

ALASKA LEGISLATURE COMMITTEE FILES HOUSE COMMITTEE

2024 HSA HB 680 - HB 770 (FILE#1)

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 680  
 Title Issuance of Driver License to Persons Convicted of DWI  
 Requested by Abood Date 1-28-82

II. FISCAL DETAIL

Agency Affected Public Safety  
 Program Category Affected Life and Property Protection  
 BRU, Program, Or Subprogram(s) Affected Driver/Vehicle 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		10.3	11.2	12.2	13.3	14.5
200 TRAVEL						
300 CONTRACTUAL		3.3	3.6	3.9	4.3	4.7
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		13.6	14.8	16.1	17.6	19.2

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND		13.6	14.8	16.1	17.6	19.2
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
FULL TIME						
PART TIME		.5	5	5	5	5
TEMPORARY						

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

Estimate 4,000 convictions per annum, requiring issuance of one additional license per conviction at \$0.78 each, plus computer entry time, forms, picture, etc. Over 50% of convictions are in Anchorage area. One person, issuing 25 licenses per day for 20 weeks could issue 2,500 licenses, which would be approximate increase at Anchorage Field Office. We could not attempt this increase in workload without additional help.

IV. DATE January 28, 1982

PREPARED BY Robert J. Rowan  
 AGENCY Public Safety

Original: Legislative Finance  
 cc: Budget and Management

PHONE 269-5551

Prime Sponsor (First Legislator Named) Mills

33-001 (Rev. 12/81)

REC'D FEB 16 1982

1	POSITION TITLE Motor Vehicle Representative II				RANGE/STEP 9B	BARG. UNIT. GGU	LOCATION Anchorage	GOV.	APPROV.	DIGAPP.
2	TYPE OF POSITION PPT	STAFF MONTHS 5	RP No.	PCN No.	PRIORITY		FORM 12 PAGE/LINE	LEG		
3	TYPE OF EXPENDITURE			AMOUNT		JUSTIFICATION: Issuance of additional licenses required for individuals convicted of driving while intoxicated. Position would be required to examine documents, enter data into computer terminal, enter new data, operate driver license eye test machine, driver license camera, collect fees, reconcile costs at end of day, etc. Calendar year 1981 salary schedule used.				
	1	2	3							
4	PERSONAL SERVICES:									
	SALARY	1,521	7,605							
5	BENEFITS	17.69%	1,345							
6	JBS		466							
7	FIXED BENEFITS		915							
8	TOTAL PERSONAL SERVICES	01	10,331							
9	TRAVEL	02								
10	CONTRACTUAL	03	3,300							
11	COMMODITIES	04								
12	EQUIPMENT	05								
13	OTHER									
14	TOTAL COST		13,631							
	RECEIPT CODE	FUNDING SOURCE								
15		FED RCPTS. 1002								
16		GF MATCH. 1003		13,631						
17		GEN. FUND 1004								
18		I-A RCPTS. 1005								
19		PGM RCPTS 1028								
20		OTHER								
21	CONTINUATION									
22	ADDITION	FOR B&M USE ONLY								
4A KEY NUMBER		COLUMN NO.								

AGENCY Public Safety PROGRAM Life and Property Protection

BRU Driver/Vehicle Services

COMPONENT Field Services

**13** REQUEST FOR NEW  
POSITION

FY 83

Page 1 of 1 REVISED  
DATE \_\_\_\_\_

POSITION PAPER

HOUSE BILL NO. 680

"An Act requiring issuance of distinguishing drivers' licenses to persons convicted of driving while intoxicated."

This bill requires that a driver's license with a red background be issued for a six months period after the expiration of the period of revocation or limitation of the applicant's drivers license imposed as a result of a conviction for driving while intoxicated.

The Department of Health and Social Services is opposed to this bill, at least in its present form, for the following reasons:

- 1. Currently thousands of drivers licenses with red backgrounds are already issued to persons under 19 years of age. This practice has been in effect for a number of years, and bartenders and liquor store owners use it as a flag for further checking the age of potential customers. Thus, change would lend confusion to a long standing procedure.
- 2. Many other colored backgrounds are used for other identifying purposes; if another color were substituted for the proposed red background, there would be even more confusion.
- 3. There would be at least 8,000 more drivers licenses a year to process, according to the Department of Public Safety, because each license would have to be replaced in six months.
- 4. These identifying licenses probably would serve no useful purpose. Troopers can already call up a driver's record for immediate display through their dispatch system.

In summary, the Department does not support this bill.

Recommended by: E. S. Rabeau  
E. S. Rabeau, M.D., Director  
Division of Public Health

Date: Feb. 1, 1982

Approved by: Helen D. Beirne  
Helen D. Beirne, Commissioner  
Department of Health and  
Social Services

Date: 2/1/82

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 680

Title "An Act requiring issuance of distinguishing drivers' licenses to persons

Requested by Commissioner's Office Date 2-1-82

convicted of driving while intoxicated."

II. FISCAL DETAIL

Agency Affected Department of Health and Social Services

Program Category Affected Health/Public Health

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	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify Source)	0	0	0	0	0	0

POSITIONS

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

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

IV. DATE 2-1-82

PREPARED BY Gloria Way

AGENCY Dept. of Health and Social Services

Original: Legislative Finance

PHONE 465-3027

cc: Budget and Management

Prime Sponsor (First Legislator Named)

33-001 (Rev. 12/81)

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 630  
Title An Act Relating to Youth Hostels  
Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Dept. of Commerce & Economic Development  
Program Category Affected Development  
BRU, Program, or Subprogram(s) Affected Division of Business Loans  
(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)

	3 mos.					
	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES	13.5	53.7	59.1	65.0	71.5	78.7
200 TRAVEL	2.8	11.0	12.7	13.3	14.6	16.1
300 CONTRACTUAL	3.1	12.4	13.6	15.0	16.5	18.2
400 COMMODITIES	.1	.5	.6	.7	.8	.9
500 EQUIPMENT	3.6					
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>	<b>23.1</b>	<b>77.6</b>	<b>85.4</b>	<b>94.0</b>	<b>103.4</b>	<b>113.9</b>

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND	23.1	77.6	85.4	94.0	103.4	113.9
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME	2.0	2.0	2.0	2.0	2.0	2.0
PART TIME						
TEMPORARY						

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

Increase staff to handle processing of Youth Hostel loans.

See attached breakdown of figures.

If the program was not operational until the beginning of FY81, the equipment cost figures would have to be added to the FY81 total (see FY80).

IV. DATE 2-8-80

PREPARED BY Sharon R. Traylor, Director  
AGENCY Div. of Business Loans, Dept. of Commerce & Economic Development  
PHONE 465-2510

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

Fiscal Note Detail, HB 680, Youth Hostels

			<u>3 Months</u>	<u>12 Months</u>
100.	1 Loans Examiner I/II (flex) @2,031/mo.		\$ 6.1	\$24.4
	1 Loan Closer II @1,426/mo.		<u>4.3</u>	<u>17.1</u>
	Total Wages		\$10.4	\$41.5
	Standard Benefits (Wages X .1529)		1.6	6.3
	Supplemental Benefits (Wages X .0665)		.7	2.8
	Health Insurance (Man months X 127)		<u>.8</u>	<u>3.1</u>
	Total Personal Services Cost		\$13.5	\$53.7
200.	Trips to inspect collateral and close loans:			
	5 Trips @430	2.2	2.2	
	20 Days per diem @60	<u>.6</u>	2.8	11.0
	Total	8.6		
300.	Telephone, postage, printing	2.5		
	Additional office space @200.mo	<u>.6</u>	3.1	12.4
400	Office supplies		<u>.1</u>	<u>.5</u>
	3 Months Operation Costs		\$19.5	
	12 Months Operation Costs			\$77.6
500.	2 Desks @278	.6		
	1 Credenza	.3		
	1 Typist's extension	.4		
	1 Executive chair	.2		
	1 Secretarial chair	.1		
	2 Side chairs @125	.3		
	2 File cabinets @202	.4		
	2 Calculators @225	.5		
	1 Typewriter	<u>.8</u>	<u>3.6</u>	
	Total		\$23.1	

10% Inflation for succeeding years.

H B

687





THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 687  
Title An Act relating to information regarding loans from the state;  
and providing for an effective date.

Requested by Randolph Ruchholdt Date 1/25/82

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						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Total	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS

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

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

IV. DATE 1/27/82

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)

33-001 (Rev. 12/81)

H

B

6

9

7

# COMMITTEE REPORT

## HOUSE

FURTHER:

(5)

2/11/82

Date: 3/18/82

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 697

"An Act relating to appointment of nonpermanent employees for certain work assignments; 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 *as follows:*
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

[Signature]  
[Signature]  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

[Signature]  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

[Signature]  
CHAIRMAN



STATE OF ALASKA  
OFFICE OF THE GOVERNOR

BILL ANALYSIS

Department Fish and Game	Sponsor (Principal) Bylsma	Bill Number HB 697
Department Position The Department of Fish and Game supports Representative Bylsma's bill to amend the regulations for hiring non permanents. We suggest that "or the hiring of inappropriate individuals" on line 5 of page 3 be changed to "or would limit the hiring of local residents."...		
Division Director <i>Dunby Pearce</i>	Date 2/5/82	Commissioner's Signature Ronald O. Skoog
		Date 2/5/82

GOVERNOR'S OFFICE USE

Comments:

Position Noted      By \_\_\_\_\_      Date \_\_\_\_\_

SUMMARY

1. a) Related Bills (Similar or Conflicting)	1. b) Other Agencies Affected by Bill
2. a) Organizational Support for Bill	2. b) Organizational Opposition to Bill
3. Program Effects of Bill	

4. Fiscal Impact:       None       Fiscal Note Attached

5. Amendments Proposed:

6. Comments:

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 Bylsma 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)

Corrected 2/16/82

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 Bvlsma 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	(74.5)	(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)
I.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)

corrected 2/16/82



STATE OF ALASKA  
OFFICE OF THE GOVERNOR

BILL ANALYSIS

Department <b>Fish and Game</b>	Sponsor (Principal) <b>Bylsma</b>	Bill Number <b>HB 697</b>
------------------------------------	--------------------------------------	------------------------------

Department Position  
The Department of Fish and Game supports Representative Bylsma's bill to amend the regulations for hiring non permanents. We suggest that "or the hiring of inappropriate individuals" on line 5 of page 3 be changed to "or would limit the hiring of local residents."...

Division Director <i>Dunlop Pearce</i>	Date <b>2/5/82</b>	Commissioner's Signature <b>Ronald O. Skoog</b>	Date <b>2/5/82</b>
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GOVERNOR'S OFFICE USE

Comments:

<input type="checkbox"/> Position Note	By	Date
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SUMMARY

1. a) Related Bills (Similar or Conflicting)	1. b) Other Agencies Affected by Bill
2. a) Organizational Support for Bill	2. b) Organizational Opposition to Bill

3. Program Effects of Bill

4. Fiscal Impact:  None  Fiscal Note Attached

5. Amendments Proposed:

6. Comments:



HB

722

3/17/82 - 10:50 A.M.

Called Mary Isaacs  
to request rescheduling  
of HB-722

3/26 - your bill is  
now a Committee Substitute  
for HB 722.

It is scheduled for  
April 1 at 1 P.M.

Labor + Commerce  
who will testify

3/15/82 = It had  
been scheduled  
for hearing March 1  
but postponed.  
Mary Isaacs  
says it will  
be heard towards  
the end of March.

3873 - Mary Isaacs  
Called  
Labor & Commerce  
re info on  
scheduling of Bill  
Rescheduled for another  
hearing //

HB-722 Landlord Remedies

Labour Comm  
Mary  
Issacs

~~1 PM~~ 3/1/82

Ray could not attend - Alaska '84 hearing at "Courtroom A" continues 1:15 pm to 5:00 pm.

Called Committee 3/3. Nothing happened to change status. Bill is still in Committee, and we will be notified when it is again brought to hearing.

Re: Landlord Remedies

Martin =

Has to get out next week

Ray = speak to him =

Type up a memo - attach to Re: memo Re HB 722 =

Ray Metcalf then you schedule this Bill for hearing!

Referred to subcommittee  
of Committee

Rep Gardiner

" Bylesma

Do: 3/8

Need to arrange a meeting  
between Ray + town abou.  
Calendar meeting to go  
over Bill

Then = recalendar bill  
for another hearing in their  
committee + pass it  
out.

Meeting on Bill HB-722

Monday - 3/15 - w/ Bernie Bylesma,  
& Jerry Gardiner<sup>(Bernie)</sup> at 4 P.M.,  
Ray's office.

In Labor & Commerce

3/15/82 Monday

Called Jerry  
Gardiner &

Bylesma re  
meeting w/ Ray  
on Landlord Bill

722

Monday 3/15 @ 4 P.M.

Gardiner = OK

Bylesma - OK (10:40)  
#B (call back)

DN=722

Barb w/call back  
called back -

H B

725

COMMITTEE REPORT

HOUSE

FURTHER: FINANCE

(5)

2/5/82

Date: 2/17/82

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 725

"An Act relating to the effect of absences from the state on receipt of the Alaska Longevity Bonus; 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 HB 725  same title  new title

and recommends do pass

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]  
\_\_\_\_\_  
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MEMBERS HAVING  
OTHER RECOMMENDATIONS:

[Signature]  
\_\_\_\_\_  
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\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

[Signature]  
CHAIRMAN

A M E N D M E N T

OFFERED IN THE HOUSE:

By: State Affairs

To: CS HOUSE BILL No. 725

SENATE BILL No. \_\_\_\_\_

PAGE: 1

LINE: 17

after "bonus" add "and will then receive payment for a period of absence not to exceed 90 days."



## Serving All Alaska

### ABORIGINAL SENIOR CITIZENS OF ALASKA

411 W. Fourth Ave., Suite 1A  
Anchorage 99501  
274-3611  
Chairwoman: Rachel Craig

### ALASKA DIVISION OF ADULT AND AGING SERVICES

Department of Health and  
Social Services  
Pouch H-01C, Juneau 99811  
467-250  
Director: Elizabeth Muktarian

### ALASKA LEGAL SERVICES CORPORATION

615 H Street, Suite 100  
Anchorage 99501  
272-9431

### OLDER PERSONS ACTION GROUP

325 E Third Ave  
Anchorage 99501  
276-1059

Director: Vera Gazaway

### SENIOR CITIZEN OMBUDSMAN

1577 C St, Anchorage 99501  
Director: Lois Pillifant

### U.S. VETERANS ADMINISTRATION

235 E. Eighth Ave. Anchorage 99501  
271-4059

All veterans are encouraged to check with  
this office for information concerning  
benefits they may possibly be entitled to.

## Local and Regional Services and Programs

### Anchorage

### MENTAL HEALTH FOR ELDERLY PEOPLE

1020 E Fourth Ave  
Anchorage 99501  
276-5400

Director: Charles Mundorff

### TRANSPORTATION OF THE ELDERLY

Municipality of Anchorage  
3500 East Tudor Rd  
Pouch 6-650  
Anchorage 99502  
264-6714

Director: Donald Olson

### OLDER PERSONS ACTION GROUP

325 E. Third Ave  
Anchorage 99501  
276-1059

Director: Vera Gazaway

### THE SALVATION ARMY SENIOR CITIZENS PROGRAM

Headquarters for statewide senior pro-  
grams

Tucker Dale Bldg  
135 E. 8th Ave  
Anchorage 99501  
277-9022

Director: William O'Connor

HB

Vera Hazaway - Older Person Action Group.  
2761059

H B

7 4 3

# STATE OF ALASKA

## DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

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

March 4, 1982

The Honorable Ray H. Metcalfe  
Chairman  
House State Affairs Committee  
Room 102 - Capitol Building  
Juneau, Alaska

Dear Mr. Metcalfe:

Re: House Bill No. 743

By letter dated February 18, 1982, Fiscal Notes on the subject bill were transmitted from Mr. Peter Bushre, Deputy Commissioner, Treasury; Mr. Phillip A. Wall, Director, Public Services Division; Ms. Marilla Gemmer, Director, Enforcement Division and Mr. Vincent Wright, Chief, Research Section of the Department of Revenue.

For further consideration of the House State Affairs Committee, I am enclosing a copy of a Corrected Fiscal Note from Mr. Phillip A. Wall, Director, Public Services Division, Department of Revenue concerning House Bill No. 743.

Sincerely,



R. D. Stevenson  
Special Assistant

Enclosure

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

Joseph K. Donohue  
Deputy Commissioner - Taxation  
Department of Revenue

Peter A. Bushre  
Deputy Commissioner - Treasury  
Department of Revenue

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

Vincent Wright, Chief  
Research Section  
Department of Revenue

Marilla L. Gemmer, Director  
Enforcement Division  
Department of Revenue

REC'D MAR 4 1982

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE (CORRECTED)

I. REQUEST

Bill/Resolution No. HB 743  
 Title Providing for contingency distribution of permanent fund income to  
requesting residents of the State. Date 2/9/82  
 Requested by: House State Affairs Committee

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	18.9	422.1	23.6	25.4	27.4	29.5
200 TRAVEL						
300 CONTRACTUAL	94.8	203.6	55.4	52.6	49.8	47.0
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	113.7	625.7	79.0	78.0	77.2	76.5

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	113.7	625.7	79.0	78.0	77.2	76.5
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

		1/12mm	1/12 mm	1/12mm	2mm	1/12mm
FULL TIME						
PART TIME	2/3mm	25/137mm				
TEMPORARY						

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

See Attached

IV. DATE 2/17/82 PREPARED BY Philip A. Wall  
 AGENCY Department of Revenue  
 Original: Legislative Finance PHONE 465-2312  
 cc: Budget and Management  
Prime Sponsor (First Legislator Name)  
 32-001 (Rev. 12/81)

FY 83

(CORRECTED)

1 PFT Systems Analyst R13 @ \$2223 mo. plus .32% costs for 12 mos. = 15.0

Complete computerized system coding of eligible individuals and trust system for individuals under 18 years of age.

1 PPT EDP Programmer II @ \$2205 mo. plus .32% costs for 5 mos. = 15.1

Code, compile and test computer programs.

12 PPT Tax Scanners R8 @ \$1437 mo. plus .32% costs for 9 mos. = 212.0

Mail opening, document control numbering, batching, batch control, data capture, batch correction and warrant release.

9 PPT Tax Scanners R8 @ \$1437 mo. plus .32% costs for 6 mos. = 105.0

Mail opening, document control, batching, data capture, batch correction and release.

2 PPT Clerk Typist R7 @ \$1437 mo. plus .32% costs. 1 for 2 mos., 1 for 9 mos. = 21.6

Forms distribution and forms supply in response to requests by mail, normal supply services, accounts payable including voucher preparation.

Total = 422.1

FY 84

1 PFT Tax Scanner @ \$1437 mo. plus .32% costs = 23.6

Prepare annual warrant release, make, name and address corrections, post interest to individual trust account, verify eligibility for trust account payments.

Total = 23.6

2. Other expenditures

FY 82

Forms and instructions:

200,000 pre-addressed @ \$78 M	=	15.6
400,000 for handout and response to requests @ \$13 M	=	5.2
Postage for forms distribution - 200,000 @ .17	=	34.0
200,000 @ .20	=	40.0

# STATE OF ALASKA

## DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

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

February 18, 1982

The Honorable Ray H. Metcalfe  
Chairman  
House State Affairs Committee  
Room 102 - Capitol Building  
Juneau, Alaska

Dear Mr. Metcalfe:

Re: House Bill No. 743

House Bill No. 743, an Act providing for contingency distribution of permanent fund income to residents of the state, was introduced in the House on February 8, 1982 and was referred to the House State Affairs and Finance Committees.

For the consideration of the House State Affairs Committee, I am enclosing copies of Fiscal Notes prepared by Mr. Peter A. Bushre, Deputy Commissioner, Treasury; Mr. Phillip A. Wall, Director, Public Service Division and Administrative Services Division; Ms. Marilla Gemmer, Director, Enforcement Division and Vincent Wright, Chief, Research Section of the Department of Revenue concerning the proposed legislation.

Sincerely,



R. D. Stevenson  
Special Assistant

Enclosure

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

Peter A. Bushre  
Deputy Commissioner, Treasury  
Department of Revenue

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

Vincent Wright, Chief  
Research Section  
Department of Revenue

Marilla L. Gemmer, Director  
Enforcement Division  
Department of Revenue

REC'D FEB 22 1982

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 743  
Title Providing for Contingency Distribution of Permanent Fund Income to Residents  
Requested by House State Affairs Committee Date February 18, 1982

II. FISCAL DETAIL

Agency Affected Department of Revenue  
Program Category Affected Revenue Collections 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	9.8	29.4	33.0	37.0	41.0	46.0
200 TRAVEL						
300 CONTRACTUAL	9.2	37.0	41.0	46.0	52.0	58.0
400 COMMODITIES						
500 EQUIPMENT		3.0				
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	19.0	69.0	74.0	83.0	93.0	104.0

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						
Dividend Trust Fund	19.0	69.0	74.0	83.0	93.0	104.0

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)

If Permanent Fund Dividend Plan based on each full year an individual has been a resident of the state of Alaska is determined to be invalid, then dividends will be paid equally to all residents.

A trust fund will be established for eligible residents under the age of 18. Treasury must maintain a separate trust fund for each individual.

Bill would be effective immediately; above assumes March 1, 1982. Costs are for 4 months. Personal services are for an Accounting Tech I, Range 12, to handle necessary accounting functions. Contractual costs are for safekeeping fees related to fund segregation. Equipment is for new position.

*Peter A. Bushre*

IV. DATE February 18, 1982 PREPARED BY Peter A. Bushre, Deputy Commissioner  
AGENCY Department of Revenue/Treasury Division

Original: Legislative Finance PHONE 465-2350  
cc: Budget and Management

Prime Sponsor (First Legislator Named)  
33-001 (Rev. 12/81)

1	POSITION TITLE Accounting Technician II	RANGE/STEP 12A	BARG. UNIT. G	LOCATION Juneau	GOV.	APPROV.	DISAPP.
2	TYPE OF POSITION PFT	STAFF MONTHS 12	RP No. 14B743	PCN No.	PRIORITY	FORM 12	PAGE/LINE

3	TYPE OF EXPENDITURE	AMOUNT
	1	2
4	PERSONAL SERVICES: SALARY 1,889 X 12	22,668
5	BENEFITS: 22,668 X .1550	3,513
6	SBS X .0613	1,389
7	FIXED BENEFITS	1,800
8	TOTAL PERSONAL SERVICES 01	29,370
9	TRAVEL 02	
10	CONTRACTUAL 03	
11	COMMODITIES 04	
12	EQUIPMENT 05	3,000
13	OTHER	
14	TOTAL COST	32,370

JUSTIFICATION:  
To implement a trust fund to hold Permanent Fund dividend payments for eligible residents under the age of 18 and to do the ongoing accounting recording and reporting work.

	RECEIPT CODE	FUNDING SOURCE
15		FED RCPTS. 1002
16		GF MATCH. 1003
17		GEN. FUND 1004
18		I-A RCPTS. 1005
19		PGM RCPTS 1028
20		OTHER

21	CONTINUATION	FOR B&M USE ONLY
22	ADDITION	

AGENCY Department of Revenue PROGRAM Revenue Collection and Management

BRU Treasury Management

**13 REQUEST FOR NEW POSITION.**

COMPONENT \_\_\_\_\_ House Bill 743

Page 1 of 1 REVISED DATE 2/18/82

**FY 83**

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 743  
Title Providing for contingency distribution of permanent fund income to  
Requester(s) residents of the State. Date 2/9/82

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_ Revenue \_\_\_\_\_  
Program Category Affected General Government  
ERU, 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	193.1	207.8	41.8	45.0	48.5	52.2
200 TRAVEL	50.2	54.1	5.0	5.4	5.3	6.3
300 CONTRACTUAL	27.9	97.9	42.0	45.2	48.7	52.4
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	271.2	359.8	88.8	95.6	103.0	110.9

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	271.2	359.8	88.8	95.6	103.0	110.9
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	6/72mm	6/72mm	1/12mm	1/12mm	1/12mm	1/12mm
FULL TIME						
PART TIME						
TEMPORARY						

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

See Attached

IV. DATE 2/17/82 PREPARED BY *Wall*  
AGENCY Department of Revenue  
Original: Legislative Finance PHONE 465-2312  
cc: Budget and Management  
Prime Sponsor (First Legislator Named)  
33-001 (Rev. 12/81)

## ANALYSIS:

Expenditures continue the resources previously authorized for AS 43.23. The work assignment will immediately be redirected to assist individuals in applying for dividends under HB 743. FY 83 expenditures will complete the assistance given to individuals in the application process. Expenditures for FY 84 and beyond provide assistance to individuals who have payments due them from the Trust Fund.

### A. Assumptions:

Assistance will be provided to individuals throughout the State in applying for dividends under HB 743 with emphasis on assistance to individuals in rural areas.

The budget authorized in support of AS 43.23 is the level of assistance assumed for HB 743 through FY 83.

The position retained after FY 83 is the estimated equivalent for servicing letters, phone calls, service counter assistance and assisting in establishing eligibility for payments from the Trust Fund.

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST  
 Bill/Resolution No. HB 743  
 Title Providing for contingency distribution of permanent fund income to  
Requested by residents of the State. Date 2/9/82  
 Requested by: House State Affairs Committee

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	18.9	443.7	23.6	25.4	27.4	29.5
200 TRAVEL						
300 CONTRACTUAL	94.8	203.6	55.4	52.6	49.8	47.0
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	113.7	647.3	79.0	78.0	77.2	76.5

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	113.7	647.3	79.0	78.0	77.2	76.5
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

		1/12mm	1/12 mm	1/12mm	1/12mm	1/12mm
FULL TIME						
PART TIME	2/8mm	25/187mm				
TEMPORARY						

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

See Attached

IV. DATE 2/17/82 PREPARED BY *Wall*  
Philip A. Wall  
 AGENCY Department of Revenue  
 Original: Legislative Finance PHONE 465-2313  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)  
 33-001 (Rev. 12/81)

## ANALYSIS

FY 82 expenditures continue the resources previously authorized for AS 43.23. The work assignment will immediately be redirected to implementation of HB 743. FY 83 expenditures will accomplish distribution of dividends for eligible individuals 18 and over. Expenditures for FY 84 and beyond allow distribution of dividends for each new group reaching age 18 and will continue for 17 years.

### A. Assumptions:

Estimated eligible applicants (estimated 1981 census)	= 420,000
Estimated age 18 and over	= 260,000
Estimated under age 18	= 160,000

Supervision will be provided by existing staff. Expenditures decrease to zero in the year 2,000.

### B. Program Summary:

The Department will develop and promulgate regulations and procedures and design and distribute forms concerning the application eligibility and distribution of dividends as required by HB 743. A computerized processing system will be designed and implemented to enable the payments, accounting and reporting. These eligible individuals under 18 years of age will be maintained on the computerized system until all payments are made.

#### 1. Positions --

##### FY 82

1 Personnel Assistant R12 @ \$1,889 mo. plus .25% costs for 2 mos. = 4.7

Recruitment, hiring, EEO and contract administration, miscellaneous personnel.

1 Systems Analyst R18 @ \$2838 mo. plus .25% costs for 4 mos. = 14.2

Design computerized distribution system for eligible individuals and trust system for individuals under 18 years of age.

Total = 18.9

##### FY 83

1 PPT Personnel Assistant R12 @ \$1889 mo. plus .32% costs for 9 mos. = 22.4

Recruitment, hiring, EEO and contract administration, miscellaneous personnel

FY 83

1 PFT Systems Analyst R18 @ 2838 mo. plus .32% costs for 12 mos. = 45.0

Complete computerized system desing of eligible individuals and trust system for individuals under 18 years of age.

1 PPT EDP Programmer II @ \$2295 mo. plus .32% costs for 5 mos. = 15.1

Code, compile and test computer programs.

12 PPT Tax Scanners R8 @ \$1487 mo. plus .32% costs for 9 mos. = 212.0

Mail opening, document control numbering, batching, batch control, data capture, batch correction and warrant release.

9 PPT Tax Scanners R3 @ \$1487 mo. plus .32% costs for 6 mos. = 105.0

Mail opening, document control, batching, data capture, batch correction and release.

2 PPT Clerk Typist R7 @ \$1487 mo. plus .32% costs. 1 for 2 mos., 1 for 9 mos. = 43.2

Forms distribution and forms supply in response to requests by mail, normal supply services, accounts payable including voucher preparation.

Total = 443.7

FY 84

1 PFT Tax Scanner @ \$1487 mo. plus .32% costs = 23.6

Prepare annual warrant release, make, name and address corrections, post interest to individual trust account, verify eligibility for trust account payments.

Total = 23.6

2. Other expenditures

FY 82

Forms and instructions:

200,000 pre-addressed @ \$78 M	=	15.6
400,000 for handout and response to requests @ \$13 M	=	5.2
Postage for forms distribution - 200,000 @ .17	=	34.0
200,000 @ .20	=	40.0

FY 83

Postage for 260,000 dividend payments @ .20 = 52.0  
Data processing (includes development, data capture  
and production):  
Computer Resource Units: 100,000 @ 1.25 per unit = 125.0  
Common Output Units: 325 @ \$31 (reports, warrants, Com) = 10.1  
Storage Units: Distribution file 5,040 @ .90 disk = 4.5  
Misc. including garnishments 500 @ .90 disk = .5  
Backup file - tape = .1  
Warrant stock: 240,000 @ \$35 M = 8.4  
Warrant envelopes: 240,000 @ 12.43 M = 3.0  
Total = 203.6

FY 84

Postage for 9,500 dividend payments from the Trust Fund @ .25 ea = 2.4  
Data processing (includes name and address updates, posting of interest,  
eligibility checking and production):  
Computer Resource Units: 33,000 @ 1.25 = 47.5  
Common Output Units: 100 @ \$31 (reports, warrants, Com) = 3.1  
\* Storage Units: Trust File 1920 @ .90 disk = 1.7  
Misc. including garnishments 179 @ .90 disk = .2  
Backup File - Tape = .1  
Warrant Stock: 9,500 @ \$35 M = .3  
Warrant Envelopes: 9,500 @ \$12.43 M = .1  
Total = 55.4

\* 9,500 records drop from the Trust File each year as trust payments are made.

FY 85

Postage for 9,500 dividend payments from the Trust Fund @ .25 ea = 2.4  
Data processing (includes name and address updates, posting of interest,  
eligibility checking and production):  
Computer Resource Units: 36,000 @ 1.25 = 45.0  
Computer Output Units: 95 @ \$31 = 2.9  
Storage Units: Trust File 1806 @ .90 disk = 1.6  
Misc. 169 @ .90 disk = .2  
Backup file - Tape = .1  
Warrant Stock: 9,500 @ \$35 M = .3  
Warrant Envelopes: 9,500 @ \$12.43 M = .1  
Total = 52.6

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 743  
 Title An Act providing for contingency distribution of permanent fund income to  
 Requested by House State Affairs Committee Date 2/16/82 residents  
 of the state and providing  
 for an effective date.

II. FISCAL DETAIL

Agency Affected Department of Revenue  
 Program Category Affected Revenue Collection & Management  
 BRU, Program, Or Subprogram(s) Affected Enforcement 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)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
100 PERSONAL SERVICES	104.4	208.8				
200 TRAVEL	6.6	13.4				
300 CONTRACTUAL	3.3	6.7				
400 COMMODITIES	.7	1.3				
500 EQUIPMENT	0	0				
600 LAND & STRUCTURES	0	0				
700 GRANTS, CLAIMS, ETC.	0	0				
TOTAL	115.0	230.2				

FUNDING (Thousands of Dollars)

	FY 82	FY 83	FY 84	FY 85	FY 86	FY 87
GENERAL FUND	115.0	230.2				
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS

	10/40mm	10/30mm				
FULL TIME						
PART TIME						
TEMPORARY						

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

See Marilla Cammer's memorandum to R. D. Stevenson dated February 17, 1982.

IV. DATE February 17, 1982 PREPARED BY   
 AGENCY Department of Revenue, Enforcement Division  
 Original: Legislative Finance PHONE 465-2366  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)  
 33-001 (Rev. 12/81)

# MEMORANDUM

# State of Alaska

TO: R. D. Stevenson  
Special Assistant  
Office of the Commissioner

DATE: February 15, 1982

FILE NO:

TELEPHONE NO:

FROM: *J* Marilla L. Gemmer  
Director  
Division of Enforcement

SUBJECT: HB 743

This bill provides for a contingency plan for distribution of Permanent Fund Dividends in the event the U. S. Supreme Court finds AS 43.23 to be invalid.

This bill differs from AS 43.23 in that it provides for a one time distribution of dividends; residents under the age of 18 are eligible; and the residency requirements are considerably less.

The impact on the Enforcement Division would be in the Permanent Fund Dividend eligibility program.

We would estimate approximately 420,000 applicants under this plan, including those under the age of 18, for which trust fund accounts will be established. Phil Wall is preparing a fiscal note on the impact of such a filing which includes all of the paperwork processing, the computer processing and program development.

This bill does not address definitions. Under this bill, how is "resident" to be interpreted? What constitutes applicant "eligibility"?

Additionally, this bill does not provide for any measure of enforcement or collection of dividends that are obtained fraudulently, nor does it provide for assignment or offsetting of a portion or all of the dividend to a creditor or a state agency to whom the applicant may be indebted.

For the purpose of this fiscal note we will assume that the investigation, collection and garnishment programs will be administered in the same manner as established under AS 43.23. With this in mind we request continuation of our current staffing level of four Revenue Enforcement Officers, one of which is at the supervisory level; four Tax Collection Specialists; one Clerk Typist III; and one Accounting Technician I.

MLG:lw

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 743  
 Title An Act providing for contingenc distribution of Permanent Fund Income.  
 Requested by State Affairs and Finance Date 02/16/82

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_  
 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						

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS (see narrative below)

FULL TIME						
PART TIME						
TEMPORARY						

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

The following two possible scenarios are offered because of the uncertainty involved in the timing of the United States Supreme Court's decision relative to AS 43.23.050.

Scenario I

The primary assumption in this scenario is that the sum total of permanent fund dividends appropriated in FY 81 and FY 82 is divided among qualified applicants. The result is, assuming the one time payment is effective as of FY 83, approximately \$297 million plus earnings on the trust fund paid at a later date.

Scenario II

If a permanent fund dividend appropriation for FY 83 falls within the time schedule of the Court's decision, then the total dividend payable would approximate \$469 million plus earnings from the trust fund to be paid at a later date.

IV. DATE 02/16/82 PREPARED BY Vincent D. Wright  
 AGENCY Revenue  
 Original: Legislative Finance PHONE 465-2173  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)  
 33-001 (Rev. 12/81)



H B

255

# COMMITTEE REPORT

## HOUSE

FURTHER:

(5)

2/11/82

Date: \_\_\_\_\_

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 755

"An Act releasing to voter approval of appropriations to, and placement of money in, the permanent fund; 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

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

\_\_\_\_\_  
\_\_\_\_\_  
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\_\_\_\_\_  
CHAIRMAN



HB 755

STATE OF ALASKA  
OFFICE OF THE GOVERNOR  
JUNEAU

February 11, 1982

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

Dear Mr. Speaker:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill which implements the spending limit and its "codicil," proposed art. IX, secs. 16 and 17, respectively, of the Alaska Constitution.

The bill establishes a procedure for voter approval of appropriations for capital projects or permanent fund deposits, above the limit established by the spending limit amendment to the constitution (art. IX, sec. 16) proposed to the electorate by the legislature at the special session last summer. Under the bill, voters would choose between specific capital projects and placement of the appropriations for those projects in the Alaska Permanent Fund. They would also choose between appropriations to the permanent fund in excess of the spending limit, and retention of that money in the treasury, to be invested with other money in the treasury.

In addition, voters would choose between placing the entire unexpended and unobligated treasury balance in the Alaska Permanent Fund or simply investing the balance at competitive rates. This choice is specifically provided for in the codicil to the spending limitation, which would become art. IX, sec. 17, of the Alaska Constitution.

This bill provides the mechanism for public input and even control over capital spending decisions and over the rate of growth of both the permanent fund and of state spending. I therefore strongly urge your passage of the bill.

Sincerely,

A large, stylized handwritten signature in black ink, appearing to read "Jay S. Hammond".

Jay S. Hammond  
Governor

**ALASKA STATE LEGISLATURE**

TWELFTH Legislature SECOND ... Session

HOUSE ... BILL ..... NO. 755 ...

By THE RULES COMMITTEE BY ...  
REQUEST OF THE GOVERNOR

"An Act relating to voter approval of appropriations to, and placement of money in, the permanent fund; and providing for an effective date."

Voter approval/money in permanent fund

Introduced in the House 2/11....., 19..82

**HISTORY IN THE HOUSE**

19	82	Read first time and referred to Committee on										
Feb	11	State Affairs										
		Reported back with recommendation that										
		Read second time and										
		Read third time and										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reconsideration										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by Speaker										
		Sent to Senate										

CHIEF CLERK OF THE HOUSE

**HISTORY IN THE SENATE**

19		Read first time and referred to Committee on										
		Reported back with recommendation that										
		Read second time and										
		Read third time and										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reconsideration										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by President										
		Returned to House										

SECRETARY OF THE SENATE

**HISTORY IN THE HOUSE**

19		Received from Senate
		Concurred in Senate amendment thus adopting: VOTE
		Failed to concur in Senate amendment; asked Senate to recede VOTE
		Senate receded from amendment VOTE
		Senate failed to recede from amendment VOTE
		CC appointed by House
		CC appointed by Senate
		CC adopted by House VOTE
		CC adopted by Senate VOTE
		To enrolling Reported correctly enrolled Sent to Governor
		..... by Governor
		Filed with Lt. Governor
		Chapter No. ....

cc

HB 755

THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 755  
Title Relating to voter approval of appropriations to the permanent fund  
Requested by the Governor Date 2/10/82

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_  
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		-0-	-0-	-0-	-0-	-0-

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER (Specify Source)	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

No fiscal impact

IV. DATE February 10, 1982 PREPARED BY Ron Lehr  
AGENCY Division of Budget & Management  
Original: Legislative Finance PHONE 465-2213  
cc: Budget and Management  
Prime Sponsor (First Legislator Named)  
33-001 (Rev. 12/81)

HB

267



THE LEGISLATURE OF THE STATE OF ALASKA  
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 767

Title An Act Relating to PERS, TRS, JRS, & NGRS and Providing for an Effective Date.

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		18,596.4	20,200.7	21,940.0	23,825.1	25,867.8
200 TRAVEL						
300 CONTRACTUAL		25.0				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		18,621.4	20,200.7	21,940.0	23,825.1	25,867.8

FUNDING (Thousands of Dollars)

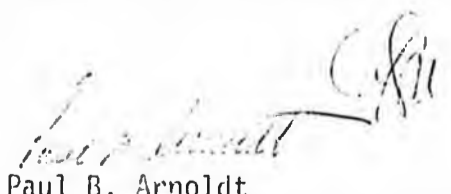
GENERAL FUND	15,230.5	16,544.4	17,963.9	19,512.8	21,185.7
FEDERAL FUNDS	855.4	929.2	1,009.2	1,096.0	1,189.9
VETERAN'S FUND	37.2	40.4	43.9	47.7	51.7
FISH & GAME FUND	111.6	121.2	131.6	142.9	155.2
HIGHWAY FUND	241.7	262.6	285.2	309.7	336.3
AIRPORT FUND	539.3	585.8	636.3	690.9	750.2
CAPITAL FUND	1,580.7	1,717.1	1,864.9	2,025.1	2,198.8
PERS	25.0				

POSITIONS NONE

FULL TIME					
PART TIME					
TEMPORARY					

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

- To fund this bill the contribution rate must be increased by 5.45% of the State PERS payroll in FY 83.
- included in the above figures are the cost savings as a result of curtailing peace officer coverage within the Department of Fish and Game. These savings are estimated to be \$232.0 in FY 83, \$510.5 in FY 84, \$842.3 in FY 85, \$1,235.4 in FY 86, and \$1,098.7 in FY 87.
- Estimate FY 83 covered State PERS payroll to be \$345,475,000, and increasing 10% annually.
- Estimate long term inflation rate of 7.5%.
- The cost to political subdivisions is estimated to be \$14,315,700 in FY 83.



IV. DATE February 25, 1982

PREPARED BY Paul B. Arnoldt

AGENCY Division of Retirement & Benefit

PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Representative Metcalf

Office of the Governor (Keith Specking)

I. REQUEST

Bill/Resolution No. HB 767

Title An Act Relating to the PERS, TRS, JRS & NGRS; and Providing for an Effective Date  
Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits

Program Category Affected Centralized Administrative Services & Secondary Education

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		1,803.4	1,983.7	2,182.0	2,400.2	2,640.2
200 TRAVEL						
300 CONTRACTUAL		25.0				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
700 STATE TRS MATCHING		9,770.0	10,747.0	11,821.7	13,003.8	14,304.2
TOTAL		11,598.4	12,730.7	14,003.7	15,404.0	16,944.4

FUNDING (Thousands of Dollars)

GENERAL FUND		11,573.4	12,730.7	14,003.7	15,404.0	16,944.4
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS		25.0				

POSITIONS

NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

- To fund this bill the TRS contribution rate must be increased by 6.58% of covered payroll (the TRS contribution rate is split 70/50 between the State and employers in the system).
- Estimate FY 83 covered payroll at \$296,962,000, and increasing 10% annually.
- Estimate long term inflation rate of 7.5%.
- The cost to school districts is estimated to be \$7,966,700 in FY 83.

IV. DATE February 25, 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 Metcalf

Office of the Governor (Keith Specking)



182  
\*Section 1. AS 14.20.345(d) is amended to read:

(d) The governing body of the district may agree to continue the teacher's retirement contributions if the teacher agrees to pay the percentage required under AS 14.25.050 [REQUIRED SEVEN PERCENT] of the salary the teacher [HE] would have received during the [HIS] leave of absence and reimburse the district for the district's required retirement contribution. Each year of leave of absence then would count as a year of retirement service.

182  
\*Sec. 2. AS 14.25.050(a) is amended to read:

(a) Each [BEGINNING JULY 1, 1970, EACH] teacher shall contribute to the retirement fund an amount equal to nine [SEVEN] percent of his base salary accrued from July 1 to the following June 30. The contribution shall be deducted by the employer at the end of each payroll period.

82  
\*Sec. 3. AS 14.25.060(a) is repealed and reenacted to read:

(a) If a member has military service or Alaska Bureau of Indian Affairs (BIA) service, or if a member joined the system before July 1, 1978, and has creditable outside service, the member is indebted to the retirement fund as follows:

(1) for a member first hired before July 1, 1978, the arrearage indebtedness for creditable outside service is seven percent of the base salary multiplied by the total number of years of creditable outside service. Compound interest at the rate prescribed by regulation shall be added to the arrearage indebtedness beginning July 1, 1963, or at the time of first becoming employed as a member, whichever is later, to the date of payment or the date of retirement, whichever occurs first.

(2) for a member first hired before July 1, 1982, the arrearage indebtedness for creditable military and Alaska BIA service is

seven percent of the base salary multiplied by the total number of years of military and Alaska BIA service. For a member first hired on or after July 1, 1982, the arrearage indebtedness for military and Alaska BIA service is nine percent of the base salary multiplied by the total number of years of creditable military and Alaska BIA service. Compound interest at the rate prescribed by regulation shall be added to the arrearage indebtedness beginning July 1, 1963, or at the time of first becoming employed as a member, whichever is later, to the date of payment or the date of retirement, whichever occurs first.

82  
\*Sec. 4. AS 14.25.110(d) is repealed and reenacted to read:

(c) The monthly retirement benefit for a member is calculated as follows:

(1) for a member with credited service earned before July 1, 1982, the monthly retirement benefit is calculated by multiplying two percent of the member's average base salary, divided by 12, by the years of credited service.

(2) for a member with less than three years of membership service rendered after June 30, 1982:

(A) if the member has a total of at least 10 but less than 20 years of credited service, the member is entitled to the benefit calculated under (1) of this subsection for the credited service rendered before July 1, 1982, plus two and one-quarter percent of the member's average base salary, divided by 12, times the years of credited service earned after June 30, 1982;

(B) if the member has a total of at least 20 years of credited service, the member is entitled to the benefit calculated under (1) of this subsection for the credited service rendered before July 1,

1982, plus two and one-half percent of the member's average base salary, divided by 12, times the years of credited service earned after June 30, 1982;

(3) for a member with three or more years of membership service rendered after June 30, 1982:

(A) if the member has a total of at least 10 but less than 20 years of credited service, the member is entitled to a monthly retirement benefit equal to two and one-quarter percent of the member's average base salary, divided by 12, times the member's total years of credited service;

(B) if the member has a total of at least 20 years of credited service, the member is entitled to a monthly retirement benefit equal to two and one-half percent of the member's average base salary, divided by 12, times the member's total years of credited service;

(4) for a member who elects to receive an early retirement benefit, an actuarial adjustment must be made; and

(5) any indebtedness that exists at the time of retirement must be discharged in accordance with AS 14.25.063(b).

82 \*Sec. 5. AS 14.25.125(d) is repealed and reenacted to read:

(d) The monthly amount of a conditional service retirement benefit shall be calculated on the years of fully paid credited service only, in accordance with AS 14.25.110(d), except that

(1) a member may irrevocably elect to substitute "average monthly compensation" as defined in AS 39.35.680(4) in place of the member's average base salary, divided by 12; and

(2) in determining the percentage multiplier for each year of service under AS 14.25.110(d) the years of credited service under AS 39.35 shall also be considered.

82  
\*Sec. 6. AS 14.25.143 is repealed and reenacted to read:

Sec. 14.25.143. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible persons age 65 or older receiving benefits under this system in the preceding calendar year.

(b) The increase in benefit payments applies to total benefit payments except for the cost-of-living allowance under AS 14.25.142. The amount of the increase is a percentage of the current benefit equal to the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old.

(c) If a recipient was not receiving benefits during the entire preceding calendar year, the increase in benefits under this section shall be adjusted by multiplying it by the fraction whose numerator is the number of months for which benefits were received in the preceding calendar year and whose denominator is 12.

(d) If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall, at the time the member is appointed to retirement, increase the retirement benefit by a percentage equal to the total cumulative percentage increase which has been applied to the member's disability benefit under this section.

(e) When computing a spouse's pension under AS 14.25.164, adjustments granted to the deceased member under this section shall be included.

(f) An increase in benefit payments under this section is effective July 1 of each year and is based on the percentage increase in the consumer

price index for urban wage earners and clerical workers for Anchorage, Alaska during the previous calendar year as determined by the United States Department of Labor, Bureau of Labor Statistics.

83 \*Sec. 7. AS 14.25.143(a) is repealed and reenacted to read:

Sec. 14.25.143. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible disabled members and persons age 60 or older receiving benefits under this system in the preceding calendar year.

83 \*Sec. 8. AS 14.25.143(b) is repealed and reenacted to read:

(b) The increase in benefit payments applies to total benefit payments except for the cost-of-living allowance under AS 14.25.142. The amount of the increase is a percentage of the current benefit equal to

(1) the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old; and

(2) the lesser of 50 percent of the increase in the cost of living in the preceding calendar year or six percent, for recipients who on July 1 are at least 60 but less than 65 years old and for members receiving disability benefits who are less than 65 years old.

84 \*Sec. 9. AS 14.25.143(a) is repealed and reenacted to read:

Sec. 14.25.143. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible disabled members and persons age 55 or older receiving benefits under this system in the preceding calendar year.

84 \*Sec. 10. AS 14.25.143(b) is repealed and reenacted to read:

(b) The increase in benefit payments applies to total benefit

payments except for the cost-of-living allowance under AS 14.25.142. The amount of the increase is a percentage of the current benefit equal to

(1) the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old;

(2) the lesser of 50 percent of the increase in the cost of living in the preceding calendar year or six percent, for recipients who on July 1 are at least 60 but less than 65 years old and for members receiving disability benefits who are less than 65 years old; and

(3) the lesser of 25 percent of the increase in the cost of living in the preceding calendar year or three percent, for recipients who on July 1 are at least 55 but less than 60 years old.

82 \*Sec. 11. AS 39.35.160 is amended to read:

Sec. 39.35.160. AMOUNT OF EMPLOYEE CONTRIBUTIONS. While participating in the system each peace officer and each fireman shall contribute seven [FIVE] percent and every other employee shall contribute six [FOUR] and one-quarter percent of their [HIS] compensation to the public employees' retirement system.

(b) If, upon termination of employment, an employee has credited service of less than five years and has less than \$1,000 in the [HIS] employee contribution account, a refund of the employee contribution account and the employee savings account must be made unless the employee indicates in writing that future retirement is intended and contributions should not be refunded. An employee who is reemployed with an employer and whose contributions have not been refunded before reemployment [RE-EMPLOYMENT] is not eligible for a refund.

182 \*Sec. 12. AS 39.35.340(b) is amended to read:

(b) In order to obtain credited service under this section, an employee shall make an election to do so and shall verify the [HIS] period of military service. When eligibility for credited service for military service has been established, an indebtedness shall be determined as follows: (1) the employee's actual compensation, or the calculated annual compensation for those employees working less than 12 months, during the calendar year 1976 or the year in which an employee first becomes vested under this chapter, whichever is later, multiplied by (2) [SIX PERCENT. THIS PRODUCT MULTIPLIED BY (3)] the number of years of military service credited under this section, and this product multiplied by (3) six percent for members who are first eligible to claim this military service before July 1, 1982, or eight percent for members who are first eligible to claim this military service on or after July 1, 1982. Interest as prescribed by regulation accrues on this indebtedness beginning [COMMENCING] on July 1, 1976, or one year following the date a person first becomes vested, whichever is later. Any outstanding indebtedness that [WHICH] exists at the time a person is appointed to retirement will necessitate an actuarial adjustment to the benefits payable based upon that military service.

182 \*Sec. 13. AS 39.35.370(c) is repealed and reenacted to read:

(c) The monthly retirement benefit of an employee is calculated as follows:

(1) for an employee with credited service earned before July 1, 1982, the monthly retirement benefit is calculated by multiplying two percent of the average monthly compensation of the employee by the number of years of credited service.

(2) for an employee with less than three years of credited service rendered after June 30, 1982:

(A) if the employee has a total of at least 10 but less than 20 years of credited service, the employee is entitled to the benefit calculated under (1) of this subsection for the credited service rendered before July 1, 1982, plus two and one-quarter percent of the average monthly compensation times the years of credited service earned after June 30, 1982;

(B) if the employee has a total of at least 20 years of credited service, the employee is entitled to the benefit calculated under (1) of this subsection for the credited service rendered before July 1, 1982, plus two and one-half percent of the employee's average monthly compensation times the years of credited service earned after June 30, 1982;

(3) for an employee with three or more years of credited service rendered after June 30, 1982:

(A) if the employee has a total of at least 10 but less than 20 years of credited service, the employee is entitled to a monthly retirement benefit equal to two and one-quarter percent of the employee's average monthly compensation times the total years of credited service earned by the employee;

(B) if the employee has a total of at least 20 years of credited service, the employee is entitled to a monthly retirement benefit equal to two and one-half percent of the employee's average monthly compensation times the total years of credited service earned by the employee;

(4) for an employee who elects to receive an early retirement benefit, an actuarial adjustment must be made; and

(5) for an employee who rendered service as a peace officer or fireman before July 1, 1982, the monthly retirement benefit is calculated as follows:

(A) by multiplying two percent of the average monthly compensation of the employee by the years of credited peace officer or fireman service up through 10 years, plus two and one-half percent of the average monthly compensation of the employee by the years of credited peace officer or fireman service over 10 years. All other credited service shall be multiplied by two percent; or

(B) the formulas as provided in (1) through (4) of this subsection, if (B) is greater than (A).

82 \*Sec. 14. AS 39.35.385(d) is repealed and reenacted to read:

(d) The monthly amount of a conditional service retirement benefit shall be calculated in accordance with AS 39.35.370(c), except that

(1) the member may irrevocably elect to substitute one-twelfth of the "average base salary" as defined in AS 14.25.220(5) in place of average monthly compensation; and

(2) in determining the percentage multiplier for each year of service under AS 39.35.370(c) the years of credited service under AS 14.25 shall also be considered.

82 \*Sec. 15. AS 39.35.475 is repealed and reenacted to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible persons age 65 or older receiving benefits under this system in the preceding calendar year.

(b) The increase in benefit payments applies to total benefit payments exclusive only of the cost-of-living allowance under AS 39.35.480. The amount of the increase is a percentage of the current benefit equal to the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old.

(c) If a recipient was not receiving benefits during the entire preceding calendar year, the increase in benefits under this section shall be adjusted by multiplying it by the fraction whose numerator is the number of months for which benefits were received in the preceding calendar year and whose denominator is 12.

(d) If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall, at the time the member is appointed to retirement, increase the retirement benefit by a percentage equal to the total cumulative percentage increase which has been applied to the member's disability benefit under this section.

(e) When computing a joint and survivor benefit under AS 39.35.450 or a survivor's benefit under AS 39.35.420 or 39.35.440, adjustments granted to the deceased member under this section shall be included.

(f) An increase in benefit payments under this section is effective July 1 of each year and is based on the percentage increase in the consumer price index for urban wage earners and clerical workers for Anchorage, Alaska during the previous calendar year as determined by the United States Department of Labor, Bureau of Labor Statistics.

23 \*Sec. 16. AS 39.35.475(a) is repealed and reenacted to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible disabled members and persons age 60 or older receiving benefits under this system in the preceding calendar year.

1-23  
\*Sec. 17. AS 39.35.475(b) is repealed and reenacted to read:

(b) The increase in benefit payments applies to total benefit payments exclusive only of the cost-of-living allowance under AS 39.35.480. The amount of the increase is a percentage of the current benefit equal to

(1) the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old; and

(2) the lesser of 50 percent of the increase in the cost of living in the preceding calendar year or six percent, for recipients who on July 1 are at least 60 but less than 65 years old and for members receiving disability benefits who are less than 65 years old.

84  
\*Sec. 18. AS 39.35.475(a) is repealed and reenacted to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) Once each year the administrator shall increase benefit payments to eligible disabled members and persons age 55 or older receiving benefits under this system in the preceding calendar year.

84  
\*Sec. 19. AS 39.35.475(b) is repealed and reenacted to read:

(b) The increase in benefit payments applies to total benefit payments exclusive only of the cost-of-living allowance under AS 39.35.480. The amount of the increase is a percentage of the current benefit equal to

(1) the lesser of 75 percent of the increase in the cost of living in the preceding calendar year or nine percent, for recipients who on July 1 are at least 65 years old;

(2) the lesser of 50 percent of the increase in the cost of living in the preceding calendar year or six percent, for recipients who on July 1 are at least 60 but less than 65 years old and for members receiving disability benefits who are less than 65 years old; and

(3) the lesser of 25 percent of the increase in the cost of living in the preceding calendar year or three percent, for recipients who on July 1 are at least 55 but less than 60 years old.

52 \*Sec. 20. AS 14.25.143 and AS 39.35.475 as enacted in secs. 6-10 and 15-19 of this Act apply to persons receiving benefits under the retirement systems on and after July 1, 1982. Payment of an increase benefit under AS 14.25.143 or AS 39.35.475 that is effective July 1, 1982, shall begin no later than January 1, 1983, and shall be based on the percentage increase in the consumer price index for the calendar year 1981.

\*Sec. 21. Sections 1-6, sections 11-15, and section 20 of this Act take effect July 1, 1982.

\*Sec. 22. Sections 7, 8, 16 and 17 of this Act take effect July 1, 1983.

\*Sec. 23. Sections 9, 10, 18 and 19 of this Act take effect July 1, 1984.

FISCAL NOTE

I. REQUEST  
 Bill/Resolution No. Attached Draft 3-01-82  
 Title \_\_\_\_\_  
 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		24,632.3	43,702.5	60,861.2	66,960.6	73,656.6
200 TRAVEL						
300 CONTRACTUAL		25.0				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		24,657.3	43,702.5	60,864.2	66,960.6	73,656.6

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS						

**DRAFT**

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

1. The State PERS payroll contribution rate must be increased by 7.13% in FY83; 11.50% in FY84; and 14.56% in FY85.
2. Estimate the FY83 covered State PERS payroll to be \$345,475,000, increasing annually.
3. Estimate long term inflation rate of 7.5%.
4. The cost to political subdivisions is estimated to be \$18,728,600 in FY83; \$32,228,100 in FY84; and \$46,276,600 in FY 85.

IV. DATE March 1, 1982 PREPARED BY Paul B. Arnoldt, Director  
 AGENCY Division of Retirement & Benefits  
 Original: Legislative Finance PHONE 465-4460  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)  
 Office of the Governor (Keith Specking)

FISCAL NOTE

I. REQUEST  
 Bill/Resolution No. Attached Draft 3-01-82  
 Title \_\_\_\_\_  
 Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL  
 Agency Affected Administration - Division of Retirement & Benefits  
 Program Category Affected Centralized Administrative Services & Secondary Education  
 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		26,101.7	37,650.6	50,269.1	55,296.0	60,825.6
200 TRAVEL						
300 CONTRACTUAL		25.0				
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
700 STATE TRS MATCHING						
TOTAL		26,126.7	37,650.6	50,269.1	55,296.0	60,825.6

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						

**DRAFT**

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

1. The TRS contribution rate must be increased by 14.84% in FY83; 19.46% in FY84; and 23.62% in FY85 (the TRS contribution rate is split 50/50 between the State and employers in the system).
2. Estimate FY83 covered payroll at \$296,962,000, and increasing 10% annually.
3. Estimate long term inflation rate of 7.5%.
4. The cost to school districts is estimated to be \$17,968,000 in FY83; \$25,917,100 in FY84; and \$34,603,000 in FY85.

IV. DATE March 1, 1982 PREPARED BY Paul B. Arnoldt, Director  
 AGENCY Division of Retirement & Benefits  
 Original: Legislative Finance PHONE 465-4460  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)  
 Office of the Governor (Keith Specking)

HB

768

FEB 25 1982

Transportation

NB-768 - Scheduled for  
Friday, March 5  
at 8:30 A.M. - 9:55 A.M.

(Med)

NB-768 - Prov. G.O. Bonds/Const Facilities Group

Did not move out  
of Committee. Waiting for  
further clarification of  
expenditure of \$200,000,000  
Bond.

MAK 5 1982

Still in Committee.  
Comm. Members requesting  
further clarification  
of how \$200,000,000 ~~to be~~  
bond would be dispersed.

To be rescheduled when  
requested info is available  
to the Committee.

H B

7 7 0

# 1

COMMITTEE REPORT

HOUSE

(5)

FURTHER: FINANCE

2/12/82

Date: 4-15-82

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 770

"An Act relating to the Alaska permanent fund."

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 HB 770  same title  
 new title
- and recommends \_\_\_\_\_
- AND attaches a "Letter of Intent"  New Fiscal Note
- reports it back without recommendation AS FOLLOWS:
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING DO PASS

[Signature]  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

MEMBERS HAVING OTHER RECOMMENDATIONS:

[Signature]  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

[Signature]  
 \_\_\_\_\_  
 CHAIRMAN

ALASKA PERMANENT FUND CORPORATION

DEPARTMENT OF REVENUE  
TREASURY DIVISION

Pouch SB  
Juneau, Alaska 99811  
(907) 465-2351

MONTHLY INVESTMENT REPORT

January 31, 1982

CONTENTS

	<u>Page</u>
Investment Activity	1
Statement of Portfolio Assets	2
Statement of Operations/Changes in Total Assets	2
Statement of Change in Portfolio Condition	3
Composition of Investment Holdings	4-5
Change in Portfolio Composition	6-7
Summary of Alaska Deposits	8

**ALASKA PERMANENT FUND CORPORATION**

POUCH SB · JUNEAU, ALASKA 99811  
TELEPHONE 907-465-2351

**BOARD OF TRUSTEES:**

ELMER E. RASMUSON - CHAIRMAN  
THOMAS K. WILLIAMS - VICE-CHAIRMAN  
WILSON L. CONDON  
PETER B. MCDOWELL  
GEORGE W. ROGERS  
ROBERT W. WARD

**RESPONDENT ADDRESS:**

To the Reader:

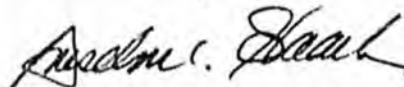
We present herein the investment report of the Alaska Permanent Fund for January 31, 1982, with year-to-date figures for the Fiscal Year 1982. Accounting procedures used in preparation include:

1. All transactions are recorded on the cash basis, i.e., when cash is received or disbursed.
2. Accrued interest purchased with marketable securities is recorded as an asset that is subsequently charged to income on the first coupon date.
3. The cost of investments represents the amount paid for securities not including transaction charges.
4. State contributions represent only those amounts actually transferred to the fund.
5. Safekeeping and transaction charges are billed to the State and are not deducted from operating income.

Chapter 18, SLA 1980 of the Alaska Statutes, recently enacted Permanent Fund management legislation, specifies certain computations necessary to determine income available for disbursement. Accordingly, income transfers to the General Fund will be made in varying amounts as allowed by law.

For purposes of source and use of funds analysis, we have defined the term "funds" to include savings deposits, repurchase agreements and purchased interest receivable.

Sincerely,



Anselm C. Staack  
Treasury Comptroller

ALASKA PERMANENT FUND CORPORATION  
STATEMENT OF PORTFOLIO ASSETS

January 31, 1982

	Current Month	
	%	Cost
Cash	%	\$ 72,672.53
Purchased Interest Receivable		-0-
Marketable Securities, at Cost:		
Repurchase Agreements		9,100,000.00
Short Term Issues	91	2,761,406,535.29
Intermediate and Long Term Issues	7	195,905,182.50
Total Marketable Securities	98	2,966,411,717.79
Certificates of Deposit	2	50,000,000.00
Loans and Mortgages		11,290,879.52
Total Assets	100%	\$3,027,775,269.84

STATEMENT OF OPERATIONS/CHANGES IN TOTAL ASSETS

	Current Month	Year-to-Date
Portfolio Operations:		
Interest Income	\$ 27,598,841.68	\$ 189,383,170.08
Net Gain (Loss) on Sale/Maturity of Securities	-0-	-0-
Total Operating Income	27,598,841.68	189,383,170.08
Beginning Cash and Invested Funds	2,960,669,588.28	1,800,651,821.25
State Contributions from Royalties and Other Receipts	39,506,839.88	1,038,671,759.72
Net Contribution to General Fund	-0-	(931,481.21)
End Cash and Invested Funds	\$3,027,775,269.84	\$3,027,775,269.84

ALASKA PERMANENT FUND CORPORATION  
COMPOSITION OF INVESTMENT HOLDINGS

January 31, 1982

<u>Asset Type</u>	<u>% of Total Cost Value</u>	<u>Current Month</u>	
		<u>Cost</u>	<u>Yield</u>
<u>MARKETABLE SECURITIES ACCOUNT</u>			
<u>Cash Deposits</u>			
Savings	%	\$ 72,672.53	5.39
<u>Purchased Interest Receivable</u>		-0-	
<u>Repurchase Agreements</u>	.3	9,100,000.00	13.00
<u>Short Term Issues</u>			
Certificates of Deposit	19.0	565,000,000.00	13.05
Commercial Paper	2.7	81,280,177.08	16.41
Bankers Acceptances	29.7	879,584,774.20	13.34
U.S. Treasury Bills	27.3	809,589,597.19	12.48
U.S. Treasury Notes & Bonds	14.4	425,951,986.82	11.00
Total Short Term	<u>93.1</u>	<u>2,761,406,535.29</u>	12.76
<u>Intermediate/Long Term Issues</u>			
U. S. Treasury Notes & Bonds:			
1 - 2 years	2.6	78,637,343.75	9.49
2 - 5 Years	1.9	55,802,187.50	9.12
Over 5 Years	1.2	34,973,870.00	8.78
Sub-Total	<u>5.7</u>	<u>169,413,401.25</u>	9.23
Federal Agency Securities:			
2 - 5 Years	.4	13,004,156.25	8.32
Over 5 Years		-0-	
Sub-Total	<u>.4</u>	<u>13,004,156.25</u>	8.32
Corporate Bonds:			
Over 5 Years	.5	13,487,625.00	8.45
Total Intermediate/Long Term	<u>6.6</u>	<u>195,905,182.50</u>	9.12
<b>TOTAL INVESTMENT HOLDINGS</b>	<u>100.0%</u>	<u>\$2,966,484,390.32</u>	12.53

Schedule continued on following page

**CORRECTION**

**CORRECTION**

ALASKA PERMANENT FUND CORPORATION

POUCH SB - JUNEAU, ALASKA 99811  
TELEPHONE 907-465-2351

BOARD OF TRUSTEES:

ELMER E. RASMUSON - CHAIRMAN  
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ROBERT W. WARD

RESPONDENT ADDRESS:

To the Reader:

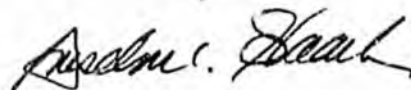
We present herein the investment report of the Alaska Permanent Fund for January 31, 1982, with year-to-date figures for the Fiscal Year 1982. Accounting procedures used in preparation include:

1. All transactions are recorded on the cash basis, i.e., when cash is received or disbursed.
2. Accrued interest purchased with marketable securities is recorded as an asset that is subsequently charged to income on the first coupon date.
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5. Safekeeping and transaction charges are billed to the State and are not deducted from operating income.

Chapter 18, SLA 1980 of the Alaska Statutes, recently enacted Permanent Fund management legislation, specifies certain computations necessary to determine income available for disbursement. Accordingly, income transfers to the General Fund will be made in varying amounts as allowed by law.

For purposes of source and use of funds analysis, we have defined the term "funds" to include savings deposits, repurchase agreements and purchased interest receivable.

Sincerely,



Anselm C. Staack  
Treasury Comptroller

ALASKA PERMANENT FUND CORPORATION  
INVESTMENT ACTIVITY

January 31, 1982

At the end of January 1982, cash and investments of the Alaska Permanent Fund totaled \$3,027,775,269.84 up from \$2,960,669,588.28 at the end of the preceding month. Intermediate and long term issues were reduced by \$30,090,978.94 during January while short term issues increased by \$91,680,556.05. Funds in the amount of \$492,484,097.48 were provided by the sale/maturity of the investments. The Alaska Permanent Fund share of royalties and other State receipts amounted to \$39,506,839.88 down from \$132,617,596.50 during December 1981.

Marketable securities including repurchase agreements held by the Alaska Permanent Fund at the end of January yielded an average of 12.53. Uninvested cash is deposited in a savings account on which interest is compounded daily at an effective rate of 5.39.

ALASKA PERMANENT FUND CORPORATION  
STATEMENT OF PORTFOLIO ASSETS

January 31, 1982

	Current Month	
	%	Cost
Cash	%	\$ 72,672.53
Purchased Interest Receivable		-0-
Marketable Securities, at Cost:		
Repurchase Agreements		9,100,000.00
Short Term Issues	91	2,761,406,535.29
Intermediate and Long Term Issues	7	195,905,182.50
Total Marketable Securities	98	2,966,411,717.79
Certificates of Deposit	2	50,000,000.00
Loans and Mortgages		11,290,879.52
Total Assets	100%	\$3,027,775,269.84

STATEMENT OF OPERATIONS/CHANGES IN TOTAL ASSETS

	Current Month	Year-to-Date
Portfolio Operations:		
Interest Income	\$ 27,598,841.68	\$ 189,383,170.08
Net Gain (Loss) on Sale/Maturity of Securities	-0-	-0-
Total Operating Income	27,598,841.68	189,383,170.08
Beginning Cash and Invested Funds	2,960,669,588.28	1,800,651,821.25
State Contributions from Royalties and Other Receipts	39,506,839.88	1,038,671,759.72
Net Contribution to General Fund	-0-	(931,481.21)
End Cash and Invested Funds	\$3,027,775,269.84	\$3,027,775,269.84

ALASKA PERMANENT FUND CORPORATION  
STATEMENT OF CHANGES IN PORTFOLIO CONDITION

January 31, 1982

	Current Month	Year-to-Date
<u>During the Month Funds were Provided by:</u>		
Portfolio Operations:		
Interest Income	\$ 27,598,841.68	\$ 189,383,170.08
Net Gain (Loss) on Sale/Maturity of Securities	-0-	-0-
Total Provided by Operations	27,598,841.68	189,383,170.08
Sale/Maturity of Short Term Issues	492,484,097.48	2,943,836,502.95
Sale/Maturity of Long Term Issues	-0-	-0-
Principal Repayments	1,187.88	93,603.53
Redemption of Certificates of Deposit	-0-	36,100,000.00
Royalties and Other State Receipts	39,506,839.88	1,038,671,759.72
TOTAL Funds Provided During the Month	559,590,966.92	4,208,085,036.28
<u>During the Month Funds were Used for:</u>		
Purchase of:		
Short Term Issues	554,073,674.59	4,145,025,524.24
Intermediate/Long Term Issues	-0-	-0-
Certificates of Deposit	-0-	50,000,000.00
Loans and Mortgages	3,022,825.45	10,298,583.31
Total Purchases	557,096,500.04	4,205,324,107.55
Net Contribution to General Fund	-0-	931,481.21
TOTAL Funds Used During the Month	557,096,500.04	4,206,255,588.76
NET CHANGE IN FUNDS	\$ 2,494,466.88	\$ 1,829,447.52
<u>Summary of Changes:</u>		
Increase (Decrease) in Savings Deposits	\$ 15,786.32	\$ 29,447.52
Increase (Decrease) in Repurchase Agreements	2,500,000.00	1,800,000.00
Increase (Decrease) in Purchased Interest Receivable	(21,319.44)	-0-
NET CHANGE IN FUNDS	\$ 2,494,466.88	\$ 1,829,447.52

ALASKA PERMANENT FUND CORPORATION  
COMPOSITION OF INVESTMENT HOLDINGS

January 31, 1982

<u>Asset Type</u>	<u>% of Total Cost Value</u>	<u>Current Month</u>	
		<u>Cost</u>	<u>Yield</u>
<u>MARKETABLE SECURITIES ACCOUNT</u>			
<u>Cash Deposits</u>			
Savings	%	\$ 72,672.53	5.39
<u>Purchased Interest Receivable</u>		-0-	
<u>Repurchase Agreements</u>	.3	9,100,000.00	13.00
<u>Short Term Issues</u>			
Certificates of Deposit	19.0	565,000,000.00	13.05
Commercial Paper	2.7	81,280,177.08	16.41
Bankers Acceptances	29.7	879,584,774.20	13.34
U.S. Treasury Bills	27.3	809,589,597.19	12.48
U.S. Treasury Notes & Bonds	14.4	425,951,986.82	11.00
Total Short Term	<u>93.1</u>	<u>2,761,406,535.29</u>	12.76
<u>Intermediate/Long Term Issues</u>			
U. S. Treasury Notes & Bonds:			
1 - 2 years	2.6	78,637,343.75	9.49
2 - 5 Years	1.9	55,802,187.50	9.12
Over 5 Years	1.2	34,973,870.00	8.78
Sub-Total	<u>5.7</u>	<u>169,413,401.25</u>	9.23
Federal Agency Securities:			
2 - 5 Years	.4	13,004,156.25	8.32
Over 5 Years		-0-	
Sub-Total	<u>.4</u>	<u>13,004,156.25</u>	8.32
Corporate Bonds:			
Over 5 Years	<u>.5</u>	<u>13,487,625.00</u>	8.45
Total Intermediate/Long Term	<u>6.6</u>	<u>195,905,182.50</u>	9.12
TOTAL INVESTMENT HOLDINGS	<u>100.0%</u>	<u>\$2,966,484,390.32</u>	12.53

Schedule continued on following page

Alaska Permanent Fund

COMPOSITION OF INVESTMENT HOLDINGS - Continued

<u>Asset Type</u>	<u>% of Total Cost Value</u>	<u>Current Month</u>	
		<u>Cost</u>	<u>Yield</u>
<u>CERTIFICATES OF DEPOSIT*</u>	<u>100.0%</u>	<u>\$ 50,000,000.00</u>	17.57
<u>LOANS AND MORTGAGES</u>	<u>100.0%</u>	<u>11,290,879.52</u>	14.96
<u>SUMMARY OF COMPOSITION</u>			
Marketable Securities Account	98.0	2,966,484,390.32	12.53
Certificates of Deposit	1.6	50,000,000.00	17.57
Loans and Mortgages	.4	11,290,879.52	14.96
TOTAL INVESTMENT HOLDINGS	<u>100.0%</u>	<u>\$3,027,775,269.84</u>	12.63

\*See Page 8 for Summary of Alaska Deposits