

ALASKA LEGISLATURE COMMITTEE FILES 1961-1962 00/2

1774 HLC HB 623 - HB 697

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COMMITTEE REPORT

HOUSE

(5)

FURTHER: STATE AFFAIRS

FINANCE

1/11/82

Date: _____

Mr. Speaker:

The Committee on LABOR & COMMERCE has had HB 630

"An Act relating to state loan programs; and providing for an effective date."

under consideration and ~~(a majority of the committee)~~ ~~(the committee)~~ reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the SPECIAL Committee on Banking Committee

MEMBERS SIGNING

DO PASS Refer to Banking Special Com

[Signature]

[Signature]

MEMBERS HAVING

OTHER RECOMMENDATIONS:

[Signature]
 CHAIRMAN

11/10/82
By: Metcalfe for 'checking for updated date'
H. Labor & Commerce 1981-1982

Dated Filed 1-11-82

Date Recd. 1-12-82

Referral State Affairs & Finance

Comm. Hearing 2-8-82 - after passed & House Banking Committee for review & then Getters & Co.

" action see

F/N herein

1-14-82 Metcalfe notified
1st they will notify
people they want
action

Gen. Jenkins notified
Dr. Hatch - Div. Bus Loans
Veterans Affairs

Marilyn Rott 276-14
wants it heard 11-14???

Fish & Game - Men, Johnson
Rtd Movement - for 'C & K' affo

Natural Resources - Mark Wil
Bob Stevens on 1. Dep. 11-14-82

to St. Council, Stacks & med
federal notes protection of

Rtd Movement & testify

1
2

Requested by Common Wealth North.

Three major group of loans

I - Housing

II - Business

III - Social

draft.

Don Hostab - Banks will not service loans
in "social" category. - - -

Tie up loose ends.
No new loans

Red Mourant - Co RA -

Sec. 23 - Mr. Day Jenkins

Comm. Williams -

request L

all 3 & 8 loans =
Energy loan

Special Comm. on Banking. - - -

AP A
Power Authority

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 630
 Title Relating to State Loan Programs
 Requested by House Labor & Commerce Committee Date 1/11/82

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development, Dept of Revenue
 Program Category Affected Development
 BRU, Program, Or Subprogram(s) Affected _____
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES		1,750.6	1,925.7	2,118.2	2,330.1	2,563.1
200 TRAVEL		200.0	220.0	242.0	266.2	292.8
300 CONTRACTUAL		500.0	550.0	605.0	665.5	732.1
400 COMMODITIES		50.0	55.0	60.5	66.5	73.2
500 EQUIPMENT		130.0				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		2,630.6	2,750.7	3,025.7	3,228.3	3,661.2

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND		2,630.6	2,750.7	3,025.7	3,228.3	3,661.2
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME		43.0	43.0	43.0	43.0	43.0
PART TIME		3.0	3.0	3.0	3.0	3.0
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Create an Alaska Housing Loan Authority (AHLA) in Dept. of Commerce & Economic Development to coordinate, supervise and give final approval for purchases of home loans by Alaska Housing Finance Corp. (AHFC) and several other programs, AHFC and others must make credit analysis, etc. and all their work is subject to approval of AHLA; therefore, staffing and budget presented above is similar in size and scope to AHFC budget since all AHFC and other work is subject to second review and approval.

IV. DATE February 8, 1982

PREPARED BY *Peter A. Buschre*
 AGENCY Department of Revenue

Original: Legislative Finance PHONE 465-2350

cc: Budget and Management
 Prime Sponsor (First Legislator Named)

BILL ANALYSIS
HOUSE BILL 630 (1/11/82)

1. Creates an Alaska Housing Loan Authority (AHLA) in Department of Commerce and Economic Development to coordinate, supervise and give final approval for purchase of loans by:
 - a. Alaska Housing Finance Corporation (AHFC).
 - b. Nonconforming Housing Loan Fund.
 - c. Senior Citizens Housing Development Fund.
 - d. Residential Energy Conservation Fund.

Authority may employ executive director and staff as necessary.
2. Amends the various statutes of AHFC and loan funds stipulated in (1) above subjecting their lending activity to AHLA approval.
3. Nonconforming Housing Loan Fund is allowed to purchase, as a secondary lender, loans but is not allowed to directly originate loans.
4. Alaska Industrial Development Authority is renamed the Alaska Business Loan and Industrial Development Authority (ABLIDA). Powers of ABLIDA are expanded to purchase or insure business loans to agricultural and fishing enterprises.
5. Residential Energy Conservation Fund can purchase loans but can no longer originate them.
6. After July 1, 1982 no further loans may be made for or under:
 - a. Alaska Agriculture Loan Account.
 - b. Loans for purchase of Alaska limited entry permits.
 - c. Fisherman's Mortgage and Note fund.
 - d. AHFC Housing Development Fund.
 - e. Veterans Loans from Department of Commerce and Economic Development.
 - f. Child Care Facility Revolving Loan Fund.
 - g. Residential Care Facility Revolving Loan Fund.
 - h. Alaska Commercial Fishing and Agriculture Bank.
7. The following programs are repealed:
 - a. Housing Development Revolving Loan Fund. (Low and Moderate income on rentals for low and moderate income).
 - b. Moderate cost and rental housing of the Alaska State Housing Authority.

*There are 38 loan programs,
What about miners loans = \$30M's.*

2/8/82

BILL ANALYSIS, HOUSE BILL 630, Cont'd

- c. Housing Development Fund of AHFC; provides loans for persons of lower and moderate income.
- d. Loans for relocation assistance to encourage and facilitate the construction and rehabilitation of housing of displaced persons.
- e. Alaska Economic Disaster Impact Fund.
- f. Alaska Renewable Resources Corporation (repeals entire account).
- g. Native corporation loan fund. (This is no longer needed as native claim payments have been settled).
- h. Temperate Social Activities Revolving Loan Fund.
- i. Nonconforming Housing Loan Fund. (Repeals eligible locations statute).
- j. Alaska Commercial Fishing and Agriculture Bank (entire statute).

Commonwealth North request.

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 630
Title An Act relating to state loan programs; and providing for an effective date.

Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Department of Commerce & Economic Development
Program Category Affected Economic Development
BRU, Program, Or Subprogram(s) Affected Division of Loans and Veterans' Affairs
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES		(434.6)	(434.6)	(434.6)	(434.5)	(434.6)
200 TRAVEL		(56.0)	(56.0)	(56.0)	(56.0)	(56.0)
300 CONTRACTUAL		(48.6)	(48.6)	(48.6)	(48.6)	(48.6)
400 COMMODITIES		(8.5)	(8.5)	(8.5)	(8.5)	(8.5)
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		(547.7)	(547.7)	(547.7)	(547.7)	(547.7)

FUNDING (Thousands of Dollars)

GENERAL FUND		(547.7)	(547.7)	(547.7)	(547.7)	(547.7)
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

FULL TIME		(12)	(12)	(12)	(12)	(12)
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Space Rental and ASHA payments not included in these figures.

IV. DATE 2/8/82 PREPARED BY Don Hostak, Director
AGENCY Department of Commerce & Economic Development
Original: Legislative Finance PHONE 465-2555 Division of Loans and
cc: Budget and Management or 465-2510 Veterans' Affairs
Prime Sponsor (First Legislator Named)

SPS**SPECIALIZED PROFESSIONAL SERVICES, INC.**

(907) 586-4100

P.O. BOX 194

AUKE BAY, ALASKA 99821

January 18, 1982

Representative Terry Martin
Alaska House of Representatives
Pouch V
Juneau, Alaska 99811

Dear Representative Martin:

As this session of the Legislature gets under way, it is already apparent that some very hard decisions will have to be made regarding funding of all the various needs around the state. One of the areas which will require careful review is the state loan programs. Since there are currently 54 loan and related grant programs currently in the statutes, it is virtually impossible to be knowledgeable of the specifics of the various programs. Also, there are just under 100 bills pending from last year regarding loan programs with more already having been introduced this session.

As you may recall from some of our previous advertising, we have compiled and published a Guide to State of Alaska Loan Programs. This guide is current and would be a very valuable tool for you and your staff during this legislative session. Having it available will help you and your staff:

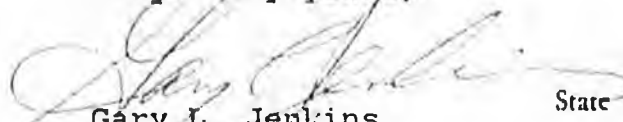
(1) when considering new legislation on loan programs, to review all existing programs with a similar purpose to insure that the new legislation is not duplicative of other programs;

(2) when considering funding proposals for existing programs, to determine if you feel the program objectives justify more, less or the same funding as it has had in prior years; and

(3) when receiving inquiries from your constituents, to quickly review the programs of interest to them and explain the basic terms and conditions as well as advising them who to contact for more specific information.

Enclosed is a sample Executive Summary for one of the loan programs and a brochure explaining the loan guide in more detail. Please note that the guide is printed and will be delivered immediately upon receipt of your order. If you have any questions regarding the guide, feel free to call me.

Very truly yours,



Gary L. Jenkins
President

State and Local Taxation

Multijurisdictional Taxation

Financial Management

Organizational Management

FISHERIES ENHANCEMENT LOANS
FISHERIES ENHANCEMENT REVOLVING LOAN FUND
EXECUTIVE SUMMARY

IS THERE ANY MONEY AVAILABLE TO BORROW: Please see the current funding summary in the Funding Status Section of this guide.

PURPOSE FOR WHICH MONEY MAY BE BORROWED: I. Hatchery planning, construction and operation.
II. Other fishery rehabilitation activities such as lake fertilization and habitat improvement.

HOW MUCH MAY BE BORROWED: I. \$6,000,000
II. \$1,000,000

FOR HOW LONG MAY IT BE BORROWED: 30 years for all loans.
NOTE: Payment of principal and interest may be deferred a minimum of 6 years and a maximum of 10 years. Interest does not accrue during this deferral period.

AT WHAT INTEREST RATE(S): 9.5% for all loans.

WHO MAY APPLY FOR A LOAN: An applicant who is
(A) a nonprofit corporation which has been formed by a regional aquaculture association; or
(B) a local nonprofit corporation which has been organized for this specific purpose and in the case of a loan application for preconstruction activities, the approval of the local regional aquaculture association has been obtained.

WHO SHOULD BE CONTACTED FOR MORE SPECIFIC INFORMATION: Joe Davis (907) 465-2510
Department of Commerce and Economic Development
Division of Business Loans
Pouch D
Juneau, Alaska 99811

ALASKA LAW AND REGULATIONS WHICH ESTABLISH AND EXPLAIN THIS LOAN PROGRAM: Alaska Statutes: AS 16.10.500-620
Alaska Regulations: None issued

WHERE SHOULD THE APPLICATION BE FILED: Mailed To: Division of Business Loans
Dept. of Commerce and Economic Dev.
Pouch D
Juneau, Alaska 99811
Delivered To: In Juneau-9th Floor, State Office Building;
In Anchorage-2600 Denali, Suite 401; In Fairbanks-675 7th Avenue, Station A.

SPECIALIZED PROFESSIONAL SERVICES, INC. PRESENTS
A GUIDE TO STATE OF ALASKA LOAN PROGRAMS

There is now available a guide to all the loan programs which have been established by the Alaska Legislature. This guide will allow you to be among the first to know all the details about every State of Alaska loan program in existence, including personal loans, and which loan programs have funds available.

The guide is organized to provide you the information you want in the most efficient way. Within the major sections of the guide, organized on the basis of general purpose, each separate loan will have a tab which will identify the basic purpose of that loan program. Behind each tab will be information on that specific loan program which will include

AN EXECUTIVE SUMMARY which will provide all pertinent details about that program such as what specific purposes the money is available for, how much money may be borrowed, what interest rates will be charged, how to apply and who to contact for more specific information:

A LISTING of the information needed to apply for a loan; and

A GUIDE on how to complete your application so that it is immediately processable when it is submitted, thus, keeping it from being returned for missing information.

In addition, as part of the basic service you will also receive

A PERIODIC REPORT detailing any proposed changes in the various loan programs, the status of funds availability and information on any proposed new loan programs:

UPDATED REPLACEMENT PAGES for any loan program where there have been changes made by legislation, regulation or policy:

NEW LOAN PROGRAM information ready to be added to your binder which will provide the same information specified above for all new programs and which will be sent to you as quickly as possible after the program has been established, giving you the opportunity to be among the first applicants to obtain funds from that program; and

AN INFORMATION SERVICE so that if you have a question on a loan program that is not answered by the information provided or adequately by the staff of the responsible agency, call and we will get the answer for you.

For your convenience an order form is included on the back of this brochure.

LOAN APPLICATION ASSISTANCE SERVICE

Recognizing that the majority of businessmen in Alaska do not have ready access to the State agencies or financial institutions who are processing loan applications, that many of you do not have the time to personally prepare and submit an application, and that most of the time agencies tend to be responsive to those people who have daily contact with them, we will provide an application assistance service. The services provided will include preparing or assisting in the preparation of the application, gathering and compiling any necessary supplementary information and submitting and monitoring the application as it is being processed. Charges for this service will be strictly on the basis of time spent with no minimum fee. Complete information, to include the rates for the various types of services will be provided in a separate section of the loan guide.

WHO IS SPECIALIZED PROFESSIONAL SERVICES, INC.

Specialized Professional Services, Inc. is wholly owned by Gary L. Jenkins. Professionally, I am a Certified Public Accountant. For the past eight years I have been working for the Alaska Department of Revenue, the last six as Director of the Audit Division. I have chosen to leave State employment because I wanted to develop services like this one to aid businesses and to provide specialized tax and management services. As Director of the Audit Division I have worked extensively with legislation, have written regulations, concentrating on making them as understandable as possible, and have had many occasions to work with a large number of other state agencies. I've discovered that there are many ways to get things done in spite of the bureaucracy and all of the roadblocks thrown up by those people working in it. This experience will give me a tremendous advantage in getting information regarding the various loan programs and dealing with the respective agencies.

My associates have been carefully selected and have proven to be effective and efficient at working within the State system.

ALASKA LOAN PROGRAMS GUIDE ORDER FORM

Please send the loan guide to:

Name _____ Phone # _____
Address _____

For the period of: ___ One year @ \$225 if paid with order or
\$250 if billed when the guide is ready
to be mailed
___ Two Years @ \$375 if paid with order
___ Three Years @ \$500 if paid with order

Mail to: Specialized Professional Services, Inc.,
P. O. Box 194, Auke Bay, Alaska 99821

Please allow 4-6 weeks for delivery of the Guide.

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 630
 Title Relating to State Loan Programs
 Requested by House Labor & Commerce Committee Date 1/11/82

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development, Dept of Revenue
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FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME		43.0	43.0	43.0	43.0	43.0
PART TIME		3.0	3.0	3.0	3.0	3.0
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Create an Alaska Housing Loan Authority (AHLA) in Dept. of Commerce & Economic Development to coordinate, supervise and give final approval for purchases of home loans by Alaska Housing Finance Corp. (AHFC) and several other programs; AHFC and others must make credit analysis, etc. and all their work is subject to approval of AHLA; therefore, staffing and budget presented above is similar in size and scope to AHFC budget since all AHFC and other work is subject to second review and approval.

IV. DATE February 8, 1982

PREPARED BY *Peter A. Buehler* Anselm Staack

AGENCY Department of Revenue

Original: Legislative Finance

PHONE 465-2350

cc: Budget and Management

Prime Sponsor (First Legislator Named)

?3-001 (Rev. 12/81)

BILL ANALYSIS
HOUSE BILL 630 (1/11/82)

1. Creates an Alaska Housing Loan Authority (AHLA) in Department of Commerce and Economic Development to coordinate, supervise and give final approval for purchase of loans by:
 - a. Alaska Housing Finance Corporation (AHFC).
 - b. Nonconforming Housing Loan Fund.
 - c. Senior Citizens Housing Development Fund.
 - d. Residential Energy Conservation Fund.

Authority may employ executive director and staff as necessary.

2. Amends the various statutes of AHFC and loan funds stipulated in (1) above subjecting their lending activity to AHLA approval.
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4. Alaska Industrial Development Authority is renamed the Alaska Business Loan and Industrial Development Authority (ABLIDA). Powers of ABLIDA are expanded to purchase or insure business loans to agricultural and fishing enterprises.
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6. After July 1, 1982 no further loans may be made for or under:
 - a. Alaska Agriculture Loan Account.
 - b. Loans for purchase of Alaska limited entry permits.
 - c. Fisherman's Mortgage and Note Fund.
 - d. AHFC Housing Development Fund.
 - e. Veterans Loans from Department of Commerce and Economic Development.
 - f. Child Care Facility Revolving Loan Fund.
 - g. Residential Care Facility Revolving Loan Fund.
 - h. Alaska Commercial Fishing and Agriculture Bank.
7. The following programs are repealed:
 - a. Housing Development Revolving Loan Fund. (Low and Moderate income on rentals for low and moderate income).
 - b. Moderate cost and rental housing of the Alaska State Housing Authority.

2/8/82

BILL ANALYSIS, HOUSE BILL 630, Cont'd

- c. Housing Development Fund of AHFC; provides loans for persons of lower and moderate income.
- d. Loans for relocation assistance to encourage and facilitate the construction and rehabilitation of housing of displaced persons.
- e. Alaska Economic Disaster Impact Fund.
- f. Alaska Renewable Resources Corporation (repeals entire account).
- g. Native corporation loan fund. (This is no longer needed as native claim payments have been settled).
- h. Temperate Social Activities Revolving Loan Fund.
- i. Nonconforming Housing Loan Fund. (Repeals eligible locations statute).
- j. Alaska Commercial Fishing and Agriculture Bank (entire statute).

Alaska State Legislature



MEMBERS:
TERRY MARTIN, CHAIRMAN
BERNARD BYLSMA, VICE CHAIRMAN
RICHARD RANDOLPH
TERRY GARDINER
BRIAN ROGERS

POUCH V
STATE CAPITOL
JUNEAU, AK 99811
PHONE (907) 465-3783
OFFICIAL BUSINESS

House of Representatives

LABOR AND COMMERCE COMMITTEE

To: Russ Meekins, Chairman
Special Banking Committee

From: Terry Martin, Chairman
House Labor & Commerce Committee

Date: February 8, 1982

Subject: HB 630 referral

Pursuant to hearing and discussion by this committee, the members have agreed that the Special Banking Committee should review HB 630 before action by the Labor & Commerce Committee. Areas we request your committee review are:

1) to include all state loan programs under the proposed Alaska Business Loan and Industrial Development Authority:

a) consolidation of social loan programs;

b) include the Alaska Power Authority in the loans being addressed by this legislation;

2) review contractual and constitutional rights of loan participants under those loan programs being eliminated; and,

3) evaluate the bureaucracy potentially created by this legislation.

Labor & Commerce Committee members Bylsma and Rogers have been appointed by the committee chairman to work with your committee on reviewing HB 630. After review by the Special Committee on Banking, we request HB 630 be returned to the House Labor & Commerce Committee for expedited consideration.

Terry Martin by
M. Jones

✓ State Loan Programs (term. & consol.)

HOUSE BILL NO. 630, by Rep. Metcalfe. Relates to the involvement of the state in lending activities, specifically the state loan programs now in existence. The bill provides: ". . . It is the purpose of this Act (1) to terminate those state loan programs that are in-

active, as well as several loan programs that have questionable objectives; (2) to consolidate two major areas of state loan activity, housing and business loans, into two authorities that will increase the accountability, consistency, and efficiency in these areas; (3) to use the existing mechanism of the Alaska Industrial Development Authority, renamed the Alaska Business Loan and Industrial Development Authority, to facilitate business loans to agricultural and fishing enterprises; (4) to remove the state from the private lending market and to return that function to competent private financial institutions."

Creates the Alaska Housing Loan Authority under AS 44 (State Government), within the Department of Commerce and Economic Development. Provides the Authority shall administer loans under the Senior Citizens Housing Development Fund (AS 18.54.070), the Alaska Housing Finance Corporation (AHFC) (AS 18.56), the Nonconforming Housing Loan Fund (AS 44.47.380), and the Residential Energy Conservation Fund (AS 45.89). States: "The authority shall assess the need and monitor the supply of residential housing in the state and develop a comprehensive plan to make decent, safe, low and moderately priced residential housing available to all persons by purchasing or participating in the purchase of loans made by financial institutions qualified under AS 06." (AS 06--Banks and Financial Institutions).

Amendments which pertain to existing loan programs include:

--Amends the Housing Development Revolving Loan Fund (administered by the Dept. of Community & Regional Affairs, Community Planning Division), providing that loans or grants to municipalities or eligible corporations be subject to approval of the Alaska Housing Loan Authority. Adds new subsection stating that the department may only purchase or participate in the purchase of a loan to a public or nonprofit private corporation. Deletes language relating to the loan fund which states it may ". . . make or participate in the making of mortgage loans to sponsors, developers, builders and purchasers of residential housing, if the corporation determines that mortgage loans are not otherwise available, wholly or in part, from private lenders upon reasonably equivalent terms and conditions." Also states that other powers of the Fund are subject to the approval of the Alaska Housing Loan Authority (hereafter referred to as AHLA)

--Amends the Nonconforming Housing Loan Fund, placing similar restrictions relating to the powers of the Director of the Division (administered by the Dept. of Community & Regional Affairs, Division of Housing Assistance), providing those powers are subject to approval by the AHLA. Deletes language which provides the Division may "originate" loans. Deletes language which states the Director may execute service agreements with private lending institutions to service loans originated by the Division.

--Amends sections relating to the Alaska Industrial Development Authority (AS 44.88), changing the name of the Authority to the

HR
630

Alaska Business Loan and Industrial Development Authority. Also adds new sections giving the ABLIDA power ". . .to purchase or insure loans for fishing vessels to be used by a small enterprise; (20) to purchase or insure loans to purchase a limited entry permit required under AS 16.43.140." Deletes reference under "Legislative findings & policy" section relating to ABLIDA "making" loans (all loans now having to be approved by AHLA). (Note: does not delete any of the powers of the Authority as set out in AS 44.88.080, Powers of the Authority).

--Amends sections relating to the Residential Energy Conservation Fund, providing for approval of grants and loans "purchased" (currently "made") by the Fund by the AHLA.

The bill provides that after July 1, 1982 no further loans may be made under the following programs:

--AS 03.10 (Alaska Agricultural Loan Act); AS 16.10.333 (Fish and Game. Loans for purchase of Alaska Limited Entry Permits); AS 16.-10.650 - 16.10.720 (Fishermen's Mortgage and Note Fund); AS 18.56.-100 (AHFC. Housing Development Fund); AS 26.15 (Alaska World War II Veterans Act); AS 44.33.240 - 44.33.275 (Child Care Facility Revolving Loan Fund); AS 44.33.320 - 44.33.380 (Residential Care Facility Revolving Loan Fund); AS 44.81 (Commercial Fishing and Agriculture Bank).

Programs repealed by the bill include:

--AS 18.54.010 - 18.54.060 (Housing Development Revolving Loan Fund--does not repeal section relating to the Sr. Citizen Housing Development); AS 18.55.300 - 18.55.470 (Moderate Cost and Rental Housing); AS 18.56.210(5) (definition of "housing development fund"); AS 34.60.135 (Relocation Assistance and Real Property Acquisition Practices. Planning loans for additional housing); AS 37.11.100 (Renewable Resources Funds. Alaska economic disaster impact fund); AS 37.12 (Alaska Renewable Resources Corporation); AS 44.25.030 - 44.25.038 (Dept. of Revenue. Loan program; PL 92 - 203 corporations Declaration of purpose); AS 44.47.340 - 44.47.350 (The Temperate Social Activities Revolving Loan Fund); AS 44.47.385 (Div. of Housing Assistance. Eligible locations); AS 44.81 (Commercial Fishing and Agriculture Bank).

Provides Act takes effect July 1, 1982.

Introduced January 11 and referred to Labor & Commerce, State Affairs, then to Finance.

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811

March 8, 1982

The Honorable Terry Martin
Chairman
House Labor and Commerce Committee
Room 211 - Behrends Building
Juneau, Alaska

Dear Mr. Martin:

Re: House Bill No. 630

House Bill No. 630, an Act relating to state loan programs, was introduced in the House on January 11, 1982 and was referred to the House Labor and Commerce; State Affairs and Finance Committees.

For the consideration of the House Labor and Commerce Committee, I am enclosing six copies of a Fiscal Note prepared by Mr. Anselm Staack, Treasury Comptroller, Department of Revenue concerning the proposed legislation.

Sincerely,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Ray H. Metcalfe
Chairman
House State Affairs Committee

The Honorable Albert P. Adams
Chairman
House Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Anselm Staack
Treasury Comptroller
Department of Revenue

STATE OF ALASKA

DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH D
JUNEAU, ALASKA 99811
PHONE: 455-2500

February 8, 1982

Honorable Joe Hayes
Speaker of the House
Pouch V
Juneau, Alaska 99811

Dear Mr. Hayes:

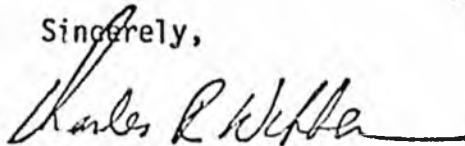
As required by AS 37.05.035, the Department of Commerce and Economic Development, Division of Loans and Veterans' Affairs, submits for your review the following report on loans closed during FY '81:

- Loans made by loan type

The prevailing market rates used were obtained from the Department of Revenue, Division of Treasury.

Because of the number of assumptions made during FY '81 and the use of subsidized loan funds, a separate section on assumptions was included with the report of loans made by loan type. The prevailing market rate at the time of the assumption was used to determine the amount of subsidy provided by the State for this type of loan.

Sincerely,



Charles R. Webber
Commissioner

CRW/jar#26V2

ANNUAL STATE LOAN REPORT
LOANS CLOSED BY TYPE
FISCAL YEAR 1981

	Total # of Loans	Total Principal Loaned	*Return on Loan at Business Loans Interest Rate	Return on Loan at Prevailing Interest Rate	Total State Subsidy
Residential Energy	47	\$ 181,508	\$ 80,182	\$ 110,546	\$ 30,364
Alternative Technology	276	1,333,824	598,694	1,838,165	1,239,471
Commercial Fish	405	25,472,412	14,313,698	26,314,649	12,100,951
Small Business	450	74,340,534	49,467,489	72,047,255	22,597,776
Tourism	5	834,575	881,996	1,736,146	856,150
Mining	10	9,303,834	3,449,845	5,243,477	1,793,632
Fish Enhancement	15	3,396,710	3,794,022	8,649,299	4,855,277
Bulk Fuel	0				
Child Care	0				
Water Resources	0				
Historical Districts	0				
Total Amounts For Business Loans	<u>1,208</u>	<u>\$114,863,501</u>	<u>\$72,585,926</u>	<u>\$115,941,547</u>	<u>\$43,473,621</u>

Assumptions: **

Veterans	49	\$ 2,510,933	\$ 3,491,818	\$ 4,238,123	\$ 746,310
----------	----	--------------	--------------	--------------	------------

* (a) Business Loan interest rate is 5% energy loans; 10% for Historical Dist.; 9.5% Commercial Fish, Tourism, Small Business and Fish Enhancement

(b) Vets original interest rate on loan unless person assuming is a nonvet, in which case interest rate is at prevailing market rate

** No new loans were made.

H

B

6

3

9

COMMITTEE REPORT

HOUSE

FURTHER: FINANCE

(5)

3/10/82

Date: 3-22-82

Mr. Speaker:

The Committee on LABOR & COMMERCE has had SSHB 639

"An Act relating to supplemental employee benefits; and providing for an effective date."

under consideration and ~~(a majority of the committee)~~ ~~(the committee)~~ reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING

DO PASS

Larry Masten

[Signature]

MEMBERS HAVING

OTHER RECOMMENDATIONS:

Do Pass if HB121

Be. Rogers is added to it

Tony [Signature] "title"

Larry Masten

CHAIRMAN

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. SSHB 639
 Title An Act Relating to Supplemental Employee Benefits; and Providing for an Effective
 Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits
 Program Category Affected Centralized Administrative Services
 BRU, Program, or Subprogram(s) Affected Retirement & Benefits
 (Note: If more than one budget component is affected, separate line-item amounts and
 funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
100 RETIREMENT BENEFITS						
200 TRAVEL						
300 CONTRACTUAL		35.0				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLATHS, ETC.						
TOTAL		35.0	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
SBS PROGRAM RECEIPTS		35.0	-0-	-0-	-0-	-0-

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

- Contractual costs include \$25 thousand for a one-time revision of the SBS annuity subsystem (data processing) and \$10 thousand for benefit consulting in drafting and implementing the required amendments to the Supplemental Annuity Plan.
- This bill would also result in some adverse impact on annuity earnings for all SBS participants because of the need for increased liquidity.

IV. DATE March 22, 1982 PREPARED BY Paul B. Arnoldt
 AGENCY Division of Retirement & Benefits
 Original: Legislative Finance PHONE 465-4460
 cc: Budget and Management
 Prime Sponsor (First Legislator Named) Representative Randolph
 Office of the Governor (Keith Specking)

C.S.
copy
4/1/2006

2 1/4 pct

3 yr per
letter of intent to finance

money to

to ← safety funds = -
w/ air TAXI to get group in
permanent financial reform

HB 634

662 -

CS being prepared

House Copy

File

Introduced: 3/10/82
Referred: Labor & Commerce and
Finance

1 IN THE HOUSE

BY RANDOLPH

CS

2 SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 639
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to supplemental employee benefits; and
7 providing for an effective date."

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

9 * Section 1. AS 39.30.150 is amended by adding a new subsection to read:

10 (d) Upon termination of employment by an employee, the amount
11 *held on behalf of* contributed by the employee *may* that was used to purchase supplemental
12 *under the term of the State of Alaska* annuities may be *paid* refunded to the employee on application by the employee.

13 * Sec. 2. The plan administrator of the State of Alaska Supplemental
14 Annuity Plan shall apply to the United States Internal Revenue Service for a
15 ruling that an amendment to the plan to allow participants to receive an
16 annuity benefit as provided in AS 39.30.150(d) at any age will not adversely
17 affect the deferral of taxes and, on receipt of a favorable ruling, shall
18 amend the plan in accordance with the provisions of this Act.

19 * Sec. 3. Section 1 of this Act takes effect on amendment of the plan by
20 the plan administrator after receipt of a favorable tax ruling by the United
21 States Internal Revenue Service.

22 * Sec. 4. Section 2 of this Act takes effect immediately in accordance
23 with AS 01.10.070(c).

24 *Sec. 5. Sec. 2*

29

Office Copy
Bennett

Original sponsor: Randolph

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE HOUSE

2 CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 639 (L&C)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to supplemental employee benefits; and
7 providing for an effective date."

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

9 * Section 1. AS 39.30.150 is amended by adding a new subsection to read:

10 (d) Upon termination of employment by an employee, the amount held
11 on behalf of the employee in the supplemental benefits account estab-
12 lished under AS 39.30.160 may, on application of the employee, be paid
13 to the employee under the terms of the State of Alaska Supplemental
14 Annuity Plan.

15 * Sec. 2. The plan administrator of the State of Alaska Supplemental
16 Annuity Plan shall apply to the United States Internal Revenue Service for a
17 ruling that an amendment to the plan to allow participants to receive an
18 annuity benefit as provided in AS 39.30.150(d) at any age will not adversely
19 affect the deferral of taxes and, on receipt of a favorable ruling, shall
20 amend the plan in accordance with the provisions of this Act.

21 * Sec. 3. Section 1 of this Act takes effect on amendment of the plan by
22 the plan administrator after receipt of a favorable tax ruling by the United
23 States Internal Revenue Service.

24 * Sec. 4. Section 2 of this Act takes effect immediately in accordance
25 with AS 01.10.070(c).

Effect of amendment. — The 1980 amendment, effective September 17, 1980 substituted "workers' compensation" for "workmen's compensation."

Article 4. Supplemental Employee Benefits on Withdrawal from Social Security.

<p>Section 150. Contributions 155. Duties of the public employees retirement board</p>	<p>Section 160. Benefits in place of social security 170. Participation in program 180. Definitions</p>
---	---

Sec. 39.30.150. Contributions. (a) In place of contributions to the federal social security system which would have been required on behalf of an employee had the participating employer belonged to the social security system, the participating employer shall contribute 12.26 percent of the wages of the employee up to the taxable wage base then in effect in the social security system. All costs of establishing and administering the benefit program established by AS 39.30.160 shall be paid from the contributions made by the participating employers under this section. The balance of the contributions made by the participating employers shall be paid into special individual employee benefit accounts in the Department of Administration to be used to provide supplemental employee benefits provided in AS 39.30.160.

(b) Employees of the division of marine transportation included in the public employees' retirement system through the process of collective bargaining under AS 39.35.680(21)(D) may, under the terms of a collective bargaining agreement, utilize contributions made under (a) of this section on their behalf to offset the costs of inclusion in the public employees' retirement system; however,

(1) the state is placed under no obligation to continue making contributions under this section if the state resumes participation in the federal social security system;

(2) the bargaining agreement must provide a mechanism for satisfying any residual liabilities which might exist if the state resumes participation in the federal social security system; and

(3) no funds contributed under (a) of this section on behalf of employees who are not covered by maritime union contracts may be obligated or expended to pay any costs associated with the inclusion of marine transportation employees in the public employees' retirement system.

(c) An employee of a participating employer is considered to have agreed to have his wages reduced by an amount equal to one-half the total contribution which the participating employer is required to make on behalf of the employee under this section. (§ 5 ch 58 SLA 1979; am §§ 2, 3 ch 135 SLA 1980; am §§ 16, 17 ch 146 SLA 1980)

Revisor's note. — Under the provisions of § 7, Chapter 58, SLA 1979 the state employees voted in September, 1979, to withdraw from the federal Social Security

System. AS 39.30.150 — 39.30.160 there-
after became effective on January 1, 1980,
as provided in § 8, Chapter 58, SLA 1979.

Effect of amendments. — The 1980
amendments, retroactive to January 1,
1980, both substituted "participating
employer belonged to the social security"

for "state remained in the" in the first
sentence of subsection (a), substituted
"participating employer" in both the
singular and the plural forms for "state"
where it appeared in subsection (a), and
added subsection (c).

**Sec. 39.30.155. Duties of the public employees retirement
board.** (a) The Public Employees Retirement Board (AS 39.35.030)
shall

(1) hold regular and special meetings; it considers necessary to carry
out its responsibilities relating to the supplemental employee benefit
program; all meetings are open to the public and the board shall keep
a full record of all its proceedings;

(2) adopt, with modifications it considers proper, regulations
recommended by the administrator for carrying out the supplemental
employee benefit program, and regulations providing employees the
opportunity to periodically change distribution of contributions among
the supplemental benefit options listed in AS 39.30.160(a);

(3) consider matters referred to it by the administrator in connection
with changes in policy and revisions of the supplemental employee
benefit program;

(4) act as an appeals board, hold hearings at the request of an
employer, employee, surviving spouse, or a beneficiary on decisions
made by the administrator that relate to the payment of benefits under
the supplemental employee benefit program, and submit its findings to
the administrator;

(5) prescribe policies for the operation of the supplemental employee
benefit program and take other action which it considers necessary to
carry out the purposes of that program;

(6) advise the Department of Administration concerning the
features to be included in the benefit options provided under AS
39.30.160(a).

(b) In this section "administrator" means the administrator of the
public employees' retirement system appointed under AS 39.35.050.
(§ 18 ca 146 SLA 1980)

Sec. 39.30.160. Benefits in place of social security. (a) The
Department of Administration shall, in accordance with policies
prescribed by regulations of the Public Employees Retirement Board,
provide to employees for whom benefit accounts are established under
AS 39.30.150 the following benefit options:

- (1) supplemental health benefits,
- (2) supplemental death benefits,
- (3) supplemental disability benefits,
- (4) supplemental survivor benefits, and

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COMMITTEE REPORT

HOUSE

(5)

FURTHER: JUDICIARY

1/11/82

Date: 1-19-82

Mr. Speaker:

The Committee on LABOR & COMMERCE has had HB 640

"An Act relating to games of chance and contests of skill; and providing for an effective date."

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

[Signature]
[Signature]
[Signature]
[Signature]

MEMBERS HAVING
OTHER RECOMMENDATIONS:

[Signature] (No line)

CHAIRMAN

NO 200
Subcommittee on
null
Relating to
of skill

Labor & Commerce 198

cf: HB623 qual also

**PASSED
OUT AS CS-1-20-**

Prima Notified
Comm. Williams



Date Filed 1-11-82

" Rec'd. 1-14-82

Referral - Judiciary

Comm. hearing - 1-19-82 - teleconference

" action passed as CS by all members

but Bylaws NO REC.

Brad Bradley for Vets organization
Elks - American Legion - V.F.W.
A.V.S.

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

March 2, 1982

The Honorable Joe L. Hayes
Speaker of the House
Alaska State Legislature
Pouch V
Juneau, AK 99811

The annual report on Games of Chance and Skill, as required by AS 05.15.090; is enclosed. Also enclosed is a supplemental report for 1980 which summarizes all 1980 financial statements received through March 2, 1982.

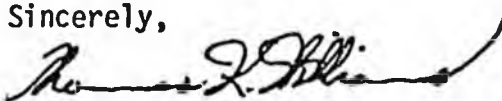
A total of 622 permits were issued for 1981 with 347 permittees having filed the required financial statements. The Department is requiring financial statements from those who have not reported.

Permit fees and the 1% net proceeds are projected to exceed \$40,000 for 1981. The permit fee scale continues to cover the cost of Administration and no change is recommended.

The Department adopted Emergency Regulations 15 AAC 105.(5)(L) and (M) on September 11, 1982. This Regulation allowed Pull Tabs to be used for the period ending December 31, 1981. Pull Tabs used in the past were illegal. Some Pull Tab fees had been reported under Bingo activity. The Regulation created some confusion in the reporting of Pull Tab fees for 1981 with some fees still reported under Bingo and others under Raffles and Lotteries. The proper reporting of Pull Tab fees under Raffles and Lotteries has caused some permittees to exceed the \$30,000 prize limit established by 15 AAC 105.120(4). The Department is presently reviewing reports to determine the extent of this problem. No decision has been reached on handling violations. The estimated gross receipts from Pull Tabs reported thus far is \$1,990,528 or 15% of the total gross receipts reported for 1981.

A supplemental report for 1981 will be prepared and submitted next year.

Sincerely,



Thomas K. Williams
Commissioner
Department of Revenue
(907)465-2300

Enclosures

REPORT TO THE LEGISLATURE

MARCH 2, 1982

Summary of the 1981 annual financial statement reports required of permittees of Authorized Games of Chance and Skill.

TOTAL APPLICATIONS RECEIVED: 650

TOTAL APPLICATIONS REJECTED: 28

(Note: Can be rejected for more than 1 reason)

(1) Non-qualified Organization	<u>18</u>
(2) Non-authorized Activity	<u>0</u>
(3) Unacceptable Dedication of Proceeds	<u>0</u>
(4) Disapproved by Local Authorities	<u>0</u>
(5) Failure to submit Permit Fee	<u>6</u>
(6) Failure to submit prior year Financial Stmt.	<u>7</u>

TOTAL PERMITS ISSUED: 622

TOTAL FEES COLLECTED: \$33,006.

622 Permits Issued @ \$20 - - - - - \$12,440.
 28 Permits Denied - - - - - \$ 420.
 1% Net Proceeds Fee recd. to 2/22/82) - 20,146.

PERMITS REVOKED: 3

Reason: Decision organizations not qualified

PERMITS SUSPENDED: 2

Reason: Failure to file prior year Financial Statement

ACTIVITIES AUTHORIZED:

(Note: Some permits authorize two or more activities)

(1) Bingo	<u>339</u>
(2) Raffles & Lotteries	<u>542</u>
(3) Ice Classics	<u>2</u>
(4) Rain Classics	<u>7</u>
(5) Dog Musers Contests	<u>41</u>
(6) Fish Derbies	<u>37</u>
(7) Contests of Skill	<u>177</u>

PERMIT TYPE	GROSS RECEIPTS	NET PROCEEDS FOR DONATIONS
BINGO	\$ 9,536,143.	\$ 1,492,297.
RAFFLES & LOTTERIES	\$ 2,706,071.	\$ 423,490.
* GAMES OF SKILL & MISCELLANEOUS GAMES	\$ 527,854.	\$ 100,831.
TOTALS	\$12,770,068.	\$ 2,016,618.

* Includes Ice Classics, Rain Classics, Dog Races, Fish Derbies

REPORT TO THE LEGISLATURE

SUPPLEMENT TO REPORT OF MARCH 2, 1981

Summary of the 1980 annual financial statement reports required of permittees of Authorized Games of Chance and Skill.

TOTAL APPLICATIONS RECEIVED: 619

TOTAL APPLICATIONS REJECTED: 41

(Note: Can be rejected for more than 1 reason)

(1) Non-qualified Organization	<u>29</u>
(2) Non-authorized Activity	<u>-</u>
(3) Unacceptable Dedication of Proceeds	<u>4</u>
(4) Disapproved by Local Authorities	<u>-</u>
(5) Failure to submit Permit Fee	<u>9</u>
(6) Failure to submit prior year Financial Stmt.	<u>7</u>

TOTAL PERMITS ISSUED: 578

TOTAL FEES COLLECTED: \$40,055.00

578 Applications @ \$20	- - - - - \$11,560.
Rejected Applications	- - - - - \$ 670.
1% of Net Proceeds	- - - - - \$27,825.

PERMITS REVOKED: -0-

Reason: _____

PERMITS SUSPENDED: -0-

Reason: _____

ACTIVITIES AUTHORIZED:

(Note: Some permits authorize two or more activities)

(1) Bingo	<u>325</u>
(2) Raffles & Lotteries	<u>517</u>
(3) Ice Classics	<u>2</u>
(4) Rain Classics	<u>13</u>
(5) Dog Musher's Contests	<u>41</u>
(6) Fish Derbies	<u>45</u>
(7) Contests of Skill	<u>76</u>

PERMIT TYPE	GROSS RECEIPTS	NET PROCEEDS FOR DONATIONS
BINGO	\$ 14,989,159.	\$ 2,363,388.
RAFFLES & LOTTERIES	\$ 1,776,609.	\$ 337,627.
GAMES OF SKILL & MISCELLANEOUS GAMES	\$ 875,924.	\$ 112,542.
TOTALS	\$ 17,641,692	\$ 2,813,557.

* Includes Ice Classics, Rain Classics, Dog Races, Fish Derbies

LOYAL ORDER of MOOSE

ANCHORAGE LODGE NO. 1534



For proper file

4211 ARCTIC BLVD.

99503

Anchorage, Alaska

21 January 1982

Anchorage, Alaska

Representative Dick Randolph
Alaska State Legislature
Pouch V, State Capitol
Juneau, Alaska 99811

Dear Representative Randolph:

Thank you very much for your letter explaining the problems surrounding the use of "pull-tabs" and other games of skill and chance for raising funds for charitable purposes.

We certainly agree with your analysis of the problem and the value of changing the regulations. Our Lodge has in the past made a considerable number of contributions, quite significant in their total, to local community service and charitable groups. These funds have come almost exclusively from the proceeds of our pull-tab program. In point of fact, all proceeds were used exclusively for charitable contributions.

We wish to encourage you to take those steps you feel appropriate to the end, to modify the regulations that prevent us from conducting a pull-tab program.

Due to the lack of any evidence of any clear and present danger to the citizens of our State posed by a pull-tab game of chance and our desire to use the proceeds for the betterment of the citizens of our State, we whole-heartedly support a change in the regulations to allow their use.

Certainly, we would be willing to cooperate and comply with any reasonable reporting requirements for the purpose of insuring the proceeds are indeed being used to cover only the expenses associated with the program and those charitable purposes already noted.

If we can help in any way, please contact us at 4211 Arctic Blvd, Anchorage, 99503, 272-4752.

Respectfully yours,

Melvin L. Bunch
Melvin L. Bunch, Governor

James E. Fox
James E. Fox, Secretary

CC: Governor Jay Hammond
Lt. Governor Miller
Alaska Senate Members
✓ Alaska House Members

Please put in my file of HB 640

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

January 20, 1982

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811

The Honorable Terry Martin, Chairman
House Labor & Commerce Committee
Room 211 - Behrends Building
Juneau, AK 99811

Dear Representative Martin:

HOUSE BILL NO. 640 AND HOUSE BILL NO. 623

Pursuant to your request at the committee hearing yesterday, I have prepared the attached schedule, reflecting the estimated effect of continuing the ban on the sale of pull-tabs by games of chance and skill permits. The figures are based on the financial statements submitted by such permittees for calendar years 1978, 1979 and 1980, and indicate an estimated net proceeds from pull-tabs of slightly less than \$1 million a year. This is of necessity a very rough estimate.

Since pull-tabs have not been recognized as a legal game of chance, the Department has no firm data on the dollar volumes generated by pull-tabs for those years. This information was requested for 1981, and the available information received to date indicates pull-tabs as approximately 26% of the total gross receipts. We do not feel that this is a true representation of the whole, and find no reason to disagree with the testimony presented and the correspondence received by the Department indicating that pull-tabs represent approximately 50% of gross receipts to those permittees selling pull-tabs. The projected net proceeds reflect an assumption that the expenses related directly to the sale of pull-tabs are proportional to the expenses related directly to bingo. Since most permittees previously included their pull-tab receipts in either bingo or lottery receipts, I have applied the 50% assumed ratio to the total of gross receipts and net proceeds from those two categories.

I would like to take this opportunity to add my agreement with those testifying as to the effect of Section 3 of House Bill No. 640. The current version would provide a limitation on the price to participate in any lottery which is presumably not the intent of the legislation.

Thank you again, for the opportunity to comment on this legislation.

Sincerely,

Joseph K. Donohue

Joseph K. Donohue
Deputy Commissioner, Taxation

JKD:EJ:jg

ESTIMATED PROCEEDS FROM THE SALE OF PULL-TABS

	<u>1978</u>	<u>1979</u>	<u>1980</u>
Reported Gross Receipts from Bingo/Lotteries	\$10,294,002	\$11,944,918	\$12,963,136
Estimated Gross Receipts from Pull-Tabs	\$5,147,001	\$5,972,459	\$6,481,568
Reported Net Proceeds from Bingo/Lotteries	\$1,702,978	\$2,108,454	\$1,991,733
Estimated Net Proceeds from Pull-Tabs	\$851,489	\$1,054,227	\$995,867

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

January 19, 1982

The Honorable Terry Martin
Chairman
House Labor & Commerce Committee
Room 211 - Behrends Building
Juneau, AK 99811

Dear Mr. Martin:

Re: House Bill No. 640

House Bill No. 640, an Act relating to games of chance and contests of skill, was introduced in the House on January 11, 1982, and was referred to the House Labor & Commerce and Judiciary Committees.

For consideration of the House Labor & Commerce Committee, I am enclosing a copy of a Fiscal Note prepared by Mr. Ervin B. Jones, Supervisor, Audit Division, Department of Revenue, concerning the proposed legislation.

Sincerely,



R. D. Stevenson
Special Assistant

RDS:jas

Enclosure

cc: The Honorable Ramona L. Barnes
Chairwoman
House Judiciary Committee

Joseph K. Donohue
Deputy Commissioner, Taxation
Department of Revenue

Ervin B. Jones, Supervisor
Audit Division
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 640

Title "An Act relating to games of chance and contests of skill; and
Repealing ~~providing for an effective date~~ Date January 18, 1982

Requested by: House Labor and Commerce

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected Revenue Collection and Management

BRU, Program, Or Subprogram(s) Affected Audit Division

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) None

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars) None

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS None

FULL TIME						
PART TIME						
TEMPORARY						


III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

See attached memo to R. D. Stevenson, dated January 18, 1982.

IV. DATE January 18, 1982 PREPARED BY Ervin B. Jones
AGENCY Audit Division
Original: Legislative Finance PHONE 465-2320
cc: Budget and Management
Prime Sponsor (First Legislator Named)

R.D. Stevenson
Legislative Assistant

January 18, 1982


Ervin Jones
Office Audit Manager
Audit Division

HB 640
(Labor and Commerce)

This bill proposes to amend three sections of AS 05.15.

The effect of these proposed changes is to considerably broaden the privileges granted with the issuance of a games of chance and skill permit. The original language of AS 05.15.100 limited the games of chance to only those activities listed (i.e., bingo, raffles, lotteries, ice classics, rain classics, dog mushers' contests and fish derbies). New games of chance would have to then be allowed under one of those listed. The proposed language removes that limitation and taken in context with sections 2 and 3 of the bill, would allow any game of chance which could be contrived where the element of chance and luck is foremost, regardless of whether those games of chance existed in Alaska prior to statehood. Since the original intent of the legislation was to permit continuance of those gaming activities after statehood which existed in territorial days, this change is a considerable divergence.

The only remaining limitation would be the limitation on use of gambling implements found in AS 05.15.180(a). This would presumably prevent the introduction of casino type hardware and coin operated video games as games of chance, but would not prevent the legal introduction of games of chance such as can be contrived by profit-seeking individuals and nonprofit organizations striving to maximize their take in an extremely competitive industry.

If the author's intent is simply to legalize pull-tabs, I would recommend this bill to legal counsel to arrive at a simpler way of accomplishing that goal without opening Pandora's box.

EJ:jg

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

January 19, 1982

The Honorable Terry Martin
Chairman
House Labor & Commerce Committee
Room 211 - Behrends Building
Juneau, AK 99811

Dear Mr. Martin:

Re: House Bill No. 640

House Bill No. 640, an Act relating to games of chance and contests of skill, was introduced in the House on January 11, 1982, and was referred to the House Labor & Commerce and Judiciary Committees.

For consideration of the House Labor & Commerce Committee, I am enclosing a copy of a Fiscal Note prepared by Mr. Ervin B. Jones, Supervisor, Audit Division, Department of Revenue, concerning the proposed legislation.

Sincerely,



R. D. Stevenson
Special Assistant

RDS:jas

Enclosure

cc: The Honorable Ramona L. Barnes
Chairwoman
House Judiciary Committee

Joseph K. Donohue
Deputy Commissioner, Taxation
Department of Revenue

Ervin B. Jones, Supervisor
Audit Division
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST
Bill/Resolution No. HB 640
Title "An Act relating to games of chance and contests of skill; and
~~Requested by providing for an effective date~~ Date January 18, 1982
Requested by: House Labor and Commerce

II. FISCAL DETAIL
Agency Affected Department of Revenue
Program Category Affected Revenue Collection and Management
BRU, Program, Or Subprogram(s) Affected Audit Division
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) None

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars) None

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS None

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME						
PART TIME						
TEMPORARY						

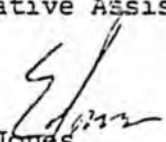
III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

See attached memo to R. D. Stevenson, dated January 18, 1982.

IV. DATE January 18, 1982 PREPARED BY Ervin B. Jones
AGENCY Audit Division
PHONE 465-2320
Original: Legislative Finance
Budget and Management
Prime Sponsor (First Legislator Named)
Rev. 12/81)

E.D. Stevenson
Legislative Assistant

January 18, 1982


Ervin Jones
Office Audit Manager
Audit Division

HB 640
(Labor and Commerce)

This bill proposes to amend three sections of AS 05.15.

The effect of these proposed changes is to considerably broaden the privileges granted with the issuance of a games of chance and skill permit. The original language of AS 05.15.100 limited the games of chance to only those activities listed (i.e., bingo, raffles, lotteries, ice classics, rain classics, dog mushers' contests and fish derbies). New games of chance would have to then be allowed under one of those listed. The proposed language removes that limitation and taken in context with sections 2 and 3 of the bill, would allow any game of chance which could be contrived where the element of chance and luck is foremost, regardless of whether those games of chance existed in Alaska prior to statehood. Since the original intent of the legislation was to permit continuance of those gaming activities after statehood which existed in territorial days, this change is a considerable divergence.

The only remaining limitation would be the limitation on use of gambling implements found in AS 05.15.180(a). This would presumably prevent the introduction of casino type hardware and coin operated video games as games of chance, but would not prevent the legal introduction of games of chance such as can be contrived by profit-seeking individuals and nonprofit organizations striving to maximize their take in an extremely competitive industry.

If the author's intent is simply to legalize pull-tabs, I would recommend this bill to legal counsel to arrive at a simpler way of accomplishing that goal without opening Pandora's box.

EJ:jg

Rodgers moved
Randolph second

officer

Passed

Introduced: 1/11/82
Referred: Labor and Commerce
and Judiciary

1 IN THE HOUSE

BY RANDOLPH, MOSS AND O'CONNELL

2 HOUSE BILL NO. 640

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to games of chance and contests of
7 skill; and providing for an effective date."

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

9 * Section 1. AS 05.15.100 is amended to read:

10 Sec. 05.15.100. COMMISSIONER OF REVENUE MAY ISSUE PERMITS. The
11 commissioner of revenue may issue a permit to a qualified organization.
12 The permit gives the organization the privilege of conducting games of
13 chance and contests of skill including bingo, raffles and lotteries, ice
14 classics, rain classics, dog mushers' contests, and fish derbies [AND
15 CONTESTS OF SKILL].

16 * Sec. 2. AS 05.15.180(b) is amended to read:

17 (b) With the exception of ga of chance [RAFFLES, LOTTERIES AND
18 RAIN CLASSICS], no activity may be licensed under this chapter unless it
19 existed in the state in substantially the same form and was conducted in
20 substantially the same manner before January 1, 1959.

21 * Sec. 3. AS 05.15.210 is amended by adding a new paragraph to read:

22 (22) "game of chance" means a game in which the skill and
23 experience of the player is secondary to purely fortuitous or accidental
24 circumstances incidental to the game and includes ~~raffles and lotteries~~
25 ~~and~~ pull-tab and punchboard games in which the price of each chance is
26 \$1 or less, *and raffles and lotteries.*

27 * Sec. 4. Sections 1 - 3 of this Act are retroactive to January 1, 1982.

28 * Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-
29 070(c).

H B

6 4 2

COMMITTEE REPORT

HOUSE

(5)

FURTHER: JUDICIARY
FINANCE

1/13/82

Date: 3-30-82

Mr. Speaker: (Resources referral waived 1/12/82)

The Committee on LABOR & COMMERCE has had HB 642

"An Act establishing the Alaska natural resource trust; and providing for an effective date."

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendations 4 (FOUR)
- referred to the _____ Committee

**MEMBERS SIGNING
DO PASS**

**MEMBERS HAVING
OTHER RECOMMENDATIONS:**

Brian Rogers Do Pass if amended
Terry Anderson Do Pass if amended
Terry Martin Do not pass
Pat O'Sullivan Do Not Pass

Terry Martin
CHAIRMAN

Date Filed 1-13-82

Date Rec'd. 1-14-82

Referral - Judiciary - Finance

Comm. hearing 2-24-82 - held 3-17-82 - held 3-30-82 - committee members resigned out of committee - no hearing posted. sent to chief clerk's office

" actish

[Mary Ann] in cabinet stretch's office

Dept of Revenue

certified
F/N herein
4

Case #3867 (Bill Berrier) will come when bill before committee but requests case as not to have to pick around.

Alaska Natural Resource Trust (establishing) HOUSE BILL NO. 642, by Reps. [unclear] and [unclear]. Alaska Natural Resource Trust, a means of distributing the natural resource wealth to state resident "shareholders". Under the terms set out in the bill, residents would be issued certificates for a certain number of "units of beneficial interest" in the Trust (the number of units being determined by the Commissioner of Revenue, trustee). Amounts to be distributed are determined on the basis of

HB 642, (cont'd)

cash proceeds of royalties, and the sale or lease of state land. In order to receive "units" an individual must be a certified resident of the state (must provide proof of residence) on the date established in the portfolio plan under which units are distributed. Legal requirements for setting up the Trust are outlined in length. Repeals the Alaska Renewable Resources Development Fund and the Alaska Renewable Resources Permanent Fund (AS 37.11.010 - 37.11.090).

Introduced January 11 and referred to Labor & Commerce, Judiciary, then to Finance.

*Terry
Assumed as
F/N mentions HJR 81
attached for your
info. only*

Introduced: 2/8/82
Referred: Resources and
Judiciary

BY RANDOLPH, ROGERS, GARDINER,
AND BEIRNE

1 IN THE HOUSE

2 HOUSE JOINT RESOLUTION NO. 81

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the consti-
6 tution of the State of Alaska re-
7 lating to the creation of a natural
8 resource trust.

9 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 * Section 1. Article IX, sec. 7, Constitution of the State of Alaska, is
11 amended to read:

12 SECTION 7. DEDICATED FUNDS. The proceeds of any state tax or
13 license shall not be dedicated to any special purpose, except as
14 provided in section 15 and section 17 of this article or when required
15 by the federal government for state participation in federal programs.
16 This provision shall not prohibit the continuance of any dedication for
17 special purposes existing upon the date of ratification of this section
18 by the people of Alaska.

19 * Sec. 2. Article IX, Constitution of the State of Alaska is amended by
20 adding a new section to read:

21 SECTION 17. ~~NATURAL RESOURCE TRUST.~~ *Exact Amendment* In order to transfer part of
22 the natural resource wealth of the State to individual Alaskans all
23 income received by the State from the sale or lease of land and renewable
24 and nonrenewable natural resources owned by the State, excluding income
25 from fish or fisheries products or income from timber or timber products,
26 not otherwise dedicated to the permanent fund by section 15 of this
27 article, shall be placed in a natural resource trust.

28 * Sec. 3. The amendments proposed by this resolution shall be placed
29 before the voters of the state at the next general election in conformity

1 with art. XIII, sec. 1, Constitution of the State of Alaska, and the election
2 laws of the state.

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FACT SHEET ON HB 642
THE ALASKA NATURAL RESOURCE TRUST
REPRESENTATIVE DICK RANDOLPH

This bill is intended as an ongoing means of directly distributing a substantial portion of state government held wealth to individual Alaskans. The justification for the trust is that Alaska's natural resource wealth belongs to all Alaskans so long as government claims ownership of the natural resources involved. Therefore, the only way Alaskans can receive any equitable direct benefit from the wealth which belongs to them is to have it distributed to them as individuals who are capable of using that wealth in the most beneficial manner.

The bill requires that the Commissioner of Natural Resources convey to the trust the right to income from natural resources which accrues to the state, including royalties other than those already dedicated to the permanent fund and proceeds from the sale or lease of state land or minerals. The bill is not intended to include any tax revenues. Since this conveyance amounts to a dedication of revenue, HJR 81, a companion piece of legislation, is necessary to implement this concept. Together these pieces of legislation will insure that Alaskans receive substantial equitable benefit from state wealth rather than to have that wealth used to increase government programs which produce inequitable results.

Shares in the Natural Resource Trust would be granted at no cost to "residents" of the state on a one time basis. Modification of the bill should be made to prevent a rush to Alaska by outsiders to secure shares.

The number of "units" (shares) will be determined by the Commissioner of Revenue and they will be divided by the total number of eligible individuals to determine the number of units (shares) each beneficiary will own. Natural resource revenues will be distributed per unit (share) on a prorata basis each quarter and the units (shares) are freely transferable.

The Natural Resource Trust is irrevocable and is only terminated upon termination of the production of income from the assets that have been transferred to and retained by the trust. The assets of the trust consist of the interests in natural resources of the state conveyed to the trust.

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

February 24, 1982

The Honorable Terry Martin
Chairman
House Labor and Commerce Committee
Room 211 - Behrends Building
Juneau, Alaska

Dear Mr. Martin:

Re: House Bill No. 642

House Bill No. 642, an Act establishing the Alaska natural resource trust, was introduced in the House on January 11, 1982 and has been referred to the House Labor and Commerce; Judiciary and Finance Committees.

For the consideration of the House Labor and Commerce Committee, I am enclosing copies of Fiscal Notes prepared by Mr. Anselm Staack, Comptroller, Treasury Division, Department of Revenue concerning the proposed legislation.

At a later date, a further Fiscal Note will be submitted by Mr. Phillip A. Wall, Director, Public Services Division, Department of Revenue concerning costs of administration. Mr. Wall is presently on official business in Anchorage and will return to his post of duty in Juneau on March 1, 1982.

Sincerely,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Ramona L. Barnes
Chairwoman
House Judiciary Committee

The Honorable Albert P. Adams
Chairman
House Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Anselm Staack
Treasury Comptroller
Department of Revenue

Phillip A. Wall, Director
Public Services Division
Department of Revenue

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

March 8, 1982

Surveys

The Honorable Terry Martin
Chairman
House Labor and Commerce Committee
Room 211 - Behrends Building
Juneau, Alaska

Dear Mr. Martin:

Re: House Bill No. 642

House Bill No. 642, an Act establishing the Alaska natural resource trust, was introduced in the House on January 11, 1982 and has been referred to the House Labor and Commerce; Judiciary and Finance Committees.

On February 24, 1982, copies of Fiscal Notes prepared by Mr. Anselm Staack, Comptroller, Treasury Division, Department of Revenue concerning the proposed legislation were transmitted to the House Labor and Commerce Committee.

For the further consideration on the House Labor and Commerce Committee, I am enclosing copies of Fiscal Notes prepared by Mr. Phillip A. Wall representing administrative costs of the Public Services and Administrative Service Division of the Department of Revenue.

Sincerely,

R. D. Stevenson

R. D. Stevenson
Special Assistant

Enclosures

cc: The Honorable Ramona L. Barnes
Chairwoman
House Judiciary Committee

The Honorable Albert P. Adams
Chairman
House Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Anselm Staack
Treasury Comptroller
Department of Revenue

Phillip A. Wall, Director
Public Services Division
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

Our copies

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 642
Title Establishing the Alaskan Natural Resources Trust
Requested by House Resources Committee Date 3/4/82

II. FISCAL DETAIL

Agency Affected Revenue
Program Category Affected General Government
BRU, Program, Or Subprogram(s) Affected Admin & Support, Admin Services
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES		22.5	283.2	172.8	184.9	197.8
200 TRAVEL						
300 CONTRACTUAL			1,744.1	1,583.5	1,694.4	1,812.0
400 COMMODITIES			4.0	4.3	4.6	4.9
500 EQUIPMENT				125.0		
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		22.5	2,031.3	1,885.6	1,883.9	2,015.7

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Natural Resources Trust		22.5	2,031.3	1,885.6	1,883.9	2,015.7

POSITIONS

FULL TIME		1/6mm	6/72mm	5/60mm	5/60mm	5/60mm
PART TIME			8/48mm	2/12mm	2/12mm	2/12mm
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

See attached.

HJR81 establishes Natural Resource Trust.

IV. DATE 3/4/82 PREPARED BY P. A. Wall
AGENCY Revenue
Original: Legislative Finance PHONE 465-2313
cc: Budget and Management
Prime Sponsor (First Legislator Named)
33-001 (Rev. 12/81)

Wall

ANALYSIS
HB 642

HB 642 establishes the Alaska Natural Resources Trust. This Fiscal Note presents the Administrative costs related to the creation of ownership certificates in the Trust, the distribution of the certificates and cash, and related activity.

Assumptions: 420,000 ownership certificates will be created
year application period beginning January, 1984. 126,000,
miscellaneous transactions (address changes, transfers,
etc.) per year
Quarterly distribution of cash and reports
Annual Report distribution
525,000 application forms
Quarterly Report mailed with Quarterly distribution, IRS
1099 data on the 4th quarter distribution.

Program Summary:

Design and distribute application forms and instructions with 90 days of eligibility date. Design and implement quarterly computer assisted application processing. Design Certificate of Beneficial Interest form and miscellaneous transaction forms. Design and implement quarterly processing. Assist applicants through phone, letters and field services in applying for ownership certificates. Opening of mail, batching, data capture and computer processing of applications. Quarterly distribution of cash and application of garnishments and other attachments. Preparation and distribution of Quarterly and Annual Reports.

i. Positions:

FY83

1 PFT Systems Analyst R18 @ \$2838 mo.
plus .32% costs for 6 mos. = 22.5

Begin design of processing and computer
assisted procedures

Total FY83 Positions: = 22.5

FY84

1 PPT Clerk Typist R8 @ \$1487 mo plus
.32% costs for 9 mos. = 17.7

Provide clerical support for Personnel Section.
Typing, filing, working of eligble registers,
arrainging interviews, miscellaneous personnel
duties.

1 PFT Systems Analyst R18 @ \$2838 'us
.32 % costs = 45.0

Complete processing and computer program
designs. Develop coding specifications

2 PPT EDP Programmers R17 @ \$2639 mo plus
.32 % costs. for 9 mos. = 62.7

Code, compile, and test computer programs.

5 PFT Tax Scanners R8 @ \$1487 mo. plus
.32 % costs = 117.8

Mail opening, document control numbering
batching, batch control, data capature,
batch correction, forms distribution.

3 PPT Tax Scanners R8 @ \$1487 mo. plus
.32% costs for 3 mos. = 17.7

Deadline peak mail opening, document control
numbering, batching, batch control, data capture,
batch correction.

2 PPT Clerk Typist R7 @ \$1408 mo plus
.32% costs, 6 mos each = 22.3

Assisting in response to phone and mail forms,
requests, accounts payable, voucher preparation,
filing, copying and miscellaneous clerical duties.

Total FY84 Positions: = 283.2

FY85

1 PFT Systems Analyst R18 @ \$3036 mo plus
.32% costs. = 48.1

Maintain trust procedures and computer programs
and modify as required

4 PFT Tax Scanners R8 @ \$1591 mo plus
.32 % costs = 100.8

Mail opening of miscellenous transactions,
document numbering, batching, batch control,
data capture, batch correction, warrant batch
control, pulling and control of attached warrants,
warrant release.

2 PPT clerk typist R7 @ \$1506 mo plus
.32% costs, 6 mos each. = 23.9

Assist in response to phone and mail inquiries,
accounts payable, voucher preparation, filing,
copying, quarterly and annual report preparation.

Total FY85 positions:

172.8

2. Other Expenditures:

FY84

Forms -

Miscellaneous Forms - 126,000 @ \$35M	=	4.4
Applications and Instructions - 550,000 @ \$50M	=	27.5
Ownership certificates:		
Initial issue - 420,000 @ \$80M	=	33.6
Transfers and reissues - 50,000 @ \$80M	=	4.0
Warrant stock with Quarterly Report Provision - 1,680,000 @ \$75M	=	126.0
Envelopes -		
Ownership certificates - 470,000 @ \$20M	=	9.4
Warrant - 1,680,000 @ \$15M	=	25.2
Annual Report - 420,000 @ \$20M	=	8.4
Postage -		
Forms distributing - 420,000 @ .20 each	=	90.0
Ownership certificates - 470,000 @ .20 each	=	94.0
Correspondence - 10,000 @ .20 each	=	2.0
Warrants - 1,680,000 @ .20 each	=	336.0
Annual Report - 420,000 @ .56 each	=	235.2
Printing of Annual Report - 500,000 @ .40 each	=	200.0
Data Processing (includes development, data capture and production):		
Computer Resource Units: 221,000 @ 1.25 per unit	=	276.3
Common Output Units: 4,200 @ \$31 (reports, warrants, COM)	=	130.2
Storage Units: Trust File - 11,000 @ .90 - Disk	=	9.9
Misc including garnishments - 1,200 @ .90 Disk	=	1.1
Backup File - Tape	=	.2
Terminals:		
Data Capture CRT's, 4 @ \$3,900 each	=	15.6
Data Management CRT's, 4 @ \$4,600 ea.	=	18.4
Printer - 1 @ \$7,026	=	7.0
Controller - 1 @ \$4,679	=	4.7
Professional Services - Annual Audit	=	75.0
Miscellaneous contractual (insurance, transportation, of things, etc.)	=	10.0
Total FY84 contractual:	=	1,744.1
Commodities -	=	4.0
Total FY84 Commodities	=	4.0

FY85

Forms -		
Miscellaneous transaction forms - 126,000 @ \$37.50	=	5.1
Ownership Certificates - Transfers and Reissues 50,000 @ \$85.60M	=	4.3
Warrants - 1,680,000 @ \$80.30M	=	134.9
Envelopes -		
Ownership Certificates - 50,000 @ \$21.40M	=	1.1
Warrants - 1,680,000 @ \$16.05M	=	27.0
Annual Report - 420,000 @ \$21.40M	=	9.0
Postage -		
Forms Distribution - 50,000 @ .25 each	=	12.5
Ownership Certificates - 50,000 @ .25 each	=	12.5
Correspondence - 10,000 @ .25 each	=	2.5
Warrants - 1,680,000 @ .25 each	=	420.0
Annual Report - 420,000 @ .65 each	=	273.0
Printing of Annual Report - 420,000 @ .65 each	=	215.0
Data Processing (includes development, data capture and production)		
Computer Resource Units: 175,000 @ 1.25 per unit	=	218.8
Common Output Units: 3,900 @ 31 (reports, warrants and COM)	=	120.9
Storage Units: Trust File - 8,500 @ .90 - Disk	=	7.7
Misc. including garnishments - 2,5000 @ .90 - Disk	=	2.3
Backup File - Tape	=	.2
Terminals: Data Capture - 2 CRT's @ \$4,173	=	8.3
Data Management - 1 CRT @ \$4,922	=	4.9
Printer - 1 @ \$7,518	=	7.5
Controller - 1 @ \$5,005	=	5.0
Professional Services - Annual Audit	=	80.3
Miscellaneous Contractual	=	10.7
Total FY 85 Contractual:		<u>1,583.5</u>
Commodities	=	<u>4.3</u>
Total FY 58 Contractual:	=	4.3
Equipment - Microfilm System	=	<u>125.0</u>
Total FY 85 Equipment	=	125.0

FY83

6 PPT Clerk typist R8 @ \$1487 mo each
.32% costs, 6 mos.each = 70.7

Assist applicants at field counter locations
and in the field as required.

Total FY83 Positions: = 70.7

FY84

6PPT clerk typists R8 @ \$1,591 mo plus
.32 costs, 9 mos each = 113.4

Application, transfer and miscellaneous
application assistance at field counters and
in the field as required.

Total FY 84 Positions: = 113.4

FY85

3 PFT Clerk typists R8 @ \$1,702 mo plus
.32 costs = 80.9

Transfer and miscellaneous application
assistance at Field Counters.

Total FY85 Positions = 80.9

2. Other Expenditures:

FY83

Toll calls including Zeith calls = 25.0

Contracts providing applicant assistance = 50.0

Advertising in papers, on TV, and radio = 20.0

Total FY83 Contractual 95.0

Travel to provide application assistance = 35.0

Total FY83 Travel = 35.0

FY84

Toll calls including Zenith calls	=	35.0
Contracts providing applicant assistance	=	75.0
Advertising in papers, on TV and radio	=	<u>35.0</u>
Total FY84 Contractual	=	145.0

FY85

Toll calls including Zenith calls	=	10.0
Advertising	=	<u>5.0</u>
Total FY 85 Contractual	=	15.0

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 642

Title Establishes the Alaska Natural Resource Trust

Requested by House Resource Committee Date 3/4/82

II. FISCAL DETAIL

Agency Affected _____ Revenue _____

Program Category Affected General Government

BRU, Program, Or Subprogram(s) Affected Public Services

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES		70.7	113.4	80.9	86.6	92.6
200 TRAVEL		35.0	50.0			
300 CONTRACTUAL		95.0	145.0	15.0	16.1	17.2
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		200.7	308.4	95.9	102.7	109.8

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Natural Resource Trust		200.7	308.4	95.9	102.7	109.8

POSITIONS

FULL TIME				3/36mm	3/36mm	3/36mm
PART TIME		6/36mm	6/54mm			
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

See Attached.

IV. DATE 3/4/82

PREPARED BY P. A. Wall

AGENCY Revenue

Original: Legislative Finance

PHONE 465-2313

cc: Budget and Management

Prime Sponsor (First Legislator Named)

33-001 (Rev. 12/81)

HJR81 establishes the Natural Resources Trust
See Administrative Services Fiscal Note for Analysis and Assumptions.

Program Summary:

Provide Ownership Certificate application assistance beginning January, 1983 and continuing through December, 1983. Answer phone, letter and in-person requests for information and assistance. Provide assistance to applicants in remote areas through contractual agents and travel. Distribute forms and instructions. Advise applicants as to the purpose of the program and where assistance is available through newspapers, TV and radio.

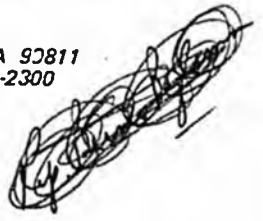
STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300



February 24, 1982

The Honorable Terry Martin
Chairman
House Labor and Commerce Committee
Room 211 - Behrends Building
Juneau, Alaska

Dear Mr. Martin:

Re: House Bill No. 642

House Bill No. 642, an Act establishing the Alaska natural resource trust, was introduced in the House on January 11, 1982 and has been referred to the House Labor and Commerce; Judiciary and Finance Committees.

For the consideration of the House Labor and Commerce Committee, I am enclosing copies of Fiscal Notes prepared by Mr. Anselm Staack, Comptroller, Treasury Division, Department of Revenue concerning the proposed legislation.

At a later date, a further Fiscal Note will be submitted by Mr. Phillip A. Wall, Director, Public Services Division, Department of Revenue concerning costs of administration. Mr. Wall is presently on official business in Anchorage and will return to his post of duty in Juneau on March 1, 1982.

Sincerely,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Ramona L. Barnes
Chairwoman
House Judiciary Committee

The Honorable Albert P. Adams
Chairman
House Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Anselm Staack
Treasury Comptroller
Department of Revenue

Phillip A. Wall, Director
Public Services Division
Department of Revenue

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

HB 642

(REVENUE REDUCTION TO
GENERAL FUND UNRESTRICTED)

FISCAL NOTE (1 of 2)

Office Copy

I. REQUEST

Bill/Resolution No. HB 642 (1/11/82)
Title Establish Alaska Natural Resources Trust
Requested by House Resources Committee Date 2/24/82

II. FISCAL DETAIL

Agency Affected General Fund Unrestricted
Program Category Affected _____
BRU, Program, Or Subprogram(s) Affected _____
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

← M I L L I O N S →
FUNDING (THOUSANDS of Dollars)

GENERAL FUND			(1,608.8)	(1,906.9)	(2,159.9)	(2,511.1)
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Legislation establishes an Alaska Natural Resources Trust which is to receive the state's interest in income from natural resources, including royalties, etc., subject to prior amounts dedicated to permanent fund and other previously established claims. Trust to distribute ownership certificates to beneficiaries as defined by the legislation and make dividend payments.

Above revenue estimated for the trust is based upon royalties only, not including severance and conservation taxes that result from natural resources as companion legislation, HJR 81, a constitutional amendment to effect dedication to the trust appears to speak to royalties only and some related amounts but not specifically to taxes. Since the constitutional amendment is necessary to effect transfer of funds to the trust FY 84 is the first year of transfer after election takes place.

SEE OTHER FISCAL NOTES FOR ADMINISTRATIVE COSTS.

Anselm C. Staack

IV. DATE February 24, 1982 PREPARED BY Anselm C. Staack, Treasury Comptroller
AGENCY Dept. of Revenue, Treasury Division

Original: Legislative Finance PHONE 465-2350
cc: Budget and Management
Prime Sponsor (First Legislator Named)

33-001 (Rev. 12/81)

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

HB 642

(FUND INVESTMENT
ADMINISTRATIVE COST)

FISCAL NOTE (2 of 2)

Handwritten initials and signature

I. REQUEST

Bill/Resolution No. HB 642 (1/11/82)
Title Establish Alaska Natural Resources Trust
Requested by House Resources Committee Date 2/24/82

II. FISCAL DETAIL

Agency Affected Department of Revenue
Program Category Affected Revenue Collection and Management
BRU, Program, Or Subprogram(s) Affected Treasury Management
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES			92.6	101.9	112.1	123.3
200 TRAVEL			10.0	11.0	12.1	13.3
300 CONTRACTUAL			255.0	280.5	308.6	339.4
400 COMMODITIES			3.0	3.3	3.6	4.0
500 EQUIPMENT			6.0			
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL			366.6	396.7	436.4	480.0

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Trust Income			366.6	396.7	436.4	480.0

POSITIONS

FULL TIME			2	2	2	2
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Legislation creates trust fund managed by Dept. of Revenue. THIS FISCAL NOTE ACCOUNTS FOR ADMINISTRATIVE COSTS RELATED TO THE INVESTMENT OF FUND ASSETS ONLY. SEPARATE FISCAL NOTE TO BE PROVIDED THAT SHOWS ADMINISTRATIVE COSTS RELATED TO OWNERSHIP AND DISTRIBUTION PLAN.

Personal Services is for Investment Officer II (R22,X) to invest and manage assets; Accounting Tech. II (R14,G) for associated trust investment accounting and reporting. Contractual Services: Comm. \$15.0; Print & Adv. \$10.0; Safekeeping and related reporting/accounting \$200.0; Audit \$25.0; Misc. \$5.0. Equipment is for new positions.

Handwritten signature: Anselm C. Staack

IV. DATE February 24, 1982 PREPARED BY Anselm C. Staack, Treasury Comptroller
AGENCY Dept. of Revenue, Treasury Division

Original: Legislative Finance PHONE 465-2350
cc: Budget and Management
Prime Sponsor (First Legislator Named)
33-001 (Rev. 12/81)

H B

694

COMMITTEE REPORT

HOUSE

(5)

FURTHER: FINANCE

1/27/82

Date: 3-8-82

Mr. Speaker:

The Committee on LABOR & COMMERCE has had HR 694

"An Act relating to the Alaska Municipal Bond Bank Authority."

under consideration and reports it back as follows:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

Tony Iversen
Bill King

VICE-CHAIRMAN

Date filed 1-27-82

" Recd 1-28-82

Reverend Finance

Comm. Learning 3-8-82 - passed no a/s 3-8-82

" actual sent to Dept service for c/s. - rec'd back CS 3/15/82 @ 4:10 PM. finally requested 3-16 @ 8:4 AM.
Sent to chief clerk 3-16-82 @ 10:12 AM.

Dorr's letter received

Reg. F/N.

Encl "Tally" in Lt. Dorr's office
notified 3-5-82 TALLY when scheduled

notified 3-5-82 Call Dorr Rose in Arch when
scheduled. 274-7366

Susan in Dorr's office requested F/N from
Dot Alstrom in Reserve Dept. 3-5-82 9:AM

Rec'd. 3-8-82

CHAIRMAN:
LEE MCANERNEY

BOARD MEMBERS:
LANCE ANDERSON
CARROLL FADER
LARRY URBACH
THOMAS K. WILLIAMS



601 WEST FIFTH AVENUE
SUITE 430
ANCHORAGE, ALASKA 99501
(907) 274-7366

EXECUTIVE DIRECTOR:
DAVID A. ROSE

ALASKA MUNICIPAL BOND BANK AUTHORITY

February 18, 1982

Representative Terry Martin
Pouch V
Juneau, Alaska 99811

Dear Terry:

House Bill 694 has been referred to your Committee.

This proposed legislation has been thoroughly reviewed by the Board of Directors of the Authority and passage is recommended. The Board has also requested that you consider the attached amendment. Although the legislation and amendment is pretty straightforward, I would be pleased to testify on its behalf if you think such testimony would be beneficial.

Sincerely,

A handwritten signature in cursive script, appearing to read "D. Rose".

David A. Rose
Executive Director

DAR:tva
Enclosure

CHAIRMAN:
LEE MCANERNEY

BOARD MEMBERS:
LANCE ANDERSON
CARROLL FADER
LARRY URBACH
THOMAS K. WILLIAMS



601 WEST FIFTH AVENUE
SUITE 430
ANCHORAGE, ALASKA 99501
(907) 274-7366

EXECUTIVE DIRECTOR:
DAVID A. ROSE

ALASKA MUNICIPAL BOND BANK AUTHORITY

ADDITION TO HB 694

*Section _____ AS 44.85.180 (c) is
amended to read:

(c) Notwithstanding the provisions of (a) and (b) of this section, the total amount of bond bank authority bonds and notes outstanding at any one time, except bonds or notes issued to fund or refund bonds or notes, may not exceed [\$150,000,000] \$180,000,000.

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH 5
JUNEAU, ALASKA 99811

March 8, 1982

The Honorable Terry Martin
Chairman
House Labor and Commerce Committee
Room 211 - Behrends Building
Juneau, Alaska

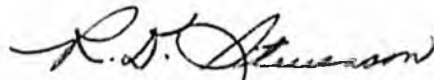
Dear Mr. Martin:

Re: House Bill No. 694

House Bill No. 694, an Act relating to the Alaska Municipal Bond Bank Authority, was introduced in the House on January 27, 1982 and was referred to the House Labor and Commerce and Finance Committees.

For the consideration of the House Labor and Commerce Committee, I am enclosing a copy of a Fiscal Note prepared by Mr. Anselm Staack, Treasury Comptroller, Department of Revenue concerning the proposed legislation.

Sincerely,



R. D. Stevenson
Special Assistant

Enclosure

cc: The Honorable Albert P. Adams
Chairman
House Finance Committee

Joseph K. Donohue
Deputy Commissioner
Department of Revenue

Anselm Staack
Treasury Comptroller
Department of Revenue

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 694 (1/27/82)
 Title Alaska Municipal Bond Bank Authority
 Requested by House Labor & Commerce Committee Date 3/5/82

II. FISCAL DETAIL

Agency Affected Department of Revenue
 Program Category Affected _____
 BRU, Program, Or Subprogram(s) Affected Alaska Municipal Bond Bank Authority
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) SEE ANALYSIS SECTION

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars) SEE ANALYSIS SECTION

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS SEE ANALYSIS SECTION

FULL TIME						
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

Municipal Bond Bank Revolving Loan Fund (RLF) established by Sec. 4 of the legislation would require an appropriation to the RLF in the future. More than likely this would be an appropriation of program receipts.

No additional administrative costs are anticipated.

Anselm C. Staack

IV. DATE March 5, 1982 PREPARED BY Anselm C. Staack, Treasury Comptroller
 AGENCY Dept. of Revenue/Treasury Division
 Original: Legislative Finance PHONE 465-2350
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 33-001 (Rev. 12/81)

Legal Services

Please prepare Labor & Commerce committee substitute - see p. 3 & attachment. Pls call if you have questions.

Joan
X3657

Introduced: 1/27/82
Referred: Labor & Commerce and Finance

Quincy

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

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HOUSE BILL NO. 694

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to the Alaska Municipal Bond Bank Authority."

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

* Section 1. AS 39.25.120 is amended by adding a new paragraph to read:
(20) employees and agents, other than the executive secretary and legal counsel, of the Alaska Municipal Bond Bank Authority.

* Sec. 2. AS 44.85.070 is amended to read:
Sec. 44.85.070. STAFF. The bond bank authority shall employ an executive secretary who may with the approval of the bond bank authority select and employ additional staff as necessary. Employees and agents of the bond bank authority other than legal counsel and the executive secretary are in the partially exempt [CLASSIFIED] service under AS 39.25. In addition to its staff of regular employees, the bond bank authority may contract for and engage the services of the bond counsel, consultants, experts, and financial advisors the bond bank authority considers necessary for the purpose of developing information, or conducting studies, investigations, hearings or other proceedings.

* Sec. 3. AS 44.85.100(b) is amended to read:
(b) The bond bank authority shall include in the report required by (a) of this section an estimate of the amount of revenue bonds of the bond bank authority to be issued during the fiscal year following the fiscal year in which the report is submitted [12-MONTH PERIOD]. The bond bank authority may not issue revenue bonds, other than refunding bonds, in excess of \$50,000,000 during any 12-month period beginning after

Our copy

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rate which the authority would have to pay at the time of the loan for notes issued for a similar purpose.

— add new Sec. 5 — see attached

— add immediate effective date.

CHAIRMAN:
LEE MCANERNEY

BOARD MEMBERS:
LANCE ANDERSON
CARROLL FADDE
LARRY URBACH
DODD FRANK WILLIAMS

Over copy



601 WEST FIFTH AVENUE
SUITE 430
ANCHORAGE, ALASKA 99501
(907) 274-7366

EXECUTIVE DIRECTOR:
DAVID A. ROSE

ALASKA MUNICIPAL BOND BANK AUTHORITY

ADDITION TO HB 694

*Section _____ AS 44.85.180 (c) is
amended to read:

(c) Notwithstanding the provisions of (a) and (b) of this
section, the total amount of bond bank authority bonds and
notes outstanding at any one time, except bonds or notes issued
to fund or refund bonds or notes, may not exceed [~~\$150,000,000~~]
~~\$200,000,000~~
\$180,000,000.

DF-

Schedule for second week in March

HB 694 by the Rules Committee by request of the Governor

An Act relating to the Alaska Municipal Bond Bank Authority.

Labor & Commerce - Finance

*Placed for
3-8-82*

AK Municipal
Bond Bank
Authority

HOUSE BILL NO. 694, by the Rules Committee by request of the Governor. Proposes several amendments to statutes governing the Alaska Municipal Bond Bank Authority. Would place employees of the Authority, other than the director and legal counsel, in the partially exempt service (currently in classified service). Amends language regarding the Authority's estimate of the amount of revenue bonds it expects to issue (see Governor's letter) and places a limit of \$50 million on the amount of revenue bonds the Authority may issue in one year without legislative approval. Establishes in the Dept. of Revenue a "Municipal Bond Bank Revolving Loan Fund." Loans may be made to municipalities for projects for which bonds have been authorized by law, but not yet sold; for expenditures authorized under a state or federal grant made after grant is authorized but before it is received; or for expenditures authorized by a municipal governing body in anticipation of tax revenues expected to be received during the period of the loan. The loans shall be for a period of one year or less and each municipality is entitled to borrow up to \$1 million from the fund. The interest rate will be determined by the Authority and must not be less than the market rate which the Authority would have to pay at the time of the loan

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COMMITTEE REPORT

HOUSE

FURTHER: STATE AFFAIRS

(5)

1/27/82

Date: 2-11-82

Mr. Speaker:

The Committee on LABOR & COMMERCE has had CS HB 697

"An Act relating to appointment of nonpermanent employees for certain work assignments; and providing for an effective date."

under consideration and reports it back as follows:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for HB 697 same title
 new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

CHAIRMAN

Date Filed 1-27-82

" Recd. 1-28-82

Referrals - State Affairs

Comm. hearing
" action

~~2-11-82~~ 2-11-82 - presed ^{as CS} 2-11-82 Taken
clerk's office

X

□

]

-

... and providing for an effective

3/13/82 - ^{for} ~~part~~ = Fish & Game
& participation many J. L. ...

3/13/82 - F/N & points paper
to Rules -

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 697

Title An Act Relating to appointment of nonpermanent employees

Requested by Representative B. Isma Date 1/27/82

II. FISCAL DETAIL

Agency Affected Fish and Game

Program Category Affected Natural Resources Management

BRU, Program, Or Subprogram(s) Affected see #III

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES	(471.6)	(477.0)				
200 TRAVEL						
300 CONTRACTUAL	(24.5)	(26.7)				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	(496.1)	(503.7)				

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	(378.0)	(383.9)				
FEDERAL FUNDS	(78.5)	(79.5)				
OTHER (Specify Source)	(39.6)	(40.3)				
Fish & Game Fund						

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME						
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instruction, Section III)

	Line Item	
	100	300
Commercial Fisheries	(239.1)	(16.0)
F.R.E.D.	(125.9)	(5.0)
Sport Fish	(75.0)	(2.0)
Game	(31.6)	(1.5)

IV. DATE 2/5/82

PREPARED BY Beverly Reaume

AGENCY Fish and Game

Original: Legislative Finance

PHONE 465-4120

cc: Budget and Management

Prime Sponsor (First Legislator Named)

33-001 (Rev. 12/81)

Beverly Pearce -
Fish + Game - Sport term

Mr. Andy Hoge -
REAR

Permits per cable T.V.

A.P.U.C.

Mat. Su - telephone - allows