain grown by that producer [IN 1983 OR 1984]. Grain that
21 is used as collateral for a loan made under this chapter must be
22 graded number four or better, except that grain that is non-standard-
23 ized may be accepted as collateral under conditions determined by the
24 director of the division of agriculture.
25 * Sec. 3. AS 03.12.040 is amended to read:
26 Sec. 03.12.040. ALASKA GRAIN RESERVE REVOLVING LOAN FUND.
27 The Alaska grain reserve revolving loan fund is established in the
28 department for the purpose of financing loans made under this chapter.
29 The fund consists of appropriations made to it by the legislature and

1 repayments of principal and accrued interest on loans made from the
2 fund.

3 * Sec. 4. AS 03.12.200 is amended to read:

4 Sec. 03.12.200. DEFINITIONS. In this chapter

5 (1) "commissioner" means the commissioner of natural
6 resources;

7 (2) "department" means the Department of Natural Resources;

8 (3) "fund" means the Alaska grain reserve revolving loan
9 fund; and

10 (4) "grain" means barley, wheat or oats.

11 * Sec. 5. Sections 3 - 5, ch. 100, SLA 1983 are repealed.

12 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-

13 10.070(c).

*These are the repealers that
the Loans Comm. refused to adopt.*

CSHB 553 Grain Reserve Program.

Rep Schultz.

non-standard
not sub-standard. Did not cover hullless barley.
(under USDA standards) so that
borrowers would not qualify for Fed.
Changes rec. by DNR.
& make a revolving loan fund -

? on definitions of "hullless."

? on revolving loans.

Bill Heim:

Hullless barley - heavier than other
barley - more like wheat.

- Commissioners - Natural Resources. -

6 people applied

2 not meeting standards

others - about \$50,000 expended.

When they sell - the repayment schedule
is set up (regs.).

Sale for some by next harvest time.
could be a 5% carryover.

Barley can be stored for several years.
Moisture content must be watched.

Revolving - aspect allows more latitude
for spring planting.

(unexpended portion.)
Carryover - should be good for 2 yrs.
according to the original appropriation.

SNR. would like to see 5 yrs for the program.
It would fall under Ag. Rev. loan fund.
and not need added staff.

Consideration should be given to Sunset clause -
Wendte - "Interest" of the State.

Draft 5.

incorporating original &
first 2 amendments.

{ Wendte
Furnace
Ward. }

not the repealers.

Check on fiscal note.

Motion to
adopt
C.S. HB 553. (Resources.)

no objection

Adoption of AM #1 and #2
on DNR. memo.

Motion to ^{Adopt.} ~~pass~~ out of concom.
C.S.
with individual recommendations.

Free Concom. Informal meeting

HB. 574-

Q's ① on .125 rate of risks. (formula).
② on Veterans rates. (assumption).

Get the numbers ~~in~~ ^{out} & the politics out.

~~Survey~~ Priority listing will be done.

State Loan subsidy report. for '83 is missing



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.


Signature of Camera Operator


Date

SCOMM

#34:20

FEB 8 1984



Official Business

Alaska State Legislature

House of Representatives

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

COPY

TO: Rep. Rick Uehling, Chairman
Special Committee on State Loans

FROM: Rep. *[Signature]* Duncan

DATE: February 6, 1984

RE: Non-Conforming Housing Loans

Please schedule HB 554, relating to non-conforming housing loans, for a hearing before your committee at your earliest convenience.

The urban portion (20%) of the non-conforming housing loan fund is presently broke. The rural portion of the loan program (80%) will be depleted by May 1, 1984. Community and Regional Affairs will need an additional \$5.0 million to meet the urban communities' needs through the end of FY 84.

The Department is preparing detailed information on FY84 to date loan activity which I will forward to you as soon as I receive it.

Thank you in advance for your personal attention in this matter.

Attachment

*Get information on
new construction vs. repair.*

URBAN NONCONFORMING LOANS
FY 83

COMMUNITY	NUMBER OF LOANS	AMOUNT COMMITTED
JUNEAU	3	413,150.00
SITKA	1	96,900.00
KETCHIKAN	2	142,500.00
PETERS CREEK	2	136,800.00
ANCHORAGE	5	298,000.00
FAIRBANKS	10	602,872.62

TOTAL ALLOCATION	45,000,000.00
NONCONFORMING ALLOCATION	8,500,000.00
RURAL ALLOCATION	6,800,000.00
URBAN ALLOCATION	1,700,000.00
TOTAL COMMITTED	34,220,047.62
URBAN NONCONFORMING COMMITTED	1,690,222.62

SUMMARY

TOTAL ALLOCATION FY 81, 82 & 83	95,000,000.00
TOTAL COMMITTED FY 81, 82 & 83	65,432,717.75
URBAN NONCONFORMING COMMITTED FY 81, 82 & 83	14,919,322.62

FEB 29 1984



Official Business

Alaska State Legislature

House of Representatives

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

TO: Representative Rick Uehling, Chairman
Special Committee on State Loans

FROM: Representative Jim Duncan

DATE: February 29, 1984

RE: Non-Conforming Housing Loans

Attached is the detailed information on FY84-to-date loan activity which I promised to supply to you in my memo of February 6.

Attachment

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 23

FY 84

LEGDST LOAN AMOUNT COMMUNITY R/U FY UNIT

TOTAL BY R/U DESIGNATION	01-A	\$749,650	KETCHIKAN	US	11
TOTAL BY COMMUNITY	01-A	\$749,650	KETCHIKAN		11
TOTAL BY R/U DESIGNATION	01-A	\$61,250	KUPREANOF	R	01
TOTAL BY COMMUNITY	01-A	\$61,250	KUPREANOF		01
TOTAL BY R/U DESIGNATION	01-A	\$126,350	METLAKATLA	R	02
TOTAL BY COMMUNITY	01-A	\$126,350	METLAKATLA		02
TOTAL BY R/U DESIGNATION	01-A	\$2,532,650	PETERSBURG	R	27
TOTAL BY COMMUNITY	01-A	\$2,532,650	PETERSBURG		27
TOTAL BY R/U DESIGNATION	01-A	\$25,000	PORT ARMSTRONG	R	01
TOTAL BY COMMUNITY	01-A	\$25,000	PORT ARMSTRONG		01
TOTAL BY R/U DESIGNATION	01-A	\$343,100	WRANGELL	R	05
TOTAL BY COMMUNITY	01-A	\$343,100	WRANGELL		05
TOTAL BY LEGDST	01-A	\$3,838,000			47
TOTAL BY R/U DESIGNATION	02-B	\$676,900	CORDOVA	R	10
TOTAL BY COMMUNITY	02-B	\$676,900	CORDOVA		10
TOTAL BY R/U DESIGNATION	02-B	\$671,650	CRAIG	R	08
TOTAL BY COMMUNITY	02-B	\$671,650	CRAIG		08
TOTAL BY R/U DESIGNATION	02-B	\$814,350	HAINES	R	12
TOTAL BY COMMUNITY	02-B	\$814,350	HAINES		12
TOTAL BY R/U DESIGNATION	02-B	\$22,000	HOLLIS	R	01
TOTAL BY COMMUNITY	02-B	\$22,000	HOLLIS		01
TOTAL BY R/U DESIGNATION	02-B	\$73,650	KLAWOCK	R	01
TOTAL BY COMMUNITY	02-B	\$73,650	KLAWOCK		01
TOTAL BY R/U DESIGNATION	02-B	\$59,700	THORNE BAY	R	02
TOTAL BY COMMUNITY	02-B	\$59,700	THORNE BAY		02
TOTAL BY R/U DESIGNATION	02-B	\$61,500	ASILLA	US	01

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 24

LEGDST LOAN AMOUNT COMMUNITY R/U FY UNIT

TOTAL BY COMMUNITY	02-B	\$61,500	WASILLA		01
TOTAL BY R/U DESIGNATION	02-B	\$440,000	YAKUTAT	R	06
TOTAL BY COMMUNITY	02-B	\$440,000	YAKUTAT		06
TOTAL BY LEGDST	02-B	\$3,020,350			41
TOTAL BY R/U DESIGNATION	03-B	\$91,200	HOONAH	R	01
TOTAL BY COMMUNITY	03-B	\$91,200	HOONAH		01
TOTAL BY R/U DESIGNATION	03-B	\$50,000	KENNY LAKE	US	01
TOTAL BY COMMUNITY	03-B	\$50,000	KENNY LAKE		01
TOTAL BY R/U DESIGNATION	03-B	\$33,250	PELICAN	R	01
TOTAL BY COMMUNITY	03-B	\$33,250	PELICAN		01
TOTAL BY R/U DESIGNATION	03-B	\$28,500	PORT ALEXANDER	R	01
TOTAL BY COMMUNITY	03-B	\$28,500	PORT ALEXANDER		01
TOTAL BY R/U DESIGNATION	03-B	\$318,500	SITKA	US	04
TOTAL BY COMMUNITY	03-B	\$318,500	SITKA		04
TOTAL BY LEGDST	03-B	\$521,450			08
TOTAL BY R/U DESIGNATION	04-C	\$218,750	JUNEAU	US	03
TOTAL BY COMMUNITY	04-C	\$218,750	JUNEAU		03
TOTAL BY LEGDST	04-C	\$218,750			03
TOTAL BY R/U DESIGNATION	05-D	\$165,750	ANCHOR POINT	US	02
TOTAL BY COMMUNITY	05-D	\$165,750	ANCHOR POINT		02
TOTAL BY R/U DESIGNATION	05-D	\$250,650	HOMER	US	04
TOTAL BY COMMUNITY	05-D	\$250,650	HOMER		04
TOTAL BY R/U DESIGNATION	05-D	\$38,000	KASILOF	R	01
TOTAL BY COMMUNITY	05-D	\$38,000	KASILOF		01
TOTAL BY R/U DESIGNATION	05-D	\$172,950	KENAI	US	03
TOTAL BY COMMUNITY	05-D	\$172,950	KENAI		03
TOTAL BY R/U DESIGNATION	05-D	\$143,000	SELDOVIA	R	02

02/17/34

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 25

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY COMMUNITY	05-D	\$143,000	SELDOVIA			02
TOTAL BY R/U DESIGNATION	05-D	\$110,650	SOLOSTNA	US		02
TOTAL BY COMMUNITY	05-D	\$110,650	SOLOSTNA			02
TOTAL BY LEGDST	05-D	\$851,000				14
TOTAL BY R/U DESIGNATION	07-D	\$130,000	BIRDWOOD	US		02
TOTAL BY COMMUNITY	07-D	\$130,000	BIRDWOOD			02
TOTAL BY R/U DESIGNATION	07-D	\$50,350	INDIAN	R		01
TOTAL BY COMMUNITY	07-D	\$50,350	INDIAN			01
TOTAL BY LEGDST	07-D	\$150,350				03
TOTAL BY R/U DESIGNATION	08-E	\$631,350	ANCHORAGE	US		07
TOTAL BY COMMUNITY	08-E	\$631,350	ANCHORAGE			07
TOTAL BY LEGDST	08-E	\$681,350				07
TOTAL BY R/U DESIGNATION	08-F	\$53,200	ANCHORAGE	US		01
TOTAL BY COMMUNITY	08-F	\$53,200	ANCHORAGE			01
TOTAL BY R/U DESIGNATION	08-F	\$124,000	PETERS CREEK	US		01
TOTAL BY COMMUNITY	08-F	\$124,000	PETERS CREEK			01
TOTAL BY LEGDST	08-F	\$177,200				02
TOTAL BY R/U DESIGNATION	09-E	\$36,450	ANCHORAGE AK	US		01
TOTAL BY COMMUNITY	09-E	\$36,450	ANCHORAGE AK			01
TOTAL BY LEGDST	09-E	\$36,450				01
TOTAL BY R/U DESIGNATION	11-F	\$467,750	ANCHORAGE	US		06
TOTAL BY COMMUNITY	11-F	\$467,750	ANCHORAGE			06
TOTAL BY LEGDST	11-F	\$467,750				06
TOTAL BY R/U DESIGNATION	12-G	\$151,500	ANCHORAGE	US		02
TOTAL BY COMMUNITY	12-G	\$151,500	ANCHORAGE			02
TOTAL BY LEGDST	12-G	\$151,500				02
TOTAL BY R/U DESIGNATION	15-H	\$319,550	CHUGIAK	US		03

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 26

LEGDST LOAN AMOUNT COMMUNITY R/U FY UNIT

TOTAL BY COMMUNITY	15-H	\$319,550	CHUGIAK		03
TOTAL BY R/U DESIGNATION	15-H	\$159,350	EAGLE RIVER	US	02
TOTAL BY COMMUNITY	15-H	\$159,350	EAGLE RIVER		02
TOTAL BY LEGDST	15-H	\$478,900			05
TOTAL BY R/U DESIGNATION	16-I	\$63,400	DENALI	US	01
TOTAL BY COMMUNITY	16-I	\$63,400	DENALI		01
TOTAL BY R/U DESIGNATION	16-I	\$109,250	PALMER	US	01
TOTAL BY COMMUNITY	16-I	\$109,250	PALMER		01
TOTAL BY R/U DESIGNATION	16-I	\$60,000	SKWENTNA	R	01
TOTAL BY COMMUNITY	16-I	\$60,000	SKWENTNA		01
TOTAL BY R/U DESIGNATION	16-I	\$236,300	WASILLA	US	04
TOTAL BY COMMUNITY	16-I	\$236,300	WASILLA		04
TOTAL BY LEGDST	16-I	\$518,950			07
TOTAL BY R/U DESIGNATION	17-J	\$37,500	COPPER CENTER	US	01
TOTAL BY COMMUNITY	17-J	\$37,500	COPPER CENTER		01
TOTAL BY R/U DESIGNATION	17-J	\$76,000	DELTA JUNCTION	R	01
TOTAL BY R/U DESIGNATION	17-J	\$219,250	DELTA JUNCTION	US	03
TOTAL BY COMMUNITY	17-J	\$295,250	DELTA JUNCTION		04
TOTAL BY R/U DESIGNATION	17-J	\$34,200	TOK	US	01
TOTAL BY COMMUNITY	17-J	\$34,200	TOK		01
TOTAL BY LEGDST	17-J	\$366,950			06
TOTAL BY R/U DESIGNATION	18-J	\$222,300	FAIRBANKS	US	04
TOTAL BY COMMUNITY	18-J	\$222,300	FAIRBANKS		04
TOTAL BY LEGDST	18-J	\$222,300			04
TOTAL BY R/U DESIGNATION	19-K	\$804,750	FAIRBANKS	US	13
TOTAL BY COMMUNITY	19-K	\$804,750	FAIRBANKS		13
TOTAL BY LEGDST	19-K	\$804,750			13

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 27

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY R/U DESIGNATION	19-N	\$45,600	DELTA JUNCTION	US		01
TOTAL BY COMMUNITY	19-N	\$45,600	DELTA JUNCTION			01
TOTAL BY LEGDST	19-N	\$45,600				01
TOTAL BY R/U DESIGNATION	20-K	\$147,400	FAIRBANKS	R		02
TOTAL BY R/U DESIGNATION	20-K	\$1,261,950	FAIRBANKS	US		34
TOTAL BY COMMUNITY	20-K	\$2,009,350	FAIRBANKS			36
TOTAL BY LEGDST	20-K	\$2,009,350				36
TOTAL BY R/U DESIGNATION	21-K	\$1,007,500	FAIRBANKS	US		18
TOTAL BY COMMUNITY	21-K	\$1,007,500	FAIRBANKS			18
TOTAL BY LEGDST	21-K	\$1,007,500				18
TOTAL BY R/U DESIGNATION	21-P	\$123,500	KOTZEBUE	R		01
TOTAL BY COMMUNITY	21-P	\$123,500	KOTZEBUE			01
TOTAL BY LEGDST	21-P	\$123,500				01
TOTAL BY R/U DESIGNATION	22-L	\$1,115,250	BARROW	R		03
TOTAL BY COMMUNITY	22-L	\$1,115,250	BARROW			03
TOTAL BY R/U DESIGNATION	22-L	\$1,273,750	KOTZEBUE	R		12
TOTAL BY COMMUNITY	22-L	\$1,273,750	KOTZEBUE			12
TOTAL BY R/U DESIGNATION	22-L	\$15,000	SELAWIK	R		01
TOTAL BY COMMUNITY	22-L	\$15,000	SELAWIK			01
TOTAL BY LEGDST	22-L	\$2,404,000				16
TOTAL BY R/U DESIGNATION	23-L	\$27,000	CHEVAK	R		01
TOTAL BY COMMUNITY	23-L	\$27,000	CHEVAK			01
TOTAL BY R/U DESIGNATION	23-L	\$245,650	EMMONAK	R		03
TOTAL BY COMMUNITY	23-L	\$245,650	EMMONAK			03
TOTAL BY R/U DESIGNATION	23-L	\$3,734,600	NOME	R		40
TOTAL BY COMMUNITY	23-L	\$3,734,600	NOME			40
TOTAL BY R/U DESIGNATION	23-L	\$237,900	UNALAKLEET	R		02

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 28

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY COMMUNITY	23-L	\$237,900	UNALAKLEET			02
TOTAL BY LEGDST	23-L	\$4,245,550				46
TOTAL BY R/U DESIGNATION	24-M	\$190,000	ANIAK	R		02
TOTAL BY COMMUNITY	24-M	\$190,000	ANIAK			02
TOTAL BY R/U DESIGNATION	24-M	\$197,200	GALENA	R		03
TOTAL BY COMMUNITY	24-M	\$197,200	GALENA			03
TOTAL BY R/U DESIGNATION	24-M	\$159,400	MCGRATH	R		03
TOTAL BY COMMUNITY	24-M	\$159,400	MCGRATH			03
TOTAL BY R/U DESIGNATION	24-M	\$23,750	RUBY	R		01
TOTAL BY COMMUNITY	24-M	\$23,750	RUBY			01
TOTAL BY R/U DESIGNATION	24-M	\$10,000	SHAGELUK	R		01
TOTAL BY COMMUNITY	24-M	\$10,000	SHAGELUK			01
TOTAL BY R/U DESIGNATION	24-M	\$45,000	ST MARYS	R		01
TOTAL BY COMMUNITY	24-M	\$45,000	ST MARYS			01
TOTAL BY R/U DESIGNATION	24-M	\$42,000	TANANA	R		01
TOTAL BY COMMUNITY	24-M	\$42,000	TANANA			01
TOTAL BY LEGDST	24-M	\$667,350				12
TOTAL BY R/U DESIGNATION	25-M	\$56,000	ANIAK	R		01
TOTAL BY COMMUNITY	25-M	\$56,000	ANIAK			01
TOTAL BY R/U DESIGNATION	25-M	\$4,469,250	BETHEL	R		44
TOTAL BY COMMUNITY	25-M	\$4,469,250	BETHEL			44
TOTAL BY R/U DESIGNATION	25-M	\$130,000	MEKORYUK	R		02
TOTAL BY COMMUNITY	25-M	\$130,000	MEKORYUK			02
TOTAL BY R/U DESIGNATION	25-M	\$70,000	NUNAPITCHUK	R		01
TOTAL BY COMMUNITY	25-M	\$70,000	NUNAPITCHUK			01
TOTAL BY R/U DESIGNATION	25-M	\$23,750	QUINHAGAK	R		01
TOTAL BY COMMUNITY	25-M	\$23,750	QUINHAGAK			01

02/17/84

ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 29

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY R/U DESIGNATION	25-M	\$114,750	ST MARYS	R		01
TOTAL BY COMMUNITY	25-M	\$114,750	ST MARYS			01
TOTAL BY R/U DESIGNATION	25-M	\$32,000	TOKSOOK BAY	R		01
TOTAL BY COMMUNITY	25-M	\$32,000	TOKSOOK BAY			01
TOTAL BY LEGDST	25-M	\$4,995,750				51
TOTAL BY R/U DESIGNATION	25-N	\$855,450	DILLINGHAM	R		09
TOTAL BY COMMUNITY	25-N	\$855,450	DILLINGHAM			09
TOTAL BY R/U DESIGNATION	25-N	\$314,750	ILIAMNA	R		02
TOTAL BY COMMUNITY	25-N	\$314,750	ILIAMNA			02
TOTAL BY R/U DESIGNATION	25-N	\$420,000	KING SALMON	R		04
TOTAL BY COMMUNITY	25-N	\$420,000	KING SALMON			04
TOTAL BY R/U DESIGNATION	26-N	\$351,550	NAKNEK	R		03
TOTAL BY COMMUNITY	26-N	\$351,550	NAKNEK			03
TOTAL BY R/U DESIGNATION	26-N	\$222,500	SAND POINT	R		02
TOTAL BY COMMUNITY	26-N	\$222,500	SAND POINT			02
TOTAL BY R/U DESIGNATION	26-N	\$122,500	UNALASKA	R		01
TOTAL BY COMMUNITY	26-N	\$122,500	UNALASKA			01
TOTAL BY LEGDST	26-N	\$2,306,750				21
TOTAL BY R/U DESIGNATION	27-N	\$54,600	CHINIAK	R		01
TOTAL BY COMMUNITY	27-N	\$54,600	CHINIAK			01
TOTAL BY R/U DESIGNATION	27-N	\$1,776,200	KODIAK	R		19
TOTAL BY COMMUNITY	27-N	\$1,776,200	KODIAK			19
TOTAL BY R/U DESIGNATION	27-N	\$28,500	PORT LIONS	R		01
TOTAL BY COMMUNITY	27-N	\$28,500	PORT LIONS			01
TOTAL BY LEGDST	27-N	\$1,859,300				21
TOTAL BY FISCAL YEAR		\$32,290,450				392
		\$121,423,217				1490

REPORT DATE 02/17/84

DUNCAN DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS
HOUSING ASSISTANCE DIVISION
ALL LOANS BY R/U, COMMUNITY AND LEGDST

PAGE 30

REPORT SUMMARY OPTIONS

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
MAXIMUM VALUE OF FIELDS		\$928,000				01
MINIMUM VALUE OF FIELDS		\$0,000				01
AVERAGE VALUE OF FIELDS		\$51,442				01
TOTAL OF FIELDS		\$121,423,217				1490

ATTACHMENT "D"

REPORT DATE 02/17/84

DUNCAN DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS
HOUSING ASSISTANCE DIVISION
ALL LOANS BY LEGDST

PAGE 1

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY LEGDST	01-A	\$6,210,450				104
TOTAL BY LEGDST	02-B	\$8,557,050				117
TOTAL BY LEGDST	03-B	\$2,490,900				38
TOTAL BY LEGDST	04-C	\$5,334,950				69
TOTAL BY LEGDST	05-D	\$3,652,050				31
TOTAL BY LEGDST	06-D	\$2,330,000				39
TOTAL BY LEGDST	07-D	\$542,400				07
TOTAL BY LEGDST	07-E	\$950,000				15
TOTAL BY LEGDST	08-E	\$730,850				08
TOTAL BY LEGDST	09-F	\$1,001,700				16
TOTAL BY LEGDST	09-E	\$159,950				02
TOTAL BY LEGDST	09-G	\$1,150,700				15
TOTAL BY LEGDST	10-H	\$408,550				05
TOTAL BY LEGDST	11-F	\$550,950				07
TOTAL BY LEGDST	11-I	\$1,390,250				20
TOTAL BY LEGDST	12-G	\$641,700				06
TOTAL BY LEGDST	12-J	\$471,400				05
TOTAL BY LEGDST	13-G	\$307,850				04
TOTAL BY LEGDST	13-K	\$1,202,200				19
TOTAL BY LEGDST	14-H	\$54,000				01
TOTAL BY LEGDST	14-L	\$4,128,150				43
TOTAL BY LEGDST	15-H	\$641,800				07
TOTAL BY LEGDST	15-L	\$919,450				09
TOTAL BY LEGDST	16-D	\$115,000				01
TOTAL BY LEGDST	16-I	\$1,004,600				14

REPORT DATE 02/17/64

DUNCAN DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS
HOUSING ASSISTANCE DIVISION
ALL LOANS BY LEGDST

PAGE 2

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FY	UNIT
TOTAL BY LEGDST	16-M	\$5,094,530				42
TOTAL BY LEGDST	17-J	\$603,150				11
TOTAL BY LEGDST	17-M	\$7,533,700				79
TOTAL BY LEGDST	18-J	\$265,050				05
TOTAL BY LEGDST	18-M	\$1,346,600				16
TOTAL BY LEGDST	19-K	\$1,136,700				19
TOTAL BY LEGDST	19-N	\$1,246,725				25
TOTAL BY LEGDST	20-K	\$3,170,700				56
TOTAL BY LEGDST	20-O	\$9,384,936				136
TOTAL BY LEGDST	21-K	\$1,430,150				27
TOTAL BY LEGDST	21-P	\$4,296,150				42
TOTAL BY LEGDST	22-L	\$4,272,050				30
TOTAL BY LEGDST	22-P	\$11,037,600				101
TOTAL BY LEGDST	23-L	\$7,173,730				72
TOTAL BY LEGDST	24-M	\$1,007,350				17
TOTAL BY LEGDST	25-M	\$7,800,850				72
TOTAL BY LEGDST	26-N	\$3,701,750				29
TOTAL BY LEGDST	27-N	\$3,840,550				39
		\$121,423,217				1490

REPORT DATE 02/17/84

DUNCAN DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS
HOUSING ASSISTANCE DIVISION
ALL LOANS BY LEGDST

PAGE 3

REPORT SUMMARY OPTIONS

	LEGDST	LOAN AMOUNT	COMMUNITY	R/U	FV	UNIT
MAXIMUM VALUE OF FIELDS		39227000				01
MINIMUM VALUE OF FIELDS		307000				01
AVERAGE VALUE OF FIELDS		1517492				01
TOTAL OF FIELDS		112174237217				1490

FEB 8 1984



Official Business

Alaska State Legislature

House of Representatives

Pouch V
State Capitol
Juneau, Alaska 99811

MEMORANDUM

COPY

TO: Rep. Rick Uehling, Chairman
Special Committee on State Loans

FROM: Rep. Jim Duncan

DATE: February 6, 1984

RE: Non-Conforming Housing Loans

Please schedule HB 554, relating to non-conforming housing loans, for a hearing before your committee at your earliest convenience.

The urban portion (20%) of the non-conforming housing loan fund is presently broke. The rural portion of the loan program (80%) will be depleted by May 1, 1984. Community and Regional Affairs will need an additional \$5.0 million to meet the urban communities' needs through the end of FY 84.

The Department is preparing detailed information on FY84 to date loan activity which I will forward to you as soon as I receive it.

Thank you in advance for your personal attention in this matter.

Attachment

**URBAN NONCONFORMING LOANS
FY 83**

COMMUNITY	NUMBER OF LOANS	AMOUNT COMMITTED
JUNEAU	3	413,150.00
SITKA	1	96,900.00
KETCHIKAN	2	142,500.00
PETERS CREEK	2	136,800.00
ANCHORAGE	5	298,000.00
FAIRBANKS	10	602,872.62
TOTAL ALLOCATION		45,000,000.00
NONCONFORMING ALLOCATION		8,500,000.00
RURAL ALLOCATION		6,800,000.00
URBAN ALLOCATION		1,700,000.00
TOTAL COMMITTED		34,220,047.62
URBAN NONCONFORMING COMMITTED		1,690,222.62

SUMMARY

TOTAL ALLOCATION FY 81, 82 & 83	95,000,000.00
TOTAL COMMITTED FY 81, 82 & 83	65,432,717.75
URBAN NONCONFORMING COMMITTED FY 81, 82 & 83	14,919,322.62



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.


Signature of Camera Operator


Date

SCOMM

#34:21

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: March 21, 1984

REQUEST

Bill/Resolution No.: CSHB 574

Title: An Act relating to state
loan programs

Sponsor:

Requestor:

Date of Request:

FISCAL DETAIL

Agency Affected: Commerce & Economic Development

Program Category Affected:
Economic Development

BRU, Program or Subprogram(s) Affected:
Accounting & Collections

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		213.8	224.5	235.7	247.5	259.9
200 TRAVEL		4.0	6.0	8.0	10.0	12.0
300 CONTRACTUAL		29.3	38.3	47.3	56.3	65.3
400 SUPPLIES		6.8	11.2	15.6	20.0	24.4
500 EQUIPMENT		23.4				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		277.3	280.0	306.6	333.8	361.6
CAPITAL						
REVENUE		331.1	953.5	1,244.3	1,634.4	1,880.5

FUNDING: (Thousands of Dollars)

GENERAL FUND		809.5	800.0	800.6	793.2	779.6
FEDERAL FUNDS						
OTHER 1035 VRLF		[532.2]	[520.0]	[494.0]	[459.4]	[418.0]
TOTAL		277.3	280.0	306.6	333.8	361.6

POSITIONS:

FULL-TIME		6.0	6.0	6.0	6.0	6.0
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

General Fund: earnings from various State loan programs.

ANALYSIS: Attach a separate page for analysis

Prepared By: Margaret I. Hamley, Director

Division: Accounting & Collections

Phone: 465-2555

Date: 3-21-84

Approved by Commissioner: Richard A. Lyon

Agency: Commerce and Economic Development

Date: 3/21/84

Distribution (by Agency preparing fiscal note):

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

12/1/83

EXPENDITURE AND FUNDING ANALYSIS CSHB 574

An Act Relating to State Loan Programs Division of Accounting and Collections

	<u>FY '85</u>	<u>FY '86</u>	<u>FY '87</u>	<u>FY '88</u>	<u>FY '89</u>
<u>Personal Services</u>					
Loan Examiner II (Range 18A)					
Collections Officer x 2.0					
Salary \$2,965/mo. x 2.0	\$ 71,160	\$ 74,718	\$ 78,454	\$ 82,377	\$ 86,495
Benefits	21,348	22,415	23,536	24,713	25,949
Accounting Tech. II (Range 14A)					
Subsidiary Ledger/Customer Service (Loan Servicing Payoff Quotes, Credit Histories)					
Salary \$2,241/mo.	26,892	28,236	29,648	31,130	32,686
Benefits	8,067	8,470	8,893	9,338	9,805
Accounting Tech. I (Range 12B)					
General Ledger (Reconciliations, Cash Distributions, New Loan Setups)					
Salary \$2,033/mo.	24,396	25,615	26,896	28,241	29,653
Benefits	7,318	7,683	8,068	8,471	8,895
Accounting Clerk III (Range 10B)					
Daily Operations (Payoffs, Cash Receipts, Insurance)					
Salary \$1,803/mo.	21,636	22,717	23,853	25,046	26,298
Benefits	6,490	6,814	7,155	7,512	7,888
Clerk IV (Range 09B)					
Daily Operations (Records and File Maintenance, Phones, Workflow and Performance Logs)					
Salary \$1,700/mo.	20,400	21,420	22,491	23,615	24,796
Benefits	6,120	6,426	6,747	7,084	7,438
TOTAL LINE 100	<u>\$213,827</u>	<u>\$224,514</u>	<u>\$235,741</u>	<u>\$247,527</u>	<u>\$259,903</u>
<u>Travel</u>					
Collections Travel	4.0	6.0	8.0	10.0	12.0
TOTAL LINE 200	<u>\$ 4.0</u>	<u>\$ 6.0</u>	<u>\$ 8.0</u>	<u>\$ 10.0</u>	<u>\$ 12.0</u>
<u>Contractual</u>					
Telephone					
Postage					
Printing	4.0	8.0	12.0	16.0	20.0
Nonlitigation Legal Services	10.0	15.0	20.0	25.0	30.0
New Space Expense	15.3	15.3	15.3	15.3	15.3
TOTAL LINE 300	<u>\$ 29.3</u>	<u>\$ 38.3</u>	<u>\$ 47.3</u>	<u>\$ 56.3</u>	<u>\$ 56.3</u>

	<u>FY '85</u>	<u>FY '86</u>	<u>FY '87</u>	<u>FY '88</u>	<u>FY '89</u>
<u>Commodities</u>					
Payment Coupon Forms	1.4	2.8	4.2	5.6	7.0
Microfiche Supplies	3.4	4.4	5.4	6.4	7.4
Envelopes	<u>2.0</u>	<u>4.0</u>	<u>6.0</u>	<u>8.0</u>	<u>10.0</u>
TOTAL LINE 400	\$ 6.8	\$ 11.2	\$ 15.6	\$ 20.0	\$ 24.4

Equipment

Calculators 6 @ \$300	1.8
Microfiche Readers 6 @ \$300	1.8
Workstations 6 @ \$2,800	16.8
Telephones 6 @ \$500	<u>3.0</u>
	\$ 23.4

FUNDING

Historically, this division and its predecessors funded the operations of the veterans loan program with service fees and earnings of the veterans revolving loan fund. Since these funds now will be deposited directly into the general fund, the portion of this division's operating expenses formerly funded by restricted interagency receipts (budgeted veterans revolving loan fund service fees) must be funded by the general fund.

REVENUE ANALYSIS CSHB 574

Division of Accounting and Collections

		<u>FY '85</u>	<u>FY '86</u>	<u>FY '87</u>	<u>FY '88</u>	<u>FY '89</u>
(1) Income to General Fund from market-tied interest rates using 75/125/(300) formula. Income Will be generated from new loans only.	GF	Minimal	\$ 492.9	\$ 681.4	\$ 983.5	\$1,149.0
(2) "Transfer" of income from various revolving loan funds to General Fund, outstanding loans only.	RLF	(8,656.6)	(7,957.6)	(8,265.1)	(7,820.7)	(7,236.9)
	GF	8,656.6	7,957.6	8,265.1	7,820.7	7,236.9
(3) Income to General Fund from new S.B. loans, using original \$5,000.0 appropriation and principal repayments from defunct S.B. loan program loans.	GF	512.5	708.6	866.0	1,001.4	1,125.4
Less 35% loss on earned but estimated uncollectable income.	GF	<u>(179.4)</u>	<u>(248.0)</u>	<u>(303.1)</u>	<u>(350.5)</u>	<u>(393.9)</u>
SUBTOTAL	GF	8,989.7	8,911.1	9,509.4	9,455.1	9,117.4
SUBTOTAL	RLF	<u>(8,656.6)</u>	<u>(7,957.6)</u>	<u>(8,265.1)</u>	<u>(7,820.7)</u>	<u>(7,236.9)</u>
NET IMPACT		<u>\$ 333.1</u>	<u>\$ 953.5</u>	<u>\$1,244.3</u>	<u>\$1,634.4</u>	<u>\$1,880.5</u>

Note: This analysis does not attempt to consider the following:

- (1) opportunity cost to the State as a result of investing original \$5,000.0 and repayments of principal from loans made under the defunct S.B. program in this program vs. "standard" Division of Treasury investment; and
- (2) increased revenue to the State as a result of broadened tax base and broadened economic base.

FISCAL NOTE ADDENDUM

Summary of Fiscal Impacts Resulting from Loans Closed after 7-1-84

	FY '85			FY '86			FY '87			FY '88			FY '89		
	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET
Alter. Tech. & Energy	*	*	*	1,009.9	(654.3)	355.6	1,563.4	(1,087.9)	475.5	2,068.8	(1,352.8)	716.0	2,453.8	(1,631.0)	822.8
Bulk Fuel	*	*	*	-	-	0	-	-	0	-	-	0	-	-	0
Child Care	*	*	*	56.5	(38.9)	17.6	104.1	(73.3)	30.8	150.7	(106.0)	44.7	196.4	(139.5)	56.9
Commercial Fishing	*	*	*	3,103.2	(3,062.0)	41.2	3,702.3	(3,656.9)	45.4	4,983.7	(4,921.8)	61.9	6,134.7	(6,056.5)	78.2
Fish Enhancement	*	*	*	-	-	-	-	-	-	-	-	-	-	-	-
Historical District	*	*	*	24.0	(17.5)	6.5	39.9	(29.2)	10.7	55.6	(40.7)	14.9	71.2	(54.0)	17.2
Mining		*	*	1,119.4	(1,050.0)	69.4	1,865.6	(1,750.0)	115.6	2,549.5	(2,408.0)	141.5	3,164.1	(2,995.4)	168.7
Resid. Energy Cons.	*	*	*	209.3	(206.7)	2.6	270.8	(267.4)	3.4	322.5	(318.0)	4.5	346.0	(340.8)	5.2
TOTALS \$	*	*	*	5,522.3	(5,029.4)	492.9	7,546.1	(6,864.7)	681.4	10,130.8	(9,147.3)	983.5	12,366.2	(11,217.2)	1,149.0

* = Minimal

Summary of Fiscal Impacts Resulting from Loans Closed prior to 7-1-84

	FY '85			FY '86			FY '87			FY '88			FY '89		
	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET
Alter. Tech. & Energy	625.0	(625.0)	0.0	577.3	(577.3)	0.0	526.9	(526.9)	0.0	473.5	(473.5)	0.0	416.9	(416.9)	0.0
Bulk Fuel	0.0	0.0	0.0	0.0	(0.0)	0.0	0.0	0.0	0.0	0.0	(0.0)	0.0	0.0	(0.0)	0.0
Child Care	67.4	(67.4)	0.0	65.8	(65.8)	0.0	64.1	(64.1)	0.0	62.2	(62.2)	0.0	60.3	(60.3)	0.0
Commercial Fishing	4,310.3	(4,310.3)	0.0	3,847.7	(3,847.7)	0.0	3,340.7	(3,340.7)	0.0	2,786.7	(2,786.7)	0.0	2,181.2	(2,181.2)	0.0
Fish Enhancement	11.0	(11.0)	0.0	12.1	(12.1)	0.0	1,140.0	(1,140.0)	0.0	1,800.0	(1,800.0)	0.0	2,300.0	(2,300.0)	0.0
Historical District	28.4	(28.4)	0.0	27.5	(27.5)	0.0	26.7	(26.7)	0.0	25.8	(25.8)	0.0	24.9	(24.9)	0.0
Mining	2,203.0	(2,203.0)	0.0	2,100.0	(2,100.0)	0.0	1,989.0	(1,989.0)	0.0	1,669.3	(1,669.3)	0.0	1,450.0	(1,450.0)	0.0
Resid. Energy Cons.	383.1	(383.1)	0.0	327.8	(327.8)	0.0	251.9	(251.9)	0.0	172.1	(172.1)	0.0	88.2	(88.2)	0.0
Veterans	1,028.4	(1,028.4)	0.0	999.4	(999.4)	0.0	925.8	(925.8)	0.0	831.1	(831.1)	0.0	715.4	(715.4)	0.0
TOTALS \$	8,656.6	(8,656.6)	0.0	7,957.6	(7,957.6)	0.0	8,265.1	(8,265.1)	0.0	7,820.7	(7,820.7)	0.0	7,236.9	(7,236.9)	0.0
	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET	GF	RLF	NET

Fiscal Note Addendum
Market-Tied Interest Rates

Bulk Fuel Revolving Loan Fund
Year Average Term
Monthly Payments

Proposed Cash Flow

0.1013 6-Month Rolling Average Treasury Yield
for 1-yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

0.0913 Net Rate for 1-yr. Term

Special Considerations: The first loan will accrue 0% interest; the second 5%; the third, the net rate shown at the left which will vary. There will be very little, if any, fiscal impact on this loan fund, since interest is presently paid into the general fund, and all other terms will remain relatively the same.

Present Cash Flow

HK1 Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations: Interest rate on first loan a village receives is 0%; second is 5%; third is market rate. Interest currently is deposited to the general fund rather than the loan fund. Loans must be paid in full before a new loan is made. Generally, all loans are made and paid off within a single fiscal year.

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	1,700.0		1,700.0		1,700.0		1,700.0		1,700.0	
Principal Bal. Forward		0.0		0.0		0.0		0.0		0.0
Principal Repayments										
Net Interest Earnings										
Risk Factor Earnings										
Admin. Fee Earnings										
Estimated Totals	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
<u>Present</u>										
Estimated New Loans	1,700.0		1,700.0		1,700.0		1,700.0		1,700.0	
Principal Bal. Forward		0.0		0.0		0.0		0.0		0.0
Principal Repayments										
Interest Earnings	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Estimated Totals	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Net Fiscal Impact	0	0	0	0	0	0	0	0	0	0

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Residential Energy Conservation Loan Fund
5 Year Average Term
Monthly Payments

AS 45.89.010 - 45.89.040, .500

Proposed Cash Flow

0.1142 6-Month Rolling Average Treasury Yield
for 5 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

Special Considerations: _____

0.1042 Net Rate for 5 yr. Term

Present Cash Flow

.1025 Interest Rate (1-84 market-tied, varies)
No Risk Factor
No Administrative Fee

Special Considerations: A monthly market-tied interest rate went into effect 1-1-84. (Prior to that, the rate was 5%.) The rate for loans closed in January, 1984 is 10.25%.

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	1,500.0		1,200.0		1,200.0		1,200.0		1,200.0	
Principal Bal. Forward		0.0		1,258.8		1,998.4		2,494.6		2,721.0
Principal Repayments		*		241.2		460.4		703.8		973.6
Net Interest Earnings	*		169.1		218.8		260.6		279.6	
Risk Factor Earnings	*		25.1		32.5		38.7		41.5	
Admin. Fee Earnings	*		15.1		19.5		23.2		24.9	
Estimated Totals	*	*	209.3	241.2	270.8	460.4	322.5	703.8	346.0	973.6
<u>Present</u>										
Estimated New Loans	1,500.0		1,200.0		1,200.0		1,200.0		1,200.0	
Principal Bal. Forward		0.0		1,257.9		1,996.2		2,491.2		2,716.8
Principal Repayments		*		242.1		461.7		705.0		974.4
Interest Earnings		*		205.8		266.1		316.8		340.0
Estimated Totals	*	*	0.0	447.9	0.0	727.8	0.0	1,021.8	0.0	1,314.4
Net Fiscal Impact	*	*	209.3	(206.7)	270.8	(267.4)	322.5	(318.0)	346.0	(340.8)
* = Minimal			GF	RLF	GF	RLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Alternative Energy Loan Fund
10 Year Average Term
Monthly Payments

AS 45.88.010 - 45.88.040, .500

Proposed Cash Flow

0.1166 6-Month Rolling Average Treasury Yield
for 10 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

0.1066 Net Rate for 10 yr. Term

Special Considerations: _____

Present Cash Flow

5.75% Interest Rate (current average)
No Risk Factor
No Administrative Fee

Special Considerations: Maximum loan amount is \$30,000. The first \$15,000 accrues interest at 5%; the second at 15%. Relatively few loans are made over \$15,000; the current overall average interest earned is 5.75%. There are several changes in this program, effective 6-30-84, but they should not affect this analysis.

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	6,881.3		6,000.0		6,000.0		6,000.0		6,000.0	
Principal Bal. Forward		0.0		6,473.2		11,666.3		16,407.1		20,654.0
Principal Repayments		*		408.1		806.9		1,259.2		1,753.1
Net Interest Earnings	*		820.4		1,270.1		1,680.7		1,993.5	
Risk Factor Earnings	*		118.4		183.3		242.6		287.7	
Admin. Fee Earnings	*		71.1		110.0		145.5		172.6	
Estimated Totals	*	*	1,009.9	408.1	1,563.4	806.9	2,068.8	1,259.2	2,453.8	1,753.1
<u>Present at 5.75%</u>										
Estimated New Loans	6,881.3		6,000.0		6,000.0		6,000.0		6,000.0	
Principal Bal. Forward		0.0		6,356.9		11,344.4		15,814.7		19,737.5
Principal Repayments		*		524.4		1,012.5		1,530.2		2,076.7
Interest Earnings		*		538.0		824.8		1,081.8		1,307.4
Estimated Totals	*	*	0.0	1,062.4	0.0	1,894.8	0.0	2,612.0	0.0	3,384.1
Net Fiscal Impact	*	*	1,009.9	(654.3)	1,563.4	(1,087.9)	2,068.8	(1,352.8)	2,453.8	(1,631.0)
* = Minimal			GF	RLF	GF	RLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Child Care Facility Loan Fund
20 Year Average Term
Monthly Payments

AS 44.33.240 - 44.33.275

Proposed Cash Flow

0.1185 6-Month Rolling Average Treasury Yield
for 20 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

0.1085 Net Rate for 20 yr. Term

Special Considerations: None

Present Cash Flow

.07 Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations: None

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	300.0		450.0		450.0		450.0		450.0	
Principal Bal. Forward		0.0		295.5		733.9		1,164.2		1,585.6
Principal Repayments		*		4.5		11.6		20.2		28.1
Net Interest Earnings	*		46.1		84.9		122.9		160.2	
Risk Factor Earnings	*		6.5		12.0		17.4		22.6	
Admin. Fee Earnings	*		3.9		7.2		10.4		13.6	
Estimated Totals	*	*	56.5	4.5	104.1	11.6	150.7	20.2	196.4	28.1
<u>Present</u>										
Estimated New Loans	300.0		450.0		450.0		450.0		450.0	
Principal Bal. Forward		0.0		292.9		724.5		1,144.1		1,550.8
Principal Repayments		*		7.1		18.4		30.4		43.3
Interest Earnings		*		36.3		66.5		95.8		124.3
Estimated Totals	*	*	0.0	43.4	0.0	84.9	0.0	126.2	0.0	167.6
Net Fiscal Impact	0.0	0.0	56.5	(38.9)	104.1	(73.3)	150.7	(106.0)	196.4	(139.5)
* = Minimal			GF	RLF	GF	RLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Commercial Fishing Loan Fund
10 Year Average Term
Annual Payments

AS 16.10.300 - 16.10.370

Proposed Cash Flow

0.1166 6-Month Rolling Average Treasury Yield
for 10 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

Special Considerations: Requests for payment extensions will
impact both the proposed and the present cash flow.

0.1066 Net Rate for 10 yr. Term

Present Cash Flow

0.105 Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations:

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	15,000.0		15,000.0		15,000.0		15,000.0		15,000.0	
Principal Bal. Forward		0.0		14,110.5		27,231.0		39,252.0		50,049.0
Principal Repayments		*		889.5		1,879.5		2,979.0		4,203.0
Net Interest Earnings	*		2,521.0		3,007.7		4,048.7		4,983.7	
Risk Factor Earnings	*		363.9		434.1		584.4		719.4	
Admin. Fee Earnings	*		218.3		260.5		350.6		431.6	
Estimated Totals	*	*	3,103.2	889.5	3,702.3	1,879.5	4,983.7	2,979.0	6,134.7	4,203.0
<u>Present</u>										
Estimated New Loans	15,000.0		15,000.0		15,000.0		15,000.0		15,000.0	
Principal Bal. Forward		0.0		14,104.5		27,213.0		39,217.5		49,995.0
Principal Repayments		*		895.5		1,891.5		2,995.5		4,222.5
Interest Earnings		*		3,056.0		3,644.9		4,905.3		6,037.0
Estimated Totals	0.0	*	0.0	3,951.5	0.0	5,536.4	0.0	7,900.8	0.0	10,259.5
Net Fiscal Impact	0.0	*	3,103.2	(3,062.0)	3,702.3	(3,656.9)	4,983.7	(4,921.8)	6,134.7	(6,056.5)
* = Minimal			GF	CFRLF	GF	CFRLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Fish Enhancement Loan Fund
30 Year Average Term
Annual Payments

Proposed Cash Flow

.1168 6-Month Rolling Average Treasury Yield
for 30-yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

.1068 Net Rate for 30-yr. Term

Special Considerations: 6-10 year principal deferment and interest forgiveness. All fiscal impact will occur at the seventh year forward.

Present Cash Flow

.095 Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations: 6-10 year principal deferment and interest forgiveness.

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	11,602.7		N/A		N/A		N/A		N/A	
Principal Bal. Forward		0.0		11,602.7		11,602.7		11,602.7		11,602.7
Principal Repayments		0.0		0.0		0.0		0.0		0.0
Net Interest Earnings	0.0		0.0		0.0		0.0		0.0	
Risk Factor Earnings	0.0		0.0		0.0		0.0		0.0	
Admin. Fee Earnings	0.0		0.0		0.0		0.0		0.0	
Estimated Totals	0.0	0.0	0.0	0.0	0.0		0.0	0.0	0.0	0.0
<u>Present</u>										
Estimated New Loans	11,602.7		N/A		N/A		N/A		N/A	
Principal Bal. Forward		0.0		11,602.7		11,602.7		11,602.7		11,602.7
Principal Repayments		0.0		0.0				0.0		0.0
Interest Earnings		0.0		0.0				0.0		0.0
Estimated Totals	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net Fiscal Impact	0	0	0	0	0	0	0	0	0	0.0

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Mining Loan Fund
10 Year Average Term
Annual Payments

AS 27.09.010 - 27.09.060

Proposed Cash Flow

0.1166 6-Month Rolling Average Treasury Yield
for 10 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

0.1066 Net Rate for 10 yr. Term

Special Considerations: (see below)

Present Cash Flow

0.1000 Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations: 15-year maximum term. 10-year average.
Principal payments are deferred for two mining seasons (up to two
years). For this analysis, we are assuming principal is deferred
two full years and is amortized over eight years.

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	7,000.0		7,000.0		7,000.0		7,000.0		7,000.0	
Principal Bal. Forward		0.0		7,000.0		14,000.0		20,416.2		26,182.1
Principal Repayments		0.0		0.0		*		583.8		1,234.1
Net Interest Earnings	*		909.3		1,515.5		2,071.1		2,570.5	
Risk Factor Earnings	*		131.3		218.8		299.0		371.0	
Admin. Fee Earnings	*		78.8		131.3		179.4		222.6	
Estimated Totals	*	0.0	1,119.4	0.0	1,865.6	*	2,549.5	583.8	3,164.1	1,234.1
<u>Present</u>										
Estimated New Loans	7,000.0		7,000.0		7,000.0		7,000.0		7,000.0	
Principal Bal. Forward		0.0		7,000.0		14,000.0		20,398.0		26,131.7
Principal Repayments		0.0		0.0		*		602.0		1,266.3
Interest Earnings		*		1,050.0		1,750.0		2,389.8		2,963.2
Estimated Totals	0.0	*	0.0	1,050.0	0.0	1,750.0	0.0	2,991.8	0.0	4,229.5
Net Fiscal Impact	*	*	1,119.4	(1,050.0)	1,865.6	(1,750.0)	2,549.5	(2,408.0)	3,164.1	(2,995.4)
* = Minimal			GF	RLF	GF	RLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

Fiscal Note Addendum
Market-Tied Interest Rates

Historical District Revolving Loan Fund
30 Year Average Term
Monthly Payments

AS 45.98.010 - 45.98.070

Proposed Cash Flow

0.1168 6-Month Rolling Average Treasury Yield
for 30 yr. Term
+0.0125 Risk Factor
+0.0075 Administrative Fee Factor
(0.0300) Subsidy Factor

0.1068 Net Rate for 30 yr. Term

Special Considerations: _____

Present Cash Flow

7.5% Interest Rate
No Risk Factor
No Administrative Fee

Special Considerations: _____

	FY '85 G.F.	FY '85 R.L.F.	FY '86 G.F.	FY '86 R.L.F.	FY '87 G.F.	FY '87 R.L.F.	FY '88 G.F.	FY '88 R.L.F.	FY '89 G.F.	FY '89 R.L.F.
<u>Proposed</u>										
Estimated New Loans	150.0		150.0		150.0		150.0		150.0	
Principal Bal. Forward		0.0		149.3		297.8		445.4		591.9
Principal Repayments		*		.7		1.5		2.4		3.5
Net Interest Earnings	*		19.5		32.4		45.2		57.9	
Risk Factor Earnings	*		2.8		4.7		6.5		8.3	
Admin. Fee Earnings	*		1.7		2.8		3.9		5.0	
Estimated Totals	*	*	24.0	.7	39.9	1.5	55.6	2.4	71.2	3.5
<u>Present</u>										
Estimated New Loans	150.0		150.0		150.0		150.0		150.0	
Principal Bal. Forward		0.0		148.6		295.7		441.3		583.2
Principal Repayments		*		1.4		2.9		4.4		8.1
Interest Earnings		*		16.8		27.8		38.7		49.4
Estimated Totals	*	*	0.0	18.2	0.0	30.7	0.0	43.1	0.0	57.5
Net Fiscal Impact	*	*	24.0	(17.5)	39.9	(29.2)	55.6	(40.7)	71.2	(54.0)
* = Minimal			GF	RLF	GF	RLF	GF	RLF	GF	RLF

Note: This analysis reflects fiscal impact only from loans closed after the proposed bill becomes law and assumes that date to be 7-1-84.

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: CSHB 574
 Title: An Act relating to State
loan programs
 Sponsor: Rules/Governor
 Requestor: House Spec. Com. on Loans
 Date of Request: _____

FISCAL DETAIL

Agency Affected: Commerce and Economic Development
 Program Category Affected: _____
Development
 BRU, Program or Subprogram(s) Affected: _____
Investments

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		296.8	296.8	296.8	296.8	296.8
200 TRAVEL		23.7	23.7	23.7	23.7	23.7
300 CONTRACTUAL		25.0	20.0	20.0	20.0	20.0
400 SUPPLIES		1.8	1.8	1.8	1.8	1.8
500 EQUIPMENT		27.3				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		374.6	342.3	342.3	342.3	342.3

LOANS		9,750.3				
--------------	--	---------	--	--	--	--

REVENUE						
----------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		10,409.3	342.3	342.3	342.3	342.3
FEDERAL FUNDS						
OTHER		(284.4)				
TOTAL		10,124.9	342.3	342.3	342.3	342.3

POSITIONS:

FULL-TIME		6	6	6	6	6
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis (See Attachment)

Prepared By: Paul B. Arnoldt, Director
 Division: Investments

Phone: 465-2510
 Date: 3/21/84

Approved by Commissioner: Richard A. Lyon
 Agency: Commerce and Economic Development

Date: 3/21/84

Distribution (by Agency preparing fiscal note):

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

12/1/83

ATTACHMENT
CSHB 574

LOAN BUDGET (\$9,750.3)

- \$4,130.3 In the FY '85 Loan Budget, \$4,130.3 in collected interest payments was to be deposited into the Commercial Fishing Loan Fund (AS 16.10.300-.370) and used to make new loans. As a result of this bill, interest payments will now be deposited into the General Fund and must be appropriated back to the Commercial Fishing Loan Fund. This procedure removes the question of the constitutionality of dedicated funds, i.e., the direct deposit and use of the interest payments. (See Attorney General Opinion dated November 30, 1982. Subject: The dedicated funds prohibition applied to various funds and accounts. Our file numbers J66-785-81 and J66-649-80.)
- \$620.0 In the FY '85 Loan Budget, \$620.0 in collected interest payments was to be deposited into the Alternative Technology and Energy Revolving Loan Fund (AS 45.88.010-.500) and used to make new loans. As a result of this bill, interest payments will now be deposited into the General Fund and must be appropriated back to the Alternative Technology and Energy Revolving Loan Fund in order to meet the budgeted demand for new loans. This procedure also removes the question of the constitutionality of dedicated funds (see the discussion above).
- \$5,000.0 Initial appropriation to the Small Business Development Revolving Loan Fund. Then funds would be combined with the existing balance of the Small Business Revolving Loan Fund; AS 45.95.060.

OPERATING BUDGET (\$284.4)

- \$96.7 In the FY '85 Operating Budget request, \$96.7 in service fees (late charges, service charges, assumption fees, and mortgage life insurance fees) received under the Veterans' Loan Fund would be appropriated as program receipts to cover the administrative costs involved in processing loan assumptions. As a result of this bill, service fees will now be deposited into the General Fund and will no longer be identified as program receipts. This funding will now be requested as General Funds.
- \$187.7 In the FY '85 Operating Budget request, \$187.7 in service fees (service charges and late fees) received under the Commercial Fishing Loan Program would be appropriated as program receipts to cover the administrative costs involved in making new loans under this program. As a result of this bill, these service fees will now be deposited into the General Fund and will no longer be identified as program receipts. This funding will now be requested as General Funds.

ATTACHMENT
CSHB 574
(Continued)

SMALL BUSINESS DEVELOPMENT LOANS (\$374.6)

\$374.6 The Division of Investments estimates that the average loan under this program would be \$20,000. Assuming a \$5 million initial appropriation in FY '85, coupled with approximately \$3.7 million that will accumulate under the existing Small Business Revolving Loan Fund, 435 loans would ultimately be approved. The restriction in the proposed AS 45.95.130(a) that loans would be available only if private financial institutions are unable to provide funds would have little effect in limiting requests for loans from new small businesses. Several times, as many applications would be received and processed and a large number of inquiries would be handled by the division.

Loans under this program would be available for virtually any business enterprise except farming, fishing and mining. Accordingly, requests would be received for manufacturing services and distribution activities utilizing all levels of technologies and workers. This variety of proposals would require a high level of scrutiny of loan applications by loan examiners. Specialization by loan examiners would be necessary to adequately assess loan applications calling for use of advanced technologies. When combined with a targeted 10 day turn-around time for each application, personnel expenses to administer the program would be substantial. The division anticipates that two additional loan examiners would be required in each of the existing regional offices in Anchorage, Fairbanks and Juneau to respond to public inquiries, process loan applications and counsel applicants. Loan applications would be monitored on a daily basis.

Approval of the program will require close coordination between the Division of Investments and the Office of Enterprise. Efforts to inform the public regarding the program will be carried out by both the Office of Enterprise and this division. It is expected that these outreach efforts will generate some additional interest in other loan programs administered by the department.

In administering the program, 25 percent of loan funds would be targeted to construction-related applicants. Special efforts would be made to encourage applications from women and minorities.

Under the contractual line item, \$7.0 is included for the design and printing of the application and loan closing forms. This funding is specific to the program and was not detailed under the following request for new positions. \$18.0 is added for space rental and will be transferred to the Department of Administration by RSA.

1.	POSITION TITLE Loan Examiner II	RANGE/STEP 17A	BARG. UNIT G			
2.	TYPE OF POSITION PFT	STAFF MONTHS 12		LOCATION Juneau		
3.						
4.	TYPE OF EXPENDITURE		AMOUNT			
	1	2	3			
	PERSONAL SERVICES					
5.	Salary	35,580				
6.	Benefits	10,719				
7.						
8.						
9.	TOTAL PERSONAL SERVICES	01	46,299			
10.	Travel	02	3,950			
11.	Contractual	03	3,000			
12.	Commodities	04	300			
13.	Equipment	05	4,555			
14.	Other					
15.	TOTAL COST		58,104			
	RECEIPT CODE	FUNDING SOURCE				
16.		Federal Receipts 1002				
17.		G.F. Match 1003				
18.		General Funds 1004		58,104		
19.		I-A Receipts 1005				
20.		Program Receipts 1028				
21.		Other				
FOR B&M USE ONLY						
4A KEY NUMBER - - - - -						

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 1 of 6

Date 3/21/84

CSHB 574

1.	POSITION TITLE Loan Examiner III			RANGE/STEP 19A	BARG. UNIT G			
2.	TYPE OF POSITION PET	STAFF MONTHS 12			LOCATION Juneau			
3.								
4.	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
	PERSONAL SERVICES							
5.	Salary	38,124						
6.	Benefits	11,291						
7.								
8.								
9.	TOTAL PERSONAL SERVICES	01	49,415					
10.	Travel	02	3,950					
11.	Contractual	03	3,000					
12.	Commodities	04	300					
13.	Equipment	05	4,555					
14.	Other							
15.	TOTAL COST		61,220					
	RECEIPT CODE	FUNDING SOURCE						
16.		Federal Receipts 1002						
17.		G.F. Match 1003						
18.		General Funds 1004		61,220				
19.		I-A Receipts 1005						
20.		Program Receipts 1028						
21.		Other						
FOR B&M USE ONLY								
4A KEY NUMBER - - - - -								

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

01-1136 (7/82) - 13

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 2 of 6

Date 3/21/84

CSHB 574

1.	POSITION TITLE Loan Examiner II	RANGE/STEP 17A	BARG. UNIT G			
2.	TYPE OF POSITION PFT	STAFF MONTHS 12		LOCATION Anchorage		
3.						
4.	TYPE OF EXPENDITURE		AMOUNT			
	1	2	3			
	PERSONAL SERVICES					
5.	Salary	35,580				
6.	Benefits	10,719				
7.						
8.						
9.	TOTAL PERSONAL SERVICES	01	46,299			
10.	Travel	02	3,950			
11.	Contractual	03	3,000			
12.	Commodities	04	300			
13.	Equipment	05	4,555			
14.	Other					
15.	TOTAL COST		58,104			
	RECEIPT CODE	FUNDING SOURCE				
16.		Federal Receipts 1002				
17.		G.F. Match 1003				
18.		General Funds 1004	58,104			
19.		I-A Receipts 1005				
20.		Program Receipts 1028				
21.		Other				
FOR B&M USE ONLY						
4A KEY NUMBER _____						

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 3 of 6

Date 3/21/84

CSHB 574

1.	POSITION TITLE Loan Examiner II			RANGE/STEP 17A	BARG. UNIT G			
2.	TYPE OF POSITION PFT	STAFF MONTHS 12			LOCATION Fairbanks			
3.								
4.	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
	PERSONAL SERVICES							
5.	Salary	38,124						
6.	Benefits	11,291						
7.								
8.								
9.	TOTAL PERSONAL SERVICES	01	49,415					
10.	Travel	02	3,950					
11.	Contractual	03	3,000					
12.	Commodities	04	300					
13.	Equipment	05	4,555					
14.	Other							
15.	TOTAL COST		61,220					
	RECEIPT CODE	FUNDING SOURCE						
16.		Federal Receipts	1002					
17.		G.F. Match	1003					
18.		General Funds	1004	61,220				
19.		I-A Receipts	1005					
20.		Program Receipts	1028					
21.		Other						
FOR B&M USE ONLY								
4A KEY NUMBER - - - - -								

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 5 of 6

Date 3/21/84

CSHB 574

1.	POSITION TITLE Loan Examiner III			RANGE/STEP 19A	BARG. UNIT G			
2.	TYPE OF POSITION PFT	STAFF MONTHS 12			LOCATION Anchorage			
3.								
4.	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
	PERSONAL SERVICES							
5.	Salary	38,124						
6.	Benefits	11,291						
7.								
8.								
9.	TOTAL PERSONAL SERVICES	01	49,415					
10.	Travel	02	3,950					
11.	Contractual	03	3,000					
12.	Commodities	04	300					
13.	Equipment	05	4,555					
14.	Other							
15.	TOTAL COST		61,220					
	RECEIPT CODE	FUNDING SOURCE						
16.		Federal Receipts 1002						
17.		G.F. Match 1003						
18.		General Funds 1004		61,220				
19.		I-A Receipts 1005						
20.		Program Receipts 1028						
21.		Other						
FOR B&M USE ONLY								
4A KEY NUMBER - - - - -								

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 4 of 6

Date 3/21/84

CSHB 574

1.	POSITION TITLE Loan Examiner III			RANGE/STEP 19A	BARG. UNIT G			
2.	TYPE OF POSITION PFT	STAFF MONTHS 12			LOCATION Fairbanks			
3.								
4.	TYPE OF EXPENDITURE			AMOUNT				
	1	2	3					
	PERSONAL SERVICES							
5.	Salary	43,560						
6.	Benefits	12,392						
7.								
8.								
9.	TOTAL PERSONAL SERVICES	01	55,952					
10.	Travel	02	3,950					
11.	Contractual	03	3,000					
12.	Commodities	04	300					
13.	Equipment	05	4,555					
14.	Other							
15.	TOTAL COST		67,757					
	RECEIPT CODE	FUNDING SOURCE						
16.		Federal Receipts	1002					
17.		G.F. Match	1003					
18.		General Funds	1004	67,757				
19.		I-A Receipts	1005					
20.		Program Receipts	1028					
21.		Other						
FOR B&M USE ONLY								
4A KEY NUMBER - - - - -								

Estimates for other line items assume that the new employee required for this new loan program will require support at levels similar to that actually being incurred by the division on other loan programs.

Travel: To inspect collateral, interview applicants, and inform public on program.

Contractual: Space Rental: \$3,000
\$2.50 sq./ft. x 100 sq./ft. x 12 months RSA to Department of Administration

Commodities: General supplies.

Equipment: Calculator \$ 365
Microfiche Reader 300
Workstation 3,890
\$4,555

**REQUEST FOR
NEW POSITION**

AGENCY Commerce & Economic Development

PROGRAM Development

BRU Investments

COMPONENT _____

Page 6 of 6

Date 3/21/84

CSHB 574

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: March 21, 1984

REQUEST

Bill/Resolution No.: CSHB 574

Title: An Act relating to State
loan programs

Sponsor: _____

Requestor: _____

Date of Request: _____

FISCAL DETAIL

Agency Affected: Commerce & Economic Development

Program Category Affected:
Economic Development

BRU, Program or Subprogram(s) Affected:
DP BRU

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL		96.0	20.0	22.0	25.0	27.0
400 SUPPLIES		4.0	2.5	3.0	3.5	4.0
500 EQUIPMENT		22.5				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		122.5	22.5	25.0	28.5	31.0

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		201.1	101.1	103.6	107.1	109.6
FEDERAL FUNDS						
OTHER 1035 VRLF		[78.6]	[78.6]	[78.6]	[78.6]	[78.6]
TOTAL		122.5	22.5	25.0	28.5	31.0

POSITIONS:

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

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

General Funds: earnings from various State loan programs.

ANALYSIS: Attach a separate page for analysis

Prepared By: Margaret I. Hamley, Director

Division: Accounting and Collections

Phone: 465-2555

Date: 3-21-84

Approved by Commissioner Richard A. Lyon

Agency: Commerce and Economic Development

Date: 3/21/84

Distribution (by Agency preparing fiscal note):

Legislative Finance

Legislative Sponsor

Requestor

Office of Management and Budget

Impacted Agency(ies)

MIH/wfs3/2184B

12/1/83

EXPENDITURE ANALYSIS CSHB 574

Data Processing BRU

	<u>FY '85</u>	<u>FY '86</u>	<u>FY '87</u>	<u>FY '88</u>	<u>FY '89</u>
<u>Contractual</u>					
One-time DP Systems modification for mar- ket-tied interest rate, based on formula.	48.0				
One-time DP Systems design/enhancement for new loan program re- quiring extremely fast service	30.0				
DP Chargeback	<u>18.0</u>	<u>20.0</u>	<u>22.0</u>	<u>25.0</u>	<u>27.0</u>
TOTAL LINE 300	<u>96.0</u>	<u>20.0</u>	<u>22.0</u>	<u>25.0</u>	<u>27.0</u>
<u>Commodities</u>					
DP Supplies	4.0	2.5	3.0	3.5	4.0
<u>Equipment</u>					
Intelligent Terminal (3) @ \$4,000	12.0				
Printer, remote	4.0				
Hard disk 26 meg.	3.5				
(3) 512K memory @ \$975	<u>3.0</u>				
TOTAL LINE 500	<u>\$22.5</u>				

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: _____

REQUEST

Bill/Resolution No.: CSHB 574
Title: "An Act relating to State
Loan Programs..."
Sponsor: Governor
Requestor: _____
Date of Request: _____

FISCAL DETAIL

Agency Affected: Commerce and Economic Development
Program Category Affected: _____
Development
BRU, Program or Subprogram(s) Affected: _____
Office of Enterprise

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES		60.0	60.0	63.0	66.2	69.5
200 TRAVEL		12.5	12.5	13.1	13.7	14.4
300 CONTRACTUAL		480.0	480.0	504.0	529.2	555.6
400 SUPPLIES		1.0	1.0	1.0	1.0	1.0
500 EQUIPMENT		2.5	0.5	0.5	0.7	0.7
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING		556.0	554.0	581.6	610.8	641.2

CAPITAL						
----------------	--	--	--	--	--	--

REVENUE						
----------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		556.0	554.0	581.6	610.8	641.2
FEDERAL FUNDS						
OTHER						
TOTAL		556.0	554.0	581.6	610.8	641.2

POSITIONS:

FULL-TIME		1	1	1	1	1
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

ANALYSIS: Attach a separate page for analysis

Prepared By: James E. Wiedeman
Division: Office of Enterprise

Phone: 465-2018
Date: 3/21/84

Approved by Commissioner: Richard A. Lyon
Agency: Commerce and Economic Development

Date: 3/21/84

Distribution (by Agency preparing fiscal note):

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

12/1/83

BUSINESS TECHNICAL ASSISTANCE CENTERS

The Office of Enterprise, Department of Commerce and Economic Development, is proposing the development of business assistance offices in three locations in the State: Juneau, Anchorage and Fairbanks. The purpose of these centers is to provide "hands-on" and "on-site" help to new and existing businesses including, but not limited to, assistance in securing long and short term financing, in preparing loan packages; in assessing and analyzing their business; and in developing various accounting and other systems for better management. A detailed description of the services to be provided is attached as Appendix A.

The three centers will be staffed by consultants selected through the normal contracting procedures. The three centers will be offered individually for contract and it is presently intended to have a different contractor for each center. Each of the three centers will service a regional market: Juneau will cover all of southeast, Anchorage will service south central, western and most of northern Alaska, and Fairbanks will cover central Alaska and the pipeline corridor.

Proposed Funding

The three development centers will cost a total of \$556.0 thousand for the first year period. The contractual costs can be broken down as:

Juneau	\$130 (FY '85)
Anchorage	200 (FY '85)
Fairbanks	150 (FY '85)
	<u>\$480</u>

The differentials between centers reflect the anticipated number of clients to be served and the area to be covered.

In addition to the contractual amounts to establish the centers, there is an additional \$76.0 in administrative costs. This includes funding for a new Development Specialist II position to supervise the contracts and provide professional assistance to the centers where needed, as well as necessary travel and operating funds for that position.