

ALASKA LEGISLATURE COMMITTEE FILED FILED 1905 1905

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ADMINISTRATIVE SERVICES:

Marsh & McLennan, Incorporated
Art Stanford, Manager

MICA Medical Indemnity
Corporation of Alaska
ALASKA U.S.A. OFFICE BUILDING
4000 CREDIT UNION DR., SUITE 525
ANCHORAGE, ALASKA 99503
TELEPHONE (907) 563-3414

1986

**Physician's and Surgeon's
Professional Liability Coverages and Premium Schedules**

PROFESSIONAL LIABILITY COVERAGES

Explanation of Policy:

The Pure Claims-Made Policy extends professional liability protection to the physician, clinic or employee for claims reported in a single year regardless of when service is rendered as long as the incident occurred while continuously insured under claims-made with MICA. Thus, claims reported this year are covered by this year's policy; claims reported next year by next year's policy and so on.

MICA's premium rates are derived from the historical pattern of reported claims resulting from the performance of professional services which form a "stair step" with an increasing number of claims being reported each year until the fifth year. In the first year, only about 20% of the total claims resulting from a professional service are reported; the second 47%; the third 95%; the fourth 98%; the fifth and subsequent years, about 100%.

Cost:

In keeping with the "stair step" development of claims, the rates charged for the Pure Claims-Made policy mature at the fifth year. Subsequent renewal policies are charged at the mature rates. The specific cost of coverages is shown within our table entitled CLAIMS-MADE PREMIUM SCHEDULE.

All policies issued by MICA are renewed on January 1 of each year. Your first years and renewal rates are pro-rated from the first date of coverage (inception date) of the original policy. For example, if your continuous coverage became effective on July 1, 1982, your annual renewal premium on January 1, 1986 would be pro-rated from January 1 through June 30 on the fourth year rates and from July 1 through December 31 on the fifth year rates.

Limits of Liability:

MICA's professional and optional comprehensive general liability coverages are available with policy limits of:

\$200,000 per occurrence/\$600,000 aggregate per calendar year.

\$500,000 per occurrence/\$1,000,000 aggregate per calendar year.

Tail Coverages:

Should you stop practicing or change to another insurance company, MICA guarantees availability of an unlimited Reporting Endorsement known as "tail" coverage to cover subsequent reported claims. Tail coverage must be purchased by the insured within 30

days of termination of coverage, by cancellation or non-renewal; or by termination of employment or association with the physician insured under a master group policy.

Cost:

The cost of "tail" coverage will depend upon the length of time you have been insured with MICA, and will be subject to the company's rules, rates, and rating plans in effect at the time the unlimited reporting endorsement is requested. Tail premium is quoted as a one time cost but may be paid in installments. Refer to paragraph INSTALLMENTS.

Nose Coverage:

This coverage allows a physician to enroll in MICA without purchasing tail coverage from the prior professional liability company. SUBJECT TO APPROVAL, the physician can join MICA at a rate equal to the length of time of coverage under a previous professional liability program. For example, a physician in the fourth year of coverage with another insurance company could enroll with MICA at the fourth year rate. Any reported claims arising during the term of your previous coverage would then be reported to and be covered by MICA, subject to the terms, conditions and limits of liability of the MICA policy.

This coverage is not applicable to any prior occurrences which you knew, or reasonably should have known, could or would result in a claim being made against you or any other person or organization providing professional services during the course of patient care out of which the claim arose.

You should: (a) immediately report any such potential claim to your current carrier if you are presently insured or; (b) provide full details of the occurrence on your application for insurance to MICA for a coverage determination prior to policy issuance.

Retirement Benefit:

Following your 62nd birthday, and at that time having completed five consecutive years as a MICA insured, a Reporting Endorsement (tail coverage) will be issued at no extra cost.

Death or Total and Permanent Disability:

A Reporting Endorsement (tail coverage) will be issued at no extra cost because of death or permanent and total disability.

New Doctor Rule:

For physicians entering private practice for the first time following completion of medical school, residency training, military service or public health service, premiums will be discounted 25% for the first year of coverage.

Employee Coverages:

Unlike many policies, most employees are provided coverage under the MICA policy.

Employee surcharges are limited to (1) Advanced Nurse Practitioners or Physician's Assistants employed or directly supervised subject to 50% annual premium of the rating class of the physician employer; (2) employed nurse midwives are subject to 100% of the Class 3 premium; (3) directly supervised, certified registered nurse anesthetists (CRNAs) are subject to 100% Class 3 annual premium.

No additional premium charges are incurred for other employees.

Locum Tenens:

MICA provides up to 60 days of coverage annually for a temporary substitute physician - locum tenens - for surgical and non-surgical specialties. Completion of application and prior approval of MICA is required.

Part Time Practitioners:

Class 1 & 2: 35% of the scheduled annual premiums for 10 hours or less per week practice, 65% of the scheduled annual premium for 20 hours or less per week practice.

Short Term Practice Situations:

Pro-rated amount of annual premium computed on short rate tables subject to \$250 minimum premium.

Comprehensive General Liability Coverages:

This optional coverage is available at \$50 per physician covered, subject to the same limits of liability carried for professional liability. This coverage extends contractual and personal injury in addition to bodily injury and property damage liability protection for those injuries accidentally sustained on the office premises by the general public.

This coverage is limited to only those premises actually occupied by our insured in rendering professional services. For example, an insured occupying only one suite of a building, coverage would be limited to only that suite and not the entire building and parking lots.

Corporate/Partnership/Group Professional Liability:

This optional coverage is available at no additional

charge to solo practitioners and group practices, providing each member or employed physician carries coverage through the Company. Limits of each physician's coverage must be equal to that carried by the group, and the separate limits of liability for the Corporation do not apply to policy holders who are solo practitioners.

This form provides individual limits of liability to each physician named on the policy schedule in an amount equal to the limits of liability stated on the declarations page of the policy.

Optional Shared Limits Professional Liability Group Coverage:

This optional coverage is available through the Company for your group at reduced premium levels.

One master policy is issued with each associated or employed physician covered by endorsement. Each physician, as joins your group, will be automatically covered provided 45 days written notice is given to the Company.

Coverages are limited to the course and scope of employment or association with your group. The combined clinic/group insureds are subject to the single limits of liability per occurrence and annual aggregate limits as procured. Completion of the Physician's and Surgeon's Professional Liability Group Application is required, along with completion of individual application for each physician to be insured.

Discounts Per Limits of Liability*

No. Doctors in clinic	\$500,000
1	0
2	9%
3	11%
4	12%
5	13%
6	14%
7	15%
8	16%
9+	17%

Installments - Deferred Payment:

Installments are subject to deposits of \$1,000 or two months' annual premium. Deferred payments are available in quarterly or semi-annual installments payable: 35%, 25%, 25% and 15% quarterly or 60% and 40% semi-annually. Carrying charges are computed at 10% annual simple interest on the unpaid balance.

PHYSICIAN'S RATE CLASSIFICATIONS

Class 1

Neurology

Psychiatry — excluding ECT

Physicians — no surgery. Applies to general practitioners and physicians specialists who do not perform obstetrical procedures or surgery (other than incision of boils and superficial abscesses or suturing of skin and superficial fascia) and who do not ordinarily assist in surgical procedures.

Class 2

Neonatology

Ophthalmology (Excluding Radial Karatotomy)

Physicians — minor surgery or assisting in major surgery. Applies to general practitioners and physician specialists who perform minor surgery (including catheterization) or assist in major surgery.

Class 2-A

Emergency Medicine — including free-standing emergency care centers

Class 3

Physicians who include obstetrical procedures as any part of their practice. (May still be indicated as class 2-B on policy.)

Physicians — Major Surgery

Proctology

Otorhinolaryngology

Abdominal Surgery

General Surgery

Gynecology (No Obstetrics)

Pediatric Surgery

Thoracic Surgery

Traumatic Surgery

Plastic and Reconstructive Surgery, excluding cosmetic surgery

Urology

Class 4

Anesthesiology (subject to restrict endorsement)

Class 4-A

Physicians — Major Surgery

Therapeutic Radiology

Obstetrics — Gynecology

Cardiovascular Surgery

Hand Surgery

Plastic and Reconstructive Surgery, including cosmetic surgery

Vascular Surgery

Orthopedic Surgery, excluding total joint procedures, spinal surgery and insertion of prosthetic devices.

Ophthalmology (including radial karatotomy)

Class 5

Physicians — Major Surgery

Neurosurgery

Orthopedic Surgery including total joint procedures, spinal surgery and insertion of prosthetic devices.

*CNM's
Nurse-anesth*

radiology

CLAIMS-MADE PREMIUM SCHEDULE

Effective January 1, 1986

LIMITS OF LIABILITY: EACH CLAIM AND ANNUAL AGGREGATE

Class	1st-5th Years Retroactive Dates	\$200,000/\$600,000	\$500,000/\$1,000,000
		Annual Premium	Annual Premium
Class 1			
• 1st year rates	Jan. 1, 1986	2,020	2,394
• 2nd year renewal rates	Jan. 1, 1985	3,141	4,016
• 3rd year renewal rates	Jan. 1, 1984	4,986	6,639
• 4th year renewal rates	Jan. 1, 1983	5,089	6,786
• 5th year renewal rates	Jan. 1, 1982	5,151	6,874
Class 2			
• 1st year rates	Jan. 1, 1986	2,692	3,632
• 2nd year renewal rates	Jan. 1, 1985	4,933	6,437
• 3rd year renewal rates	Jan. 1, 1984	8,098	10,919
• 4th year renewal rates	Jan. 1, 1983	8,275	11,169
• 5th year renewal rates	Jan. 1, 1982	8,380	11,318
Class 2-A*			
• 1st year rates	Jan. 1, 1986	4,039	5,046
• 2nd year renewal rates	Jan. 1, 1985	6,981	9,205
• 3rd year renewal rates	Jan. 1, 1984	11,654	15,810
• 4th year renewal rates	Jan. 1, 1983	11,915	16,178
• 5th year renewal rates	Jan. 1, 1982	12,070	16,398
Class 3			
• 1st year rates	Jan. 1, 1986	5,115	6,461
• 2nd year renewal rates	Jan. 1, 1985	9,029	11,923
• 3rd year renewal rates	Jan. 1, 1984	15,211	20,701
• 4th year renewal rates	Jan. 1, 1983	15,555	21,187
• 5th year renewal rates	Jan. 1, 1982	15,760	21,477
Class 4			
• 1st year rates	Jan. 1, 1986	7,403	9,466
• 2nd year renewal rates	Jan. 1, 1985	13,380	17,855
• 3rd year renewal rates	Jan. 1, 1984	22,768	31,094
• 4th year renewal rates	Jan. 1, 1983	23,291	31,832
• 5th year renewal rates	Jan. 1, 1982	23,602	32,271
Class 4-A			
• 1st year rates	Jan. 1, 1986	8,346	10,704
• 2nd year renewal rates	Jan. 1, 1985	15,172	20,277
• 3rd year renewal rates	Jan. 1, 1984	25,880	35,373
• 4th year renewal rates	Jan. 1, 1983	26,476	36,215
• 5th year renewal rates	Jan. 1, 1982	26,831	36,716
Class 5			
• 1st year rates	Jan. 1, 1986	11,441	14,770
• 2nd year renewal rates	Jan. 1, 1985	21,060	28,235
• 3rd year renewal rates	Jan. 1, 1984	36,105	49,434
• 4th year renewal rates	Jan. 1, 1983	36,942	50,616
• 5th year renewal rates	Jan. 1, 1982	37,440	51,319

Family Pract
"exposure"
nicer

Underwriting
tail 21,000

*From add 40%
to get 1000
premium*

CLAIMS-MADE PREMIUMS PREPARED BY MILLIMAN & ROBERTSON, INC., CONSULTING ACTUARIES FOR THE MEDICAL INDEMNITY CORPORATION OF ALASKA, ARE BASED ON A FIVE-YEAR SLIDING STEP FOR REPORTED CLAIMS ADJUSTED ANNUALLY FOR CLAIMS EXPERIENCE.

*RETROACTIVE DATES AND RENEWAL PREMIUMS APPLY TO 2ND THROUGH 5TH YEAR ANNUAL RENEWAL WITH THE FIRST DATE OF THE ORIGINAL POLICY (INCEPTION DATE). EFFECTIVE ON OR WITHIN THE CALENDAR YEAR FOLLOWING THE RETROACTIVE DATE SHOWN. FIRST YEAR PHYSICIANS ARE SUBJECT TO FIRST YEAR RATES.

ALL POLICIES ARE RENEWED EACH YEAR ON JANUARY 1. ALL 1ST YEAR AND RENEWAL PREMIUMS ARE PRORATED SUBJECT TO THE FIRST DAY OF COVERAGE (INCEPTION DATE) UNDER THE ORIGINAL POLICY.

NOTE: IF 10% OR MORE OF THE PHYSICIAN'S PRACTICE IS IN A SPECIALTY WITH A HIGHER CLASS THAN HIS NORMAL SPECIALTY, HE OR SHE WILL BE PLACED IN THE HIGHER SPECIALTY FOR RATING PURPOSES.

Reed 2-18-86

ASSOCIATION OF THE AMERICAN
COLLEGE OF NURSE MIDWIVES
CLAIM AUDIT

By: Marilyn P. Driesen
Philadelphia Claims
Manager,

November 30, 1985

Alexsis

Risk Management Service

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Company Claims
1985
- VI. Summary of Results
- VII. Conclusions
- VIII. Recommendations/Comments

Alexsis

Risk Management Service

I. Scope of Audit

The audit was conducted at the home offices of Interstate National Corporation (Chicago Insurance Company) in Chicago, Illinois; Mutual Fire Marine and Inland Insurance Company, in Philadelphia, Pennsylvania; and The Home Insurance Company, in New York City, New York.

The file review was to study all files for reserve adequacy and technical procedures of the respective carriers for the insured program years of 1976 through present.

Total files reviewed amount to 65.

II. Extent and Purpose of Audit

The purpose of the audit was to determine the propriety of reserves and the reserving procedures employed by the three insurance carriers for their respective policy periods.

At the same time, there was an analysis of the technical quality and the claim service being rendered.

III CHICAGO INSURANCE COMPANY

An audit was conducted on November 11,12,13,14 and 15, 1985 at the offices of Interstate National Corporation, 55 East Monroe Street, Chicago, Illinois 60603. Telephone number (312) 346-6400. The Claim Manager is Jack Knish.

Chicago Insurance Company was the carrier for several years. The expiration date was June 30, 1983.

Total files reviewed were 50. Present pending files are 21.

All claims reviewed were handled by staff adjusters, and reviewed on a monthly diary by supervisory personnel.

Reserves were reviewed and found to be adequate. Reserve recommendations were presented to supervisor for approval and/or comment.

All files are seen on monthly diaries, noted by both supervisor and adjuster. With their internal claim file review system, I find it would be difficult to have a claim file go for a period of a few months without being seen.

Mail was matched immediately to files and the files that warranted the excess carrier being notified was also done.

Investigations for the most part were adequate and done in a timely manner.

Alexsis

Risk Management Service

There were a few files which I commented on, if I felt the reserves may be low. Those you will see on the individual work sheets.

Most of the files reviewed exhibited confirmation of special damages, negotiations and work product.

Files were neat in chronological order. A very effective and efficient claim operation.

Alexsis

Risk Management Service

HOME INSURANCE COMPANY

An audit was conducted on November 21, 22 and 23, 1985 at the offices of Home Insurance Company, 59 Madison Lane, New York City, New York 10039. The telephone number is (212) 530-7000. The Supervisor in charge of the medical/professional liability unit is Patricia L. Page.

Of the three offices I visited, this was the least organized. There were 22 files to be reviewed. All offices were notified at the same time and the Home Insurance Company was the last audit to be completed.

Out of the 22 files, I only saw 8 files.

The reason for this is due in part to their assigning the claim to the closest office where it occurs.

This in itself is not a problem, however, there is no one person monitoring the files.

The individual files reviewed were adequate, work product was evident, and in some instances good. (Some files were given to independent adjustment companies for statements, follow up, etc.)

Reserves on files seen were adequate, there are still files which need to be developed, (however, that is not necessarily the fault of the adjuster, but in the legal system).

Alexsis

Risk Management Service

As with the other carriers, if I noted deficiencies I noted them on the work sheet.

The remainder of the files are being sent to me express mail from the Washington, Texas and California. When received I will complete Home Insurance Company audit.

Alexsis

Risk Management Service

THE MUTUAL FIRE MARINE AND INLAND INSURANCE COMPANY

An audit was conducted on November 18, 1985 at the offices of the Mutual Fire Insurance Company UMI Building, 1760 Market Street, Philadelphia, Pennsylvania 19103. Telephone number (215) 563-7100. The Claim Manager is Paul Dooley.

Master Policy Number GA043288. July 1, 1984 through July 1, 1985. Master policy with all individual insureds expiring by December 31, 1985.

Number of Insureds: 1,299

Total Incidents Reported: 7 No Date

The present pending claim count is 7 files. All incidents are set up as claims. All claims which are sent to Mutual Fire, are given to an independent claims service for handling. The major reserving responsibility rests with the adjuster handling the file. I found the reserving practices to be good. As you are aware, these are initial reserves and are fairly realistic for the information available at this time.

Investigation was found to be timely. And reserve adjustments were made up or down within a reasonable amount of time of when it became known previous reserves were unadequate.

Alexsis

Risk Management Service

I did note in the files reviewed different adjusters make reserve recommendations. To be consistent, I believe reserves should be made by the supervisor involved with those files, or at least input should come from that person.

Investigations were good and leave little to be criticized, at this point in time. These files are far from being developed to their fullest potential, but there appears to be a good grasp on knowledge known to date.

Again, as with the reserving, I did not see any input from a supervising authority figure. I believe that is necessary so that the files do not lose direction or proper development.

Alexsis

Risk Management Service

SUMMARY OF RESULTS

The files reviewed in total have been from various states.

They are as follows:

<u>STATE</u>	<u>CLAIMS PRESENTED</u>
Florida	11
Pennsylvania	9
New York	7
California	6
Minneapolis	4
Maryland	3
Colorado	3
Connecticut	2
New Mexico	2
Georgia	2
Massachusetts	2
Texas	2
Arizona	2
Illinois	1
North Carolina	1
Delaware	1
Wisconsin	1
Utah	1
Louisiana	1
Mississippi	1
Virginia	1
New Jersey	1
Arkansas	1

AMERICAN COLLEGE OF NURSE-MIDWIVES
PROFESSIONAL LIABILITY LOSS EXPERIENCE HISTORY

<u>Year</u> <u>Carrier</u>	<u>Number</u> <u>Claims</u>	<u>Status</u> <u>Open-Closed</u>		<u>Current</u> <u>Indemnity</u>	<u>Reserves</u> <u>Expense</u>	<u>Paid</u> <u>Indemnity</u>	<u>Expense</u>
1979 (Chicago)	2	-	2	\$ -0-	\$ -0-	\$ -0-	-0-
1980	1	1	-	\$ 15,000.00	\$ 9,237.14	\$ -0-	\$ 10,882.00
1981	14	8	6	\$ 87,795.00	\$41,311.00	\$ -0-	\$ 19,635.00
1982	22	5	17	\$247,100.00	\$30,282.00	\$565,741.00	\$114,197.00
1983	11	7	4	\$ 36,500.00	\$ 9,779.00	\$ 33,750.00	\$ 21,264.00
1984 (Home)	8	7	1	\$127,500.00	\$ -0-	\$ -0-	Home Ins. Not Tracking Expenses
1985 (Mutual)	7	5	2	\$ 13,500.00	\$ 2,150.00	\$ -0-	\$ 1,628.15
				<u>\$527,395.00</u>	<u>\$92,759.14</u>	<u>\$599,491.00</u>	<u>\$ 167,606.15</u>

32 closed cases = paid out + expenses
6 years
3 companies

CONCLUSIONS

Overall, as with all the files reviewed, the liability for a majority of the claims for Nurse Midwives is limited in respect to exposure. Most times the circumstances involving the Nurse Midwives in claims are hospital/medical center type settings (66%).

In those files you find liability is generally shared with the physicians, and/or hospital and staff.

The Birth Centers (19%), Physician Offices/Laboratories and Home settings make up the balance (15%).

98% of the files reviewed, the Nurse Midwives are employed, and in most cases their coverage is secondary to their employer.

While I did not find claims handling consistency in every carriers' office, the deficiencies cited do not carry enough impact to alter my conclusion that the files are deemed satisfactory.

**AMERICAN COLLEGE OF NURSE-MIDWIVES,
ALASKA CHAPTER**

March 9, 1986

Mr. Art Stanford, Manager
Medical Indemnity Corporation of Alaska
Alaska USA Office Building
4000 Credit Union Drive, Suite 525
Anchorage, Alaska 99503

Dear Mr. Stanford:

As a follow-up of our meeting at your office on February 24th, I am writing to request that MICA consider the inclusion of certified nurse-midwives (CNM's) as a provider group eligible for liability insurance coverage with your corporation.

I understand that MICA will probably need an amendment to AS 21.88.030, 050, 080, and 900. Senator Bettye Fahrenkamp has written draft legislation and I will be contacting her to determine the best way to set the amendment process in motion.

I know that certified nurse-midwives may currently obtain liability insurance through MICA if they are an employee of a MICA covered physician. However, there are certified nurse-midwives who work with physicians who do not carry their own liability insurance. In addition, Alaska statutes that cover certified nurse-midwives as Advanced Nurse Practitioners, do not require the CNM to be an employee of a physician. The certified nurse-midwife must show proof of her collaboration/referral process. As an example, the law would allow a group of certified nurse-midwives to form their own business. Nurse-midwives need their own affordable liability coverage.

In the past, the American College of Nurse-Midwives (ACNM) has held a master group liability policy for its members wishing coverage. Mutual Fire, Marine and Inland Insurance Company of Philadelphia terminated that policy as of July 1, 1985 due to problems with the 'reinsurance' industry. (See attached Fact Sheet: Nurse-Midwives and the Malpractice Insurance Crisis.)

March 24, 1986

Representative Mike Navarre
Chairman, Labor and Commerce Committee
House of Representatives
Pouch V
Juneau Alaska 99801

Dear Representative Navarre:


I am writing in support of a work draft received by your committee from Senator Farenkamp's office regarding an enabling statute to be amended to Medical Indemnity Corporation of Alaska (MICA's) current statute. This statute currently allows Certified Nurse-Midwives coverage, only if they are employed by physicians also covered by MICA insurance. The amendment would allow nurse-midwives the opportunity to acquire liability insurance as independent providers.

I believe you have recently received information from the Alaska chapter of the American College of Nurse-midwives regarding the current employment status of Alaska CNM's, as well as information regarding the possibility of national licensure through the American College of Nurse-Midwives.

At this time in Juneau I am the only nurse-midwife in clinical practice. This situation will change in July 1986, when I will have to close my practice due to soaring malpractice rates. I am very concerned about keeping childbearing options available for women and their families not only in Juneau, but all of Alaska.

I urge you to promote a committee bill that would amend MICA's statute to allow coverage of CNM's independent of their collaborating physician's insurance company. This is needed to provide assurance that nurse-midwives will continue to be viable health care providers in the state of Alaska.

Sincerely,



Fran Kinkead CNM
137 Benrends Ave.
Juneau, Ak. 99801
586-9445



RECORDS CERTIFICATION



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

James O. Smith
Signature of Camera Operator

7/25/89
Date

HB

527

STATE OF ALASKA
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY

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JUNEAU, ALASKA 99811
907-465-3800

May, 1986

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS date base CM 14. In order to save space copies of minutes have not been left in the files.

Jeanie Henry

House Judiciary

4/9/86

1:30 pm

HOUSE
COMMITTEE REPORT

(7)

Date referred: 2/10/86

FURTHER REFERRALS:

DATE: 4/9/86

The JUDICIARY Committee has considered HB 527

"An Act relating to definition of residency for purposes of the fish and game code."

and recommends:

- do pass
- do not pass
- do pass with attached amendment(s)
- no recommendation
- replace with Committee substitute] same title
- new title

and recommends do pass

further referral to the _____ Committee

- and attaches:
- letter of intent
 - first fiscal note
 - new fiscal note
 - zero fiscal note

SIGNING DO PASS:

SIGNING OTHER RECOMMENDATIONS:

Chairman

Offered: 2/10/86
Referred: Judiciary

Original sponsor: Shultz

1 IN THE HOUSE BY THE RESOURCES COMMITTEE
2 CS FOR HOUSE BILL NO. 527 (Resources
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - SECOND SESSION
5 A BILL
6 For an Act entitled: "An Act relating to the definition of residency for
7 purposes of the fish and game code."
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
9 * Section 1. AS 16.05.940(19) is amended to read:
10 (19) "resident" means a person who for the preceding 12
11 consecutive months has maintained a permanent place of abode in the
12 state and who has continually maintained a voting residence in the
13 state; [AND IN THE CASE OF A PARTNERSHIP, ASSOCIATION, JOINT STOCK
14 COMPANY, TRUST, OR CORPORATION, "RESIDENT" MEANS ONE THAT HAS ITS MAIN
15 OFFICE OR HEADQUARTERS IN THE STATE;] however, a member of the mili-
16 tary service who has been stationed in the state for the preceding 12
17 consecutive months is a resident for the purposes of this paragraph,
18 and the dependent of a resident member of the military service, who
19 has been living in the state for the preceding 12 consecutive months
20 [YEAR] is a resident for the purposes of this paragraph, and a person
21 who is an alien but who for the preceding 12 consecutive months [ONE
22 YEAR] has maintained a permanent place of abode in the state is a
23 resident for the purposes of this paragraph;

STATE OF ALASKA 1986 LEGISLATIVE SESSION FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : HB 527
 Title : An Act relating to the definition of residency for purposes of the fish and game code.
 Sponsor : Shultz
 Requestor : Resources and Judiciary
 Date of Request : 2/4/86

FISCAL DETAIL

Agency Affected : Dept. of Public Safety
 BRU : Fish & Wildlife Protection Div.
 Components : Enforcement

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE	0	0	0	0	0	0
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FUNDING : (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	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

ANALYSIS : Attach a separate page if necessary

Prepared by : J. R. Nutgrass
 Division : Fish & Wildlife Protection

Phone : (907) 269-5509
 Date : 2/10/86

Approved by Commissioner : [Signature]
 Agency : _____

Date : 2/11/86

Distribution (by Agency preparing fiscal note) :

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

DEPARTMENT OF PUBLIC SAFETY

POSITION PAPER - HB 527

SUPPORT

HB 527 - "An Act relating to the definition of residency for the purposes of the fish and game code."

The Department of Public Safety is in support of House Bill No. 527.

We support the clarification in defining "resident" as this will facilitate the enforcement responsibility in carrying out the statutory requirement of residency.

The deletions on Page 1, lines 13-15, has no effect on the requirements or enforcement of residency.


Robert J. Sundberg
Commissioner

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : C5HB 527 (Res.)
 Title : Act ref the definition of
residency for purposes of the fish
and game code.
 Sponsor : Shultz - original
 Requestor : H. Judiciary
 Date of Request : _____

FISCAL DETAIL

Agency Affected : Public Safety & Dept. of Law
 BRU : Fish & Wildlife Protection

 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
----------------	---	---	---	---	---	---

REVENUE	0	0	0	0	0	0
----------------	---	---	---	---	---	---

FUNDING : (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	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

ANALYSIS : Attach a separate page if necessary

Prepared by : Captain James R. Nutgrass Phone : 269-5509
 Division : Fish & Wildlife Protection Date : 2/25/86

Approved by Commissioner : Michael J. Clemens Date : 2-27-86
 Agency : Public Safety

Distribution (by Agency preparing fiscal note) :

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

DEPARTMENT OF PUBLIC SAFETY
POSITION PAPER - CSHB 527 (Res)

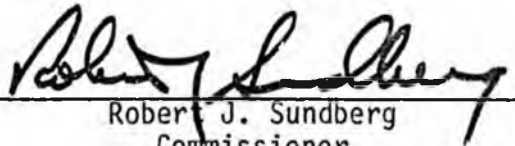
SUPPORT

CSHB 527 (Res)- "An Act relating to the definition of residency for the purposes of the fish and game code."

The Department of Public Safety is in support of CS House Bill No. 527 (Res).

We support the clarification in defining "resident" as this will facilitate the enforcement responsibility in carrying out the statutory requirement of residency.

The deletions on Page 1, lines 13-15, has no effect on the requirements or enforcement of residency of an individual.


Robert J. Sundberg
Commissioner

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : HB 527
 Title : "An Act relating to the definition of residency for purposes of the Fish & Game Code"
 Sponsor : Schultz
 Requestor : Resources & Judiciary
 Date of Request : 1/31/86

FISCAL DETAIL

Agency Affected : Dept. of Fish & Game
 BRU : Sport Fish & Game
 Components : Sport Fish & Game

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
TRAVEL	-0-	-0-	-0-	-0-	-0-	-0-
CONTRACTUAL	-0-	-0-	-0-	-0-	-0-	-0-
SUPPLIES	-0-	-0-	-0-	-0-	-0-	-0-
EQUIPMENT	-0-	-0-	-0-	-0-	-0-	-0-
LAND & STRUCTURES	-0-	-0-	-0-	-0-	-0-	-0-
GRANTS, CLAIMS	-0-	-0-	-0-	-0-	-0-	-0-
MISCELLANEOUS	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

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

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

FUNDING : (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS	-0-	-0-	-0-	-0-	-0-	-0-
OTHER	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS :

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

ANALYSIS : Attach a separate page if necessary

Prepared by : Denny Ream
 Division : Administration

Phone : 465-4120
 Date : 2-7-86

Approved by Commissioner : [Signature]
 Agency : Department of Fish and Game

Date : 2/7/86

Distribution (by Agency preparing fiscal note) :

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

February 7, 1986

MEMORANDUM

TO: House Resource Committee

FROM: Dan Beck *DB*

RE: HB 527

During this past interim I worked for the House Resources Committee as an aide working out of the Delta Junction Legislative Information Office .

The Delta Fish and Game Advisory Committee requested that Representative Shultz introduce legislation that would clarify the definition of resident in AS 16.05.940 (19) for the purpose of obtaining fishing and hunting license.

Their motive in requesting this measure was to alleviate problems in enforcement and to remove portions of the statute that were irrelevant.

In researching the need for this measure I found no one who had any idea what purpose the deleted section provided and all parties contacted at Fish and Wildlife Protection agreed that the addition of the words referring to the preceding twelve months would help with enforcement.

P.O. BOX 63
MARKEN, ALASKA 99833
(907) 248-4495

While in Juneau
POUCH V
JUNEAU, ALASKA 99811
(907) 465-4942, 465-4943



RESOURCES COMMITTEE

MEMBER
TRANSPORTATION
COMMITTEE

House of Representatives

DISTRICT 26

ADAK
AKUTAN
ALEKNAGIK
ATKA
BELKOPSKI
CLARK'S POINT
COLD BAY
DILLINGHAM
DUTCH HARBOR
EGEGIK
KUK
EKWOK
FALSE PASS
IGIUGIG
ILIAMNA
KING COVE
KING SALMON
KOKHANOK
KOLIGANEK
LEVELOCK
MANOKOTAK
NAKNEK
NELSON LAGOON
NEWMALEN
NEW STUYAHOK
NIKOLSKI
NONDALTON
PEDRO BAY
PILOT POINT
PORT ALSWORTH
PORT HEIDEN
PORT MOLLER
PORTAGE CREEK
SAND POINT
SOUTH NAKNEK
SQUAW HARBOR
ST GEORGE
ST PAUL
TOGIAK
TWIN HILLS
UGASHIK
UNALASKA

October 14, 1985

Mark Ruesch
1939 Long Lake Road
New Brighton, MN 55112

Dear Mr. Ruesch,

Thank you for sharing your concerns with me about sport hunting in Alaska. I am glad to know that you have decided to exercise free choice and hunt in the Lower 48.

Sincerely,

Adelheid Herrmann

Adelheid Herrmann
Representative
District 26

Dear Representative Herman,

I'm writing this letter to express my concern about a rule that requires non resident hunters to use a registered guide when hunting dall sheep + grizzly bear. I really don't understand the logic behind this. How much money do you think we have? Not every hunter can afford a guide and, neither is it necessary when you have friends in the state who know the areas to be hunted.

We have to shell out \$450.00 just for a license which is justifiable, however, the guide is bullshit. It's clearly a political football and money making scheme for the Alaskan Professional Hunters Association.

I have also heard of late that the Caribou season is closed to non residents as of the remainder of the year.

Keep it up, I hope your tourist + hunter money dries up like a desert.

I know Alaska is app. my last for hunting. I'll exercise FREE CHOICE + hunt in the lower 48

Sincerely, Mark Russel

PROPOSED AMENDMENTS TO CSHB 527

CSHB 527 (copy attached) clarifies the definition of "resident" for Fish and Game Licensing purposes. The following amendments also clarify existing language and could be added to CSHB 527.

1. NOTE: Clarifies the intent that military personnel purchase ^a nonresident license at full price before hunting big game.

AS 16.05.340(d) is amended to read:

(d) Members of the military service on active duty who are permanently stationed in the state, and their dependents, who do not qualify as residents under AS 16.05.940(19) [16.05.940(20)], may obtain special nonresident military small game and sport fishing licenses at the rates for resident hunting and sport fishing licenses, but may not take a big game animal without previously purchasing a regular nonresident hunting license for the full fee prescribed for the nonresident license in (a)(9) of this section and a numbered, nontransferable appropriate tag[,] issued at one-half of the nonresident rate prescribed in [UNDER] (a)(15) of this section.

2. NOTE: Deletes "oath" language and replaces with "executed under penalty of perjury" clause as is now required for the issuance of crewmember licenses.

AS 16.05.360 is amended to read:

Sec. 16.05.360. COMMISSIONER OF REVENUE CHARGED WITH LICENSE ISSUANCE. The commissioner of revenue or an authorized agent [DEPUTY] shall issue a a [EACH] license and tag to each [A] qualified person who files a [UNDER] written application containing the [SUCH] reasonable information [AS] required by the commissioner together with the required fee. The commissioner shall designate the license and tag form or type. The form or type must [SHALL] be sufficient to identify and locate the applicant and establish the applicant's status as to residency and citizenship. The application must be simple in form and must be executed by the applicant under the penalty of perjury. [EACH APPLICATION SHALL BE SUBSCRIBED AND SWORN TO BY THE APPLICANT BEFORE AN OFFICER AUTHORIZED TO ADMINISTER OATHS IN THE STATE.]

HOUSE
COMMITTEE REPORT

2/10

(9)
Date referred: 1/31/86

FURTHER REFERRALS: JUDICIARY

DATE: Feb 10, 1986

The RESOURCES Committee has considered HB 527

"An Act relating to definition of residency for purposes of the fish and gam code."

and recommends:

- do pass
- do not pass
- do pass with attached amendment(s)
- no recommendation
- replace with CS HB 527 (Res) same title
- new title

and recommends do pass

further referral to the _____ Committee

- and attaches:
- letter of intent
 - first fiscal note
 - new fiscal note
 - zero fiscal note

SIGNING DO PASS:

Shultz Dick Shultz

Herrmann Adelheid Herrmann

Cato Bette Cato

Jenkins Roger Jenkins

Pearce W. George

Sund John Sund

Miller(NP) M.W. Miller

Wallis F. Kay Wallis

SIGNING OTHER RECOMMENDATIONS:

David M. Thompson - NO REC
Thompson

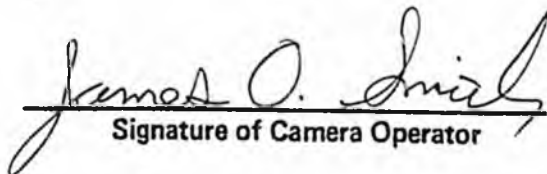
Dick Shultz
Co-Chairman Shultz

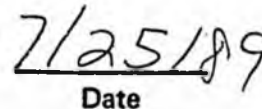


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Signature of Camera Operator


Date

H B

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THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY

LEGISLATIVE REFERENCE LIBRARY

POUCH Y - STATE CAPITOL
JUNEAU, ALASKA 99811
907-465-3800

May, 1986

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS date base CM 14. In order to save space copies of minutes have not been left in the files.

Jeanie Henry

House Judiciary 3/11/86

1:30 - 3:00 pm



STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

1/31
The Honorable Ben Grussendorf
Speaker of the House
Alaska State Legislature
P.O. Box V
Juneau, AK 99811

1/30/86
Dear Representative Grussendorf:

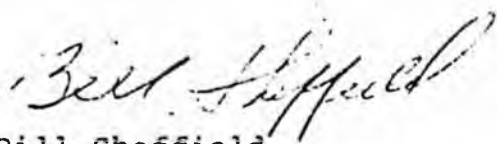
Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill relating to violent crimes compensation. This bill makes a clarifying amendment, addressing an ambiguity in existing law.

Currently, the Violent Crimes Compensation Board is authorized to award compensation to, or for the benefit of, one or more of the dependents of a victim of certain incidents or offenses, in a situation in which the victim dies. AS 18.67.080(a)(3). However, a dependent is currently defined as a relative of the victim who is dependent upon the victim's income. AS 18.67.180(2). Although the board may award compensation for any other loss the board determines to be reasonable under AS 18.67.110(4), the current practice of awarding compensation to a spouse of a victim, for child care and housekeeping expenses, when the victim was a homemaker and therefore didn't contribute monetary support to the spouse, could be subject to question. This results from the ambiguity in the interrelationship of three provisions: AS 18.67.080(a)(3), 18.67.110(4), and 18.67.180(2).

Redefining "dependent" to include a relative who is dependent on the victim's services, as well as one who is dependent on the victim's income, would correct this ambiguity.

I urge your prompt and favorable action on this bill.

Sincerely,


Bill Sheffield
Governor

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST HB 534 #1

FISCAL DETAIL

Bill/Resolution No. : Law # 377-067-86
Title : An Act relating to violent crimes compensation

Agency Affected : Public Safety
BRU : Violent Crimes Compensation Board

Sponsor : _____
Requestor : _____
Date of Request : _____

Components : Violent Crimes Compensation Board

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		0	0	0	0	0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		0	0	0	0	0
CAPITAL						
REVENUE						

FUNDING : (Thousands of Dollars)

GENERAL FUND		0	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary No financial impact. This bill clarifies the definition of dependents in the statutes which will give the compensation board a firmer basis for the awarding of compensation for dependents of dead victims.

Prepared by : Joseph Reeves, Budget Analyst
Division : Administrative Services

Phone : 465-4349
Date : 12/2/85

Approved by Commissioner : [Signature]
Agency : Public Safety

Date : 12/3/85

Distribution (by Agency preparing fiscal note) :

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

FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : HB 534
 Title : " An Act relating to violent crimes compensation..."
 Sponsor : Rules Committee
 Requestor : House State Affairs
 Date of Request : 2/11/86

FISCAL DETAIL

Agency Affected : Public Safety
 BRU : Violent Crimes Compensation Board
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	- 1 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -

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

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

FUNDING : (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS :

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : Attach a separate page if necessary

Kex

Prepared by : Nola K. Cadd *NKC*
 Division : Violent Crimes Compensation Board

Phone : 465-4040
 Date : 2/11/86

Approved by Commissioner : Yes *hmm/ls*
 Agency : Public Safety

Date : 2/11/86

Distribution (by Agency preparing fiscal note):

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

FISCAL NOTE

Revision Date : _____

REQUEST 11B 534 #2
 Bill/Resolution No. : 377-067-86
 Title : Violent Crimes Compensation Statutes
 Sponsor : Alaska Women's Commission
 Requestor : _____
 Date of Request : _____

FISCAL DETAIL
 Agency Affected : Public Safety
 BRU : _____
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		-0-	-0-	-0-	-0-	-0-
CAPITAL		-0-	-0-	-0-	-0-	-0-
REVENUE		-0-	-0-	-0-	-0-	-0-

FUNDING : (Thousands of Dollars)

GENERAL FUND		-0-	-0-	-0-	-0-	-0-
FEDERAL FUNDS		-0-	-0-	-0-	-0-	-0-
OTHER						
TOTAL						

POSITIONS :

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

ANALYSIS : Attach a separate page if necessary

Prepared by : John Pugh Phone : 465-3030
 Division : Commissioner Date : 12/31/85

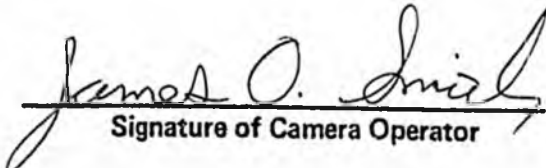
Approved by Commissioner : *John Pugh* Date : 12/31/85
 Agency : Department of Health and Social Services

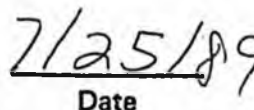
- Distribution (by Agency preparing fiscal note):
- Legislative Finance
 - Legislative Sponsor
 - Requestor
 - Office of Management and Budget
 - Impacted Agency(ies)



RECORDS CERTIFICATION

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


Signature of Camera Operator


Date

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JUNEAU, ALASKA 99811
907-465-3800

May, 1986

Copies of minutes listed below were originally included in this file. The minutes are available on the STAIRS date base CM 14. In order to save space copies of minutes have not been left in the files.

Jeanie Henry

House Judiciary	4/4/86	1:30 pm
" "	4/9/86	1:30 pm
" "	4/11/86	1:30 pm

**HOUSE
COMMITTEE REPORT**

(7)

Date referred: 4/2/86

(waived from State Affairs 4/2)

FURTHER REFERRALS:

DATE: _____

The JUDICIARY Committee has considered HB 535

"An Act relating to the registration of motor vehicles."

and recommends:

- do pass
- do not pass
- do pass with attached amendment(s)
- no recommendation
- replace with CSHB 535 (JUD) same title
- new title

and recommends _____

further referral to the _____ Committee

- and attaches:
- letter of intent
 - first fiscal note
 - new fiscal note
 - zero fiscal note

SIGNING DO PASS:

SIGNING OTHER RECOMMENDATIONS:

W. H. Hill
John T. Taylor
[Signature]
[Signature]
Roll E. [Signature]

W. H. Hill
Chairman

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : 4/8/86

REQUEST

Bill/Resolution No. : CSHB 535 (Jud)
 Title : "An Act relating to registration of motor vehicles; EFD."
 Sponsor : Rieger, et al
 Requestor : House Judiciary
 Date of Request : 4/4/86

FISCAL DETAIL

Agency Affected : Public Safety
 BRU : Motor Vehicles
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		0	61.6	61.6	61.6	61.6
TRAVEL		0	0	0	0	0
CONTRACTUAL		15.0	78.5	18.3	18.3	18.3
SUPPLIES		0	3.0	3.0	3.0	3.0
EQUIPMENT		0	1.4	0	0	0
LAND & STRUCTURES		0	0	0	0	0
GRANTS, CLAIMS		0	0	0	0	0
MISCELLANEOUS		0	0	0	0	0
TOTAL OPERATING		15.0	144.5	82.9	82.9	82.9
CAPITAL		0	0	0	0	0
REVENUE		0	450.0	459.0	468.0	477.0

FUNDING : (Thousands of Dollars)

GENERAL FUND		15.0	144.5	82.9	82.9	82.9
FEDERAL FUNDS		0	0	0	0	0
OTHER		0	0	0	0	0
TOTAL		15.0	144.5	82.9	82.9	82.9

POSITIONS :

FULL-TIME		0	2	2	2	2
PART-TIME		0	0	0	0	0
TEMPORARY		0	0	0	0	0

ANALYSIS : Attach a separate page if necessary

Prepared by : *W. A. Miller* Phone : _____
 Division : _____ Date : 4/8/86

Approved by Commissioner : _____ Date : _____
 Agency : _____

Distribution (by Agency preparing fiscal note) :
 Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

CSHB 535 (Jud)

4/8/86

F I S C A L N O T E F O R F Y - 8 7

(In Thousands)

CONTRACTUAL

Promotion and advertising

Advertising 15.0

TOTAL FY-87

15.0

F I S C A L N O T E F O R F Y - 8 8
(In Thousands)

PERSONAL SERVICES

In Anchorage --		
2 MVR II, Range 9	<u>61.6</u>	61.6

CONTRACTUAL

Professional services		
Counter modifications	4.0	
CRT Installation	.2	
DP Program modification	<u>36.2</u>	
		40.4
Communications		
Postage	11.3	
Telephone	<u>3.1</u>	
		14.4
Promotion and advertising		
Forms	1.5	
Advertising	<u>13.5</u>	
		15.0
Data Processing		
Network Connect Fee for	2.0	
2 Terminals		
CRT Maintenance	1.8	
CRT Lease	<u>4.9</u>	
		<u>8.7</u>
		78.5

SUPPLIES

Normal office supplies	<u>3.0</u>	3.0
------------------------	------------	-----

EQUIPMENT

File cabinets	.6	
Stools for new positions	<u>.8</u>	
		<u>1.4</u>

TOTAL FY-88		144.5
-------------	--	-------

REVENUE

Projected revenue = 450,000 motor vehicles x \$1.00 per vehicle.

NOTE: Based on estimates provided by the Dept. of Public Safety.
Presumes annual 2% increase in no. of vehicles registered.

STATE OF ALASKA
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY

POUCH Y STATE CAPITOL
JUNEAU ALASKA 99811
907 465 3800

MEMORANDUM

April 11, 1986

SUBJECT: Coverage of CSHB 535(Jud)
TO: Representative M. Mike Miller
Chair, Judiciary Committee
FROM: Theresa L. Bannister *TLB*
Legislative Counsel

This memo accompanies the draft of CSHB 535(Jud) that you requested. Motor-driven cycles have been exempted from the insurance requirements of AS 28.22, "Motor Vehicle Liability Insurance". They have not been exempted from the requirements of AS 28.20, "Motor Vehicle Safety Responsibility Act"; do you want them to be exempted from that chapter?

TLB:mkr
m4/094

Enclosure

Bannister
4/11/86

Original sponsors: Rieger, Ringstad,
Gruenberg, et al

1 IN THE HOUSE

BY THE JUDICIARY COMMITTEE

2 CS FOR HOUSE BILL NO. 535 (Judiciary)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the registration fees for motor
7 vehicles, the insurance requirements for obtaining
8 and maintaining motor vehicle registration, the
9 insurance requirements for motor-driven cycles, and
10 the cancellation of motor vehicle insurance policies;
11 and providing for an effective date."

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

13 * Section 1. AS 28.10.021(a) is amended to read:

14 (a) The owner of a vehicle subject to registration shall apply
15 for registration under this chapter by properly completing the form
16 prescribed by the commissioner under AS 28.05.041. Before the issu-
17 ance of a certificate of registration by the department, the owner
18 shall

19 (1) pay all registration fees and taxes required under this
20 chapter and federal heavy vehicle use taxes required under 26 U.S.C.
21 4481 (Internal Revenue Code of 1954);

22 (2) unless the owner qualifies as a self-insurer under
23 AS 28.20.400 or the vehicle is a motor-driven cycle, provide evidence
24 satisfactory to the department of the existence of a motor vehicle
25 liability policy that complies with AS 28.22.010 for the vehicle being
26 registered; and

27 (3) [SHALL] comply with [ANY] other applicable statutes and
28 regulations.

29 * Sec. 2. AS 28.10.041(a) is amended to read:

- 1 (a) The department may refuse to register a vehicle if
- 2 (1) the application contains a false or fraudulent state-
- 3 ment;
- 4 (2) the applicant fails to furnish information required by
- 5 the department;
- 6 (3) the applicant is not entitled to the issuance of a
- 7 certificate of title or registration under this chapter;
- 8 (4) the vehicle is determined to be mechanically unsafe to
- 9 be driven or moved on a highway, vehicular way or area, or other
- 10 public property in the [THIS] state;
- 11 (5) the department has reasonable grounds to believe that
- 12 the vehicle was stolen or fraudulently acquired or that the granting
- 13 of registration would be a fraud against the rightful owner or other
- 14 person having a valid lien upon the vehicle;
- 15 (6) the registration of the vehicle has been suspended or
- 16 revoked for any reason under the laws of the [THIS] state;
- 17 (7) the required fees or taxes have not been paid;
- 18 (8) the vehicle or applicant fails to comply with this
- 19 chapter or regulations authorized by this section;
- 20 (9) the vehicle is without a certificate of inspection
- 21 required under AS 28.32.010;
- 22 (10) the vehicle is subject to a state-approved local
- 23 emission inspection program adopted by municipal ordinance under
- 24 AS 46.03.210, and the vehicle does not meet the standards of that
- 25 program, unless the vehicle uses a fuel source that does not primarily
- 26 emit carbon monoxide;
- 27 (11) the applicant fails to provide evidence satisfactory
- 28 to the department of the existence of a motor vehicle liability policy
- 29 that complies with AS 28.22.010 for the vehicle being registered,

1 unless the owner of the vehicle qualifies as a self-insurer under
2 AS 28.20.400 or the vehicle is a motor-driven cycle.

3 * Sec. 3. AS 28.10.051 is amended by adding a new subsection to read:

4 (b) Unless the owner qualifies as a self-insurer under AS 28.-
5 20.400 or the vehicle is a motor-driven cycle, the department may
6 suspend or revoke the registration of a vehicle that is not insured by
7 a motor vehicle liability policy that complies with AS 28.22.010.

8 * Sec. 4. AS 28.10.111 is amended by adding a new subsection to read:

9 (c) Unless the owner of the vehicle qualifies as a self-insurer
10 under AS 28.20.400 or the vehicle is a motor-driven cycle, the depart-
11 ment may not renew the registration of a vehicle without receiving
12 evidence satisfactory to the department that the vehicle is insured by
13 a motor vehicle liability policy that complies with AS 28.22.010.

14 * Sec. 5. AS 28.10 is amended by adding a new section to read:

15 Sec. 28.10.115. NOTIFICATION OF CANCELLATION. An insurer shall
16 notify the department within 10 days after the cancellation of a motor
17 vehicle liability policy issued by the insurer for a vehicle that is
18 registered under this chapter, unless the vehicle is a motor-driven
19 cycle.

20 * Sec. 6. AS 28.10.421(b) is amended to read:

21 (b) The annual registration fees under this subsection are
22 imposed within the following classifications for:

23 (1) a passenger vehicle or motor home not used or main-
24 tained for the transportation of persons or property for hire or for
25 other commercial use \$31 [\$30];

26 (2) a pick-up truck or a van not exceeding 6,000 pounds
27 unladen weight and not used or maintained for the transportation of
28 persons or property for hire or for other commercial use .. \$36 [\$35];

29 (3) a taxicab \$66 [\$65];

1 (4) a motor bus with a seating capacity for 20 or more
 2 persons and used exclusively for commercial purposes in the trans-
 3 porting of visitors or tourists \$81 [~~\$80~~];

4 (5) a motorcycle or a motor-driven cycle \$16 [\$15];

5 (6) a two- or four-wheeled trailer not used or maintained
 6 for the transportation of persons or property for hire or for other
 7 commercial use, including, but not limited to, a boat trailer, baggage
 8 trailer, box trailer, utility trailer or house trailer \$5.

9 * Sec. 7. AS 28.10.421(c) is amended to read:

10 (c) The annual registration fees under this subsection are
 11 imposed and are based upon the actual unladen weight as established by
 12 the manufacturer's advertised weight or upon the actual weight that
 13 [WHICH] the owner shall furnish, subject to the approval of the com-
 14 missioner or the commissioner's representative, for a vehicle, includ-
 15 ing a motor vehicle pulling a trailer or semi-trailer, used or main-
 16 tained for the transportation of passengers for hire, excepting taxi-
 17 cabs and buses under (b) of this section, or for the transportation of
 18 property for hire or for other commercial use, including a commercial
 19 vehicle such as a trailer, semi-trailer, truck, wrecker, tow car,
 20 hearse, ambulance, and tractor, as follows:

21 (1) up to and including 5,000 pounds \$46 [\$45];

22 (2) more than 5,000 pounds to and including 12,000 pounds
 23 \$81 [~~\$80~~];

24 (3) more than 12,000 pounds to and including 18,000 pounds
 25 \$151 [\$150];

26 (4) more than 18,000 pounds \$216 [\$215].

27 * Sec. 8. AS 28.10.421(d) is amended to read:

28 (d) The special registration fees under this subsection are
 29 imposed annually, unless otherwise specified, for:

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(1) an historic vehicle (one time only upon initial registration under AS 28.10.181) \$10;

(2) special request plates \$20;
plus the fee required for that vehicle under (b)(1) or (2) of this section; the fee required by this paragraph shall be collected only on the first issuance and on the replacement of special request plates;

(3) a vehicle owned by a disabled veteran or other handicapped person, and registered under AS 28.10.181 or a resident 65 years of age or older who complies with AS 28.10.411(c) none;

(4) a vehicle owned by the state none;

(5) a vehicle owned by an elected state official
the fee required for that vehicle under (b) of this section;

(6) a vehicle owned by a consular officer, unless waived under AS 28.10.181 \$31 [\$30];

(7) a vehicle owned by a rancher, farmer, or person engaged in the dairy business [DAIRYMAN] and registered under AS 28.10.181 \$31 [\$30];

(8) a snowmobile or off-highway vehicle \$5;

(9) an amateur mobile radio station vehicle,

(A) with a transceiver capable of less than five-band [5-BAND] operation the fee required for that vehicle under (b) or (c) of this section;

(B) in recognition of service to the public: a mobile amateur radio station owned by an amateur with general class or higher license, provided the station must be satisfactorily proved capable of operating on at least five bands between 160 through 10 meters, must have an antenna, and must have a power supply and wiring as a permanent part of the vehicle; the transmitting unit may be removed from the car for service or dry

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storage none
for a mobile amateur radio station vehicle included in (b)(1) or
(2) of this section;

(10) dealer registration plates,

(A) the initial set of plates \$41 [\$40];

(B) each subsequent set of plates \$21 [\$20];

(11) a vehicle owned by a municipality or charitable organi-
zation meeting the requirements of AS 28.10.181(c) \$6 [\$5];

(12) an occasional use vehicle under AS 28.10.181(k)
. \$16 [\$15];

(13) a vehicle owned by a former prisoner of war . . none.

* Sec. 9. AS 28.22 is amended by adding a new section to read:

Sec. 28.22.520. EXEMPTION FOR MOTOR-DRIVEN CYCLES. This chapter
does not apply to motor-driven cycles.

* Sec. 10. This Act takes effect July 1, 1987.

**STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE**

Revision Date: 4/8/86

REQUEST

Bill/Resolution No.: CSHB 535 (Jud)
 Title: "An Act relating to registration of motor vehicles; EFD."

Sponsor: Rieger, et al
 Requestor: House Judiciary
 Date of Request: 4/4/86

FISCAL DETAIL

Agency Affected: Public Safety
 BRU: Motor Vehicles

Componer's: _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		0	61.6	61.6	61.6	61.6
TRAVEL		0	0	0	0	0
CONTRACTUAL		15.0	18.5	18.3	18.3	18.3
SUPPLIES		0	3.0	3.0	3.0	3.0
EQUIPMENT		0	1.4	0	0	0
LAND & STRUCTURES		0	0	0	0	0
GRANTS, CLAIMS		0	0	0	0	0
MISCELLANEOUS		0	0	0	0	0
TOTAL OPERATING		15.0	144.5	82.9	82.9	82.9

CAPITAL		0	0	0	0	0
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REVENUE		0	450.0	459.0	468.0	477.0
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FUNDING : (Thousands of Dollars)

GENERAL FUND		15.0	144.5	82.9	82.9	82.9
FEDERAL FUNDS		0	0	0	0	0
OTHER		0	0	0	0	0
TOTAL		15.0	144.5	82.9	82.9	82.9

POSITIONS :

FULL-TIME		0	2	2	2	2
PART-TIME		0	0	0	0	0
TEMPORARY		0	0	0	0	0

ANALYSIS : Attach a separate page if necessary

Prepared by: Rep. Max Gruenberg Phone: 465-4968
 Division: _____ Date: 4/8/86

Approved by Commissioner: _____ Date: _____
 Agency: _____

Distribution (by Agency preparing fiscal note):

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

F I S C A L N O T E F O R F Y - 8 7

(In Thousands)

CONTRACTUAL

Promotion and advertising

Advertising 15.0

TOTAL FY-87

15.0

F I S C A L N O T E F O R F Y - 8 8
(In Thousands)

PERSONAL SERVICES

In Anchorage --		
2 MVR II, Range 9	<u>61.6</u>	61.6

CONTRACTUAL

Professional services		
Counter modifications	4.0	
CRT Installation	.2	
DP Program modification	<u>36.2</u>	
		40.4
Communications		
Postage	11.3	
Telephone	<u>3.1</u>	
		14.4
Promotion and advertising		
Forms	1.5	
Advertising	<u>13.5</u>	
		15.0
Data Processing		
Network Connect Fee for	2.0	
2 Terminals		
CRT Maintenance	1.8	
CRT Lease	<u>4.9</u>	
		<u>8.7</u>
		78.5

SUPPLIES

Normal office supplies	<u>3.0</u>	3.0
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EQUIPMENT

File cabinets	.6	
Stools for new positions	<u>.8</u>	
		<u>1.4</u>

TOTAL FY-88		144.5
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REVENUE

Projected revenue = 450,000 motor vehicles x \$1.00 per vehicle.

NOTE: Based on estimates provided by the Dept. of Public Safety.
 Assumes annual 2% increase in no. of vehicles registered.

STATE OF ALASKA 1986 LEGISLATIVE SESSION FISCAL NOTE

Revision Date : 3-7-86

REQUEST

Bill/Resolution No. : HB-535
 Title : An Act relating to registration of motor vehicles

Sponsor : Rieger, et al.
 Requestor : House State Affairs
 Date of Request : 3/10/86

FISCAL DETAIL

Agency Affected : Public Safety
 BRU : Motor Vehicles

Components : Field Services

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		190.2	199.7	209.7	220.2	231.2
TRAVEL		2.5	2.6	2.7	2.8	2.9
CONTRACTUAL		95.6	49.6	52.0	54.6	57.4
SUPPLIES		3.0	3.2	3.4	3.6	3.8
EQUIPMENT		2.7				
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		294.0	255.1	267.8	281.2	295.3

CAPITAL						
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REVENUE						
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FUNDING : (Thousands of Dollars)

GENERAL FUND		294.0	255.1	267.8	281.2	295.3
FEDERAL FUNDS						
OTHER						
TOTAL		294.0	255.1	267.8	281.2	295.3

POSITIONS :

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

ANALYSIS : Attach a separate page if necessary

- Each year's increase represents 5% over previous years.
- One time charges for counter modifications, DP programming, and CKT installations are not included in subsequent year's totals for contractual (48.4).
- Equipment one time charge.

Prepared by: George Gaguzis, Accounting Supervisor, DMV
 Division : Motor Vehicles

Phone : 269-5574

Date : 2/14/86

Approved by Commissioner : [Signature]
 Agency : _____

Date : 3/10/86

Distribution (by Agency preparing fiscal note) :

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

There are approximately 450,000 motor vehicles for which proof of insurance will be required. Prior to registration, the reviewing and processing of the insurance papers will require additional time. Approximately 20-30% of these vehicles will initially be refused registration because the owner does not have proper proof of insurance. This will require a second trip to division offices when proper proof is ultimately obtained.

71000 PERSONAL SERVICE

<u>Anchorage</u>		
4 MVR II, Range 9		123.2
<u>Fairbanks</u>		
2 MVR II, Range 9		<u>67.0</u>
Total Personal Services		190.2

72000 TRAVEL

Travel & per diem for field office training sessions		2.5
Total Travel		2.5

73000 CONTRACTUAL

73100 Professional Services		
Counter modifications to accommodate 6 additional employee work stations	12.0	
1 DP Program modification	36.2	
CRT installation	<u>.2</u>	
73100 Total		48.4
73300 Communications		
Postage		
Return mailing for incorrect renewals	8.8	
General correspondence	2.5	
Telephones & tolls	<u>3.1</u>	
73300 Total		14.4
73500 Promotion & Advertising		
Forms	1.5	
Advertising (informing public)	<u>5.0</u>	
73500 Total		6.5
73700 DP Network Connect Fees for 6 terminals @ 1,000/year each	6.0	
CRT maintenance @ 900/year each	<u>5.4</u>	
73700 Total		11.4

73860	Equipment Lease		
	6 CRT Terminals @ 206/month each	14.9	
	73860 Total		14.9
	Total Contractual		95.6
74000	SUPPLIES		
	74220 Normal office supplies, computer paper, etc.	3.0	
	Total Supplies		3.0
75025	EQUIPMENT		
	76050 Furniture		
	File cabinets, 2 @ 308.66	.6	
	Chairs (stools) 6 @ 350.00	<u>2.1</u>	
	76050 Total		2.7
	Total Equipment		2.7
	TOTAL FY-87 REQUEST		294.0

If the fiscal note is not approved then the additional workload will have to be absorbed by existing employees. The six employees requested in this fiscal note represent a 6% decrease in service levels at the major field offices. The decrease in service would be most evident during the summer months when the offices have the largest workload. A decrease in service will result in waiting times of more than one hour on a regular basis. This is not acceptable to the public and will generate many justified complaints.

Position Title Motor Vehicle Representative II			No. of Positions 4	Range/Step 9B	Barg. Unit CGU	Gov.	Approvs.	Disapp.
Time Status PFT	Staff Months .48	RP Number	Location Anchorage		Election District 7-15	Leg.		
Type of Expenditure			Justification					
		Amount	<p>Work the public counter to issue motor vehicle registrations and titles.</p> <p>When necessary these positions will assist the mail out section in processing renewals and verification of certification of insurance.</p> <p>Assist the public by responding to inquiries concerning motor vehicle insurance requirements.</p>					
1	2	3						
Salary	88,944							
Benefits	22,236							
Premium Pay								
Other	12,108							
Total Personal Services		123.2						
Travel								
Contractual		37.6						
Commodities		.8						
Equipment		1.7						
Other								
Total Cost		163.3						
Receipt Code			Funding Source					
			Federal Receipts 1002					
			G. F. Match 1003					
			General Funds 1004					
			I-A Receipts 1005					
			Program Receipts 1028					
			CIP Receipts 1061					
			Other					
			163.3					
For B&M Use Only Key Number _____								

**Request For
New Position**

Agency Department of Public Safety
 BRU Division of Motor Vehicles
 Component Field Services

Page 4 of 5
 Revised Date _____

FY 87

Position Title Motor Vehicle Representative II			No. of Positions 2	Range/Step 9E	Barg. Unit CUU	Gov.	Approv.	Disapp
Time Status PFT	Staff Months .24	RP Number	Location Fairbanks		Election District	Leg.		
Type of Expenditure			Justification					
			These positions would work the public counter to issue motor vehicle registrations and titles.					
			Assist the public by responding to inquiries concerning motor vehicle insurance requirements.					
Amount								
1	2	3						
Salary	48,696							
Benefits	12,174							
Premium Pay								
Other	6,054							
Total Personal Services		67.0						
Travel								
Contractual			18.8					
Commodities			.4					
Equipment			1.0					
Other								
Total Cost		87.2						
Receipt Code			Funding Source					
			Federal Receipts 1002					
			G. F. Match 1003					
			General Funds 1004 87.2					
			I-A Receipts 1005					
			Program Receipts 1028					
			CIP Receipts 1061					
			Other					
For B&M Use Only								
Key Number								

**Request For
New Position**

Agency Department of Public Safety
 BRU Division of Motor Vehicles
 Component Field Services

Page 5 of 5
 Revised Date

FY 87

STATE OF ALASKA 1986 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date : _____

REQUEST

Bill/Resolution No. : HB-535
 Title : An Act relating to registration of motor vehicles
 Sponsor : Rieger, et al.
 Requestor : H. Labor & Commerce
 Date of Request : 2/13/86

FISCAL DETAIL

Agency Affected : Public Safety
 BRU : Life and Property Protection
Division of Motor Vehicles
 Components : _____

EXPENDITURES/REVENUES : (Thousands of Dollars)

OPERATING	FY 86	FY 87	FY 88	FY 89	FY 90	FY 91
PERSONAL SERVICES		190.2	199.7	209.7	220.2	231.2
TRAVEL		2.5	2.6	2.7	2.8	2.9
CONTRACTUAL		115.3	70.2	73.7	77.4	81.3
SUPPLIES		3.0	3.2	3.4	3.6	3.8
EQUIPMENT		2.7				
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING		313.7	275.7	289.5	304.0	319.2

CAPITAL						
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REVENUE						
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FUNDING : (Thousands of Dollars)

GENERAL FUND		313.7	275.7	289.5	304.0	319.2
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS :

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

ANALYSIS : Attach a separate page if necessary

- Each year's increase represents 5% over previous years.
- One time charges for counter modifications, DP programming, and CRT installations are not included in subsequent year's totals for contractual (48.4).
- Equipment one time charge. (continued on attached pages.)

Prepared by : George Gaguzis, Accounting Supervisor Phone : 269 5574
 Division : Motor Vehicles Date : 2/10/86

Approved by Commissioner : [Signature] Date : 2/12/86
 Agency : Public Safety

Distribution (by Agency preparing fiscal note) :

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

There are approximately 450,000 motor vehicles for which proof of insurance will be required. Prior to registration, the reviewing and processing of the insurance papers will require additional time. Approximately 20-30% of these vehicles will initially be refused registration because the owner does not have proper proof of insurance. This will require a second trip to division offices when proper proof is ultimately obtained.

71000 PERSONAL SERVICE

<u>Anchorage</u>		
4 MVR II, Range 9	123.2	
<u>Fairbanks</u>		
2 MVR II, Range 9	<u>67.0</u>	
Total Personal Services		190.2

72000 TRAVEL

Travel & per diem for field office training sessions	2.5	
Total Travel		2.5

73000 CONTRACTUAL

73100 Professional Services		
Counter modifications to accomodate 6 additional employee work stations	12.0	
1 DP Program modification	36.2	
CRT installation	<u>.2</u>	
73100 Total		48.4
73300 Communications		
Postage		
Return mailing for incorrect renewals	22.5	
General correspondence	2.5	
Telephones & tolls	<u>3.1</u>	
73300 Total		28.1
73500 Promotion & Advertising		
Forms	1.5	
Advertising (informing public)	<u>5.0</u>	
73500 Total		6.5
73700 DP line charges for 6 terminals @ 2,000/year each	12.0	
CRT maintenance @ 900/year each	<u>5.4</u>	
73700 Total		17.4

73860	Equipment Lease		
	6 CRT Terminals @ 206/month each	14.9	
	73860 Total		14.9
	Total Contractual		115.3
74000	SUPPLIES		
	74220 Normal office supplies, computer paper, etc.	3.0	
	Total Supplies		3.0
75025	EQUIPMENT		
	76050 Furniture		
	File cabinets, 2 @ 308.66	.6	
	Chairs (stools) 6 @ 350.00	<u>2.1</u>	
	76050 Total		2.7
	Total Equipment		2.7
	TOTAL FY-87 REQUEST		313.7

Position Title Motor Vehicle Representative II			No. of Positions 4	Range/Step 9B	Barg. Unit GGII	Gov.	Approv.	Disapp.
Time Status FFT	Staff Months 48	RP Number	Location Anchorage		Election District 7-15	Leg.		
Type of Expenditure			Justification					
		Amount	<p>Work the public counter to issue motor vehicle registrations and titles.</p> <p>When necessary these positions will assist the mail out section in processing renewals and verification of certification of insurance.</p> <p>Assist the public by responding to inquiries concerning motor vehicle insurance requirements.</p>					
1	2	3						
Salary	88,944							
Benefits	22,236							
Premium Pay								
Other	12,108							
Total Personal Services		123.2						
Travel								
Contractual		37.6						
Commodities		.8						
Equipment		1.7						
Other								
Total Cost		163.3						
Receipt Code			Funding Source					
			Federal Receipts 1002					
			G. F. Match 1003					
			General Funds 1004					
			I-A Receipts 1005					
			Program Receipts 1028					
			CIP Receipts 1061					
			Other					
			163.3					
For B&M Use Only								
Key Number								

**Request For
New Position**

Agency Department of Public Safety
 BRU Division of Motor Vehicles
 Component Field Services

FY 87

Page 4 of 5
 Revised Date

Position Title Motor Vehicle Representative II			No. of Positions 2	Range/Step 9E	Barg. Unit GGU	Gov. Leg.	Approv.	Disapp
Time Status PFT	Staff Months .24	RP Number	Location Fairbanks		Election District			
Justification								
<p>These positions would work the public counter to issue motor vehicle registrations and titles.</p> <p>Assist the public by responding to inquiries concerning motor vehicle insurance requirements.</p>								
Type of Expenditure		Amount						
1	2	3						
Salary	48,696							
Benefits	12,174							
Premium Pay								
Other	6,054							
Total Personal Services		67.0						
Travel								
Contractual		18.8						
Commodities		.4						
Equipment		1.0						
Other								
Total Cost		87.2						
Receipt Code		Funding Source						
		Federal Receipts	1002					
		G. F. Match	1003					
		General Funds	1004	87.2				
		I-A Receipts	1005					
		Program Receipts	1028					
		CIP Receipts	1061					
		Other						
For B&M Use Only Key Number _____								

**Request For
New Position**

Agency Department of Public Safety
 BRU Division of Motor Vehicles
 Component Field Services

Page 5 of 5
 Revised Date

FY 87

DEPARTMENT OF PUBLIC SAFETY

POSITION PAPER - HB 535

Oppose

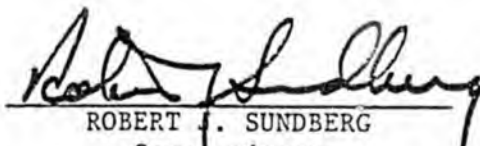
February 13, 1986

HB 535. An Act relating to the registration of motor vehicles.

Requiring proof of insurance at the time of registration will impact DMV at it's field offices. The time involved in the registration process will increase. Such work increases will create long lines at major field offices.

The cost of the extra workload could be justified if the program were extremely effective, but the experience of other states has shown that this is not the case. It is very easy for a person to obtain a binder, register a vehicle, and then immediately cancel the policy without making even one payment. States with this type of requirement estimate that between 3 and 10 percent of their registered vehicles are uninsured.

The mandatory insurance bill which passed the 1984 Legislature has been in effect for the past year. An evaluation of that program December 31, 1985, shows the numbers of uninsured motorists in Alaska is at 8.88%. This number is within the range achieved by other states having programs similar to this bill. Consequently it appears that through the mandatory insurance program we have already achieved what we would expect this bill to accomplish.


ROBERT J. SUNDBERG
Commissioner

A M E N D M E N T

Offered in the HOUSE

By Clocksin

TO: HB 535

Page 1, line 6, following "the", insert "insurance and"

Page 3, after line 8, insert new bill sections to read:

"* Sec. 5. AS 28.10 is amended by adding a new section to read:

Sec. 28.10.115. NOTIFICATION OF CANCELLATION. An insurer shall notify the department within ¹⁰ five days after the cancellation of a motor vehicle liability policy issued by the insurer for a vehicle that is registered under this chapter.

* Sec. 6. AS 28.10 is amended by adding a new section to read:

Sec. 28.10.425. REGISTRATION FEE INCREASE. In addition to the annual registration fee specified in AS 28.10.421, a \$1 fee is imposed on every vehicle that is subject to registration under this chapter. The department shall collect the additional fee at the same time and in the same manner as the registration fee."

28.10.421.

A M E N D M E N T

#2

Offered in the HOUSE

By Gruenberg

TO: HB 535

Page 3, after line 8, insert new bill sections to read:

"* Sec. 5. AS 28.10.421(b) is amended to read:

(J) The annual registration fees under this subsection are imposed within the following classifications for:

(1) a passenger vehicle or motor home not used or maintained for the transportation of persons or property for hire or for other commercial use \$31 [\$30];

(2) a pick-up truck or a van not exceeding 6,000 pounds unladen weight and not used or maintained for the transportation of persons or property for hire or for other commercial use .. \$36 [\$35];

(3) a taxicab \$66 [\$65];

(4) a motor bus with a seating capacity for 20 or more persons and used exclusively for commercial purposes in the transporting of visitors or tourists \$81 [\$80];

(5) a motorcycle or a motor-driven cycle . . . \$16 [\$15];

(6) a two- or four-wheeled trailer not used or maintained for the transportation of persons or property for hire or for other commercial use, including, but not limited to, a boat trailer, baggage trailer, box trailer, utility trailer or house trailer \$ 5.

* Sec. 6. AS 28.10.421(c) is amended to read:

(c) The annual registration fees under this subsection are

imposed and are based upon the actual unladen weight as established by the manufacturer's advertised weight or upon the actual weight that [WHICH] the owner shall furnish, subject to the approval of the commissioner or the commissioner's representative, for a vehicle, including a motor vehicle pulling a trailer or semi-trailer, used or maintained for the transportation of passengers for hire, excepting taxicabs and buses under (b) of this section, or for the transportation of property for hire or for other commercial use, including a commercial vehicle such as a trailer, semi-trailer, truck, wrecker, tow car, hearse, ambulance, and tractor, as follows:

- (1) up to and including 5,000 pounds \$46 [\$45];
- (2) more than 5,000 pounds to and including 12,000 pounds
 \$81 [\$80];
- (3) more than 12,000 pounds to and including 18,000 pounds
 \$151 [\$150];
- (4) more than 18,000 pounds \$216 [\$215].

* Sec. 7. AS 28.10.421(d) is amended to read:

(d) The special registration fees under this subsection are imposed annually, unless otherwise specified, for:

- (1) an historic vehicle (one time only upon initial registration under AS 28.10.181) \$10;
 - (2) special request plates \$20;
- plus the fee required for that vehicle under (b)(1) or (2) of this section; the fee required by this paragraph shall be collected only on the first issuance and on the replacement of special request plates;
- (3) a vehicle owned by a disabled veteran or other

handicapped person, and registered under AS 28.10.181 or a resident 6 years of age or older who complies with AS 28.10.411(c) none

(4) a vehicle owned by the state none

(5) a vehicle owned by an elected state official

the fee required for that vehicle under (b) of this section;

(6) a vehicle owned by a consular officer, unless waived under AS 28.10.181 \$31 [\$30];

(7) a vehicle owned by a rancher, farmer, or person engaged in the dairy business [DAIRYMAN] and registered under AS 28.10.181 \$31 [\$30];

(8) a snowmobile or off-highway vehicle \$ 5;

(9) an amateur mobile radio station vehicle,

(A) with a transceiver capable of less than five-band [5-BAND] operation the fee required for that vehicle under (b) or (c) of this section;

(B) in recognition of service to the public: a mobile amateur radio station owned by an amateur with general class or higher license, provided the station must be satisfactorily proved capable of operating on at least five bands between 160 through 10 meters, must have an antenna, and must have a power supply and wiring as a permanent part of the vehicle; the transmitting unit may be removed from the car for service or dry storage none for a mobile amateur radio station vehicle included in (b)(1) or (2) of this section;

(10) dealer registration plates,

- (A) the initial set of plates \$41 [\$40]
- (B) each subsequent set of plates \$21 [\$20]
- (11) a vehicle owned by a municipality or charitable organization meeting the requirements of AS 28.10.181(c) \$6 [\$ 5]
- (12) an occasional use vehicle under AS 28.10.181(k) \$16 [\$15]
- (13) a vehicle owned by a former prisoner of war . . . none."

A M E N D M E N T

#1

Offered in the HOUSE

By Gruenberg

TO: HB 535

Page 1, lines 6 - 7, following "vehicles" insert:

" ; and providing for an effective date"

Page 3, after line 8, insert a new bill section to read:

"* Sec. 5. This Act takes effect July 1, 1987."



Alaska State Legislature

House of Representatives

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REPRESENTATIVE STEVE RIEGER
DISTRICT 8, SEAT B

MEMBER
FINANCE COMMITTEE

MEMORANDUM

TO: Representative Steve Rieger
FROM: William Lovell and Lisa J. Rubenstein
DATE: February 10, 1986
RE: HB 535, "An Act relating to the registration of motor vehicles"

Pursuant to your request, I have prepared this sectional analysis of House Bill 535 referenced above.

SECTION 1

Section 1 amends the procedure for motor vehicle registration. It requires the vehicle owner to show proof of insurance coverage as set forth in AS 28.22.010 or to produce a certificate of self-insurance under AS 28.20.400 before the Department of Motor Vehicle issues a certificate of registration.

Under the current mandatory insurance law, a motor vehicle owner can meet the requirements for vehicle liability insurance in one of two ways:

(1) He can purchase a liability policy with the coverage outlined in AS 28.22.010: \$50,000 for personal injury and death per person, \$100,000 for personal injury and death per accident, and \$25,000 for property damage per accident.

(2) Alternatively, he can produce a certificate of self-insurance under AS 28.20.400. To qualify for a certificate of self-insurance, a person must have 25 or more vehicles registered in his name and provide proof of financial responsibility.

Page Two

Under the existing mandatory insurance law, proof of insurance or self-insurance need not be shown until after:

(1) A driver has had an accident involving personal injury, death, or property damage of \$500 or more, or

(2) A driver has been issued a six-point traffic citation for such violations as hit and run, reckless driving, and operating a motor vehicle while under the influence.

Section 1 does not alter the insurance coverage currently required under the mandatory insurance law. It merely alters the point in time when a vehicle owner is required to show his motor vehicle is insured; it requires proof of insurance before registration instead of after an accident or six-point traffic ticket.

SECTION 2

Section 2 authorizes the Department of Motor Vehicles to refuse to register a motor vehicle if its owner fails to produce evidence satisfactory to the Department that he has purchased a liability insurance policy or has obtained a certificate of self-insurance.

SECTION 3

Section 3 authorizes the Department of Motor Vehicles to suspend or revoke a vehicle's registration if the owner does not have a liability insurance policy in force with the required coverage and does not have a certificate of self-insurance.