

ALASKA LEGISLATURE COMMITTEE FILES 1985-1986 86/2

3677 HSTA HB 228 - HB 236

53

From: Tom Smircich, President  
NEA SITKA  
200 Park Street  
Sitka, Ak 99835

To:

Director of Alaska Teachers Retirement System

Ben Grussendorf, Speaker of the House

Dick Eliason, Senator

Dear Sirs:

I write in the interest of half-time teachers who are required by law to contribute 7% to ATRS. The present system requires them to work for 16 years in order to be vested in the system, then at retirement their benefits are half of what they ought to be.

1. Example:

Two half-time teachers are vested and retire at 55 after 20 years service. Their total contribution to ATRS is the same as one full time teacher for 20 years at the same job. Assume the average salary of the highest 3 years is \$40,000.

(Both half-time teachers)	10	x	.02	x	20,000	=	\$4000
	(Full Time Years)				(Half Salary)		(Annual pension)
(Full time teacher)	20	x	.02	x	40,000	=	\$16,000
					(full Salary)		

Note that the total pension benefits of the 2 half-time teachers is \$8,000 compared to \$16,000 for the full time teacher, and that the total contributions of the two half time teachers is the same as the contribution of the full time teacher.

What is needed is a way for equity in benefits proportional to contributions. Also it should be noted that half-time teachers age just as fast as full time teachers and are required to have the same rigorous certification and professional obligations as a full time teacher.

I propose that the time frame for half-time teachers be the same as for full time teachers, and that retirement benefits be proportional to their contributions.

The following formulas could give that equitable benefit:

DEFINITIONS:

$$\text{FULL YEAR EQUIVALENT} = \frac{1}{2} \times \text{YEARS AT HALF TIME} + \text{YEARS AT FULL TIME}$$

$$\text{AVERAGE OF TOP 3 YEARS FULL SALARY EQUIVALENT} = \frac{\text{TOTAL SALARY FOR HIGHEST 3 FULL YEAR EQUIVALENTS}}{3}$$

From these definitions we calculate:

$$\text{YEARLY PENSION FORMULA} = \text{FULL YEAR EQUIVALENTS} \times \% \text{ MULTIPLIER} \times \text{AVERAGE OF TOP 3 years FULL SALARY EQUIVALENT}$$

$$\% \text{ OF ATRS HEALTH INSURANCE PREMIUM COVERED} = \frac{\text{FULL YEAR EQUIVALENTS}}{\text{CALANDER YEARS IN ATRS}} \times 100\%$$

Results of the above formulas based on \$40,000 average salary equivalent

Years Half-time	Years Full-time	Yearly Pension	Percent health coverage (Less then 20 FULL YEAR EQUIVALENTS)
20	0	8,000	50%
18	2	8,800	55%
16	4	9,600	60%
14	6	10,400	65%
12	8	11,200	70%
10	10	12,000	75%
8	12	12,800	80%
6	14	13,600	85%
4	16	14,400	90%
2	18	15,200	95%
0	20	16,000	100%

Thank you for considering this plan.

Tom Guineah

3-4-85

working/228

DATE

MAR 4 1985

TELECOPIER MESSAGE

TO: SPEAKER GRUSSENDORF, SENATOR ELIASON  
\* REPS. SUNB, DAVIS, M.M. MILLER, ~~HURLEY,~~  
TAYLOR, AND DUNCAN

SENT BY SITKA LEGISLATIVE INFORMATION OFFICE.

NUMBER OF PAGES TO FOLLOW: 3

PLEASE PICK UP TELEPHONE RECEIVER:

           AFTER EACH PAGE IS TRANSMITTED

           AFTER THE LAST PAGE IS TRANSMITTED

PLEASE NOTE THAT WE HAVE A XEROX 455 MANUAL TELECOPIER; THIS  
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OUR TELECOPIER DIRECT LINE IS (907) 747-6276.

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FROM: TOM SMIRCICH

PUBLIC OPINION MESSAGE

Directions:

1. Write out message...up to 50 words; your name, address & phone are required.
  2. Deliver to Legislative Office, 210 Lake, OR
  3. Dictate message by telephone at 747-6276 (collect calls O.K.)
- \* Your message will be transmitted to the specified legislator(s) as quickly as possible. In Juneau, it will be hand-carried to the legislators' mail boxes immediately outside the Legislative chambers.
  - \* If you are not sure which legislator to address on a particular subject, we will be glad to assist you.
  - \* You are encouraged to follow this message with a letter to the legislator, giving greater detail about your concern.

-----  
YOUR NAME TOM SMIRCICH TODAY'S DATE 3-4-85  
REPRESENTING A GROUP? NEA-SITKA  
MAILING ADDRESS 200 PARK STREET HOME PHONE 747-8782  
BUSINESS PHONE \_\_\_\_\_  
TO: SPEAKER GRUSSENDORF, SENATOR ELLASON,  
REPS SUND, DAVIS, M. MILLER, HURLEY, TAYLOR, & DUNCA  
MESSAGE (up to 50 words): \_\_\_\_\_

(Add) In favor of HB 228 - would like  
it to go farther. Tom Smircich

From: Tom Smircich, President  
NEA SITKA  
200 Park Street  
Sitka, Ak 99835

To:

Director of Alaska Teachers Retirement System

Ben Grussendorf, Speaker of the House

Dick Eliason, Senator

Dear Sirs:

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1. Example:

Two half-time teachers are vested and retire at 55 after 20 years service. Their total contribution to ATRS is the same as one full time teacher for 20 years at the same job. Assume the average salary of the highest 3 years is \$40,000.

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					(full Salary)		

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What is needed is a way for equity in benefits proportional to contributions. Also it should be noted that half-time teachers age just as fast as full time teachers and are required to have the same rigorous certification and professional obligations as a full time teacher.

I propose that the time frame for half-time teachers be the same as for full time teachers, and that retirement benefits be proportional to their contributions.

The following formulas could give that equitable benefit:

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8	12	12,800	80%
6	14	13,600	85%
4	16	14,400	90%
2	18	15,200	95%
0	20	16,000	100%

Thank you for considering this plan.

*Tom Givich*



# NEA-ALASKA

AFFILIATED WITH THE NATIONAL EDUCATION ASSOCIATION

### ANCHORAGE REGIONAL OFFICE

1411 W. 33RD  
ANCHORAGE, ALASKA 99503  
(907) 274-0536

### JUNEAU OFFICE

147 S. FRANKLIN #207  
JUNEAU, ALASKA 99801  
(907) 586-3090

### FAIRBANKS REGIONAL OFFICE

2118 CUSHMAN STREET  
FAIRBANKS, ALASKA 99701  
(907) 456-4435

March 29, 1985

TO: Representative Katie Hurley, Chair  
Members, House State Affairs Committee

FROM: NEA-Alaska

RE: HB 228

NEA-Alaska supports the intent of HB 228. The purpose of the bill is to rectify an inequity in the Teachers' Retirement System.

However to provide greater equity for the half time teacher, the bill should be amended to make vesting after eight (8) years possible. By allowing a teacher to vest, as is the case now for the full time teacher, the half time teacher would not have to forfeit all benefits because he or she did not teach for 20 years as called for by this bill.

The Problem: Currently a half time teacher must work twice as long as a full time teacher in order to qualify for benefits. While this may seem equitable at first glance, it really means that half time teachers may never make it to eligibility. It is our position that time for eligibility should be calendar years worked regardless of full time or part time status. Therefore, a part time teacher should be eligible for retirement upon working the same number of calendar years as a full time teacher.

Benefits should then be calculated so that the half time person's retirement income is only half of what it would be if the person worked full time.

Cost?? The cost to the state under this plan should be no more for two half time people than for one full time person, and only half that for just one half time teacher.

Advantage: Utilizing half time people can be to a district's advantage by making it possible to offer a program which it might not otherwise be able to offer because there were not enough students to justify a full time position. Additionally, a full time position can sometimes be filled by two half time people to the students', teachers', and program's advantage.

Respectfully submitted:

Gayle Pierce  
President  
L85:14

February 4, 1985  
2619 Third Avenue  
Ketchikan, Alaska 99901

Representative John Sund  
Pouch V  
Juneau, Alaska 99811

Dear John,

I would urge you to support legislation in favor of changing the present retirement system for half-time teachers. I would further urge that any changes be retroactive.

The facts are these:

1. Presently teachers who are employed half-time must teach 16 years to be vested --40 to retire.
2. Most half-time teachers would teach full time if offered a full time contract.
3. Most half-time teachers put in more than half the number of hours put in by full time teachers.
4. Legislators have the same retirement system as teachers even though they work only part of a year.
5. The cost would be minimal.
6. Some teachers who have given many years to education may never be able to qualify for benefits.

I would greatly appreciate your support in this matter.

Sincerely,

  
Roz Ellis



R.R. #1, Box 335  
Ketchikan, Alaska 99901  
Feb. 19, 1985

Representative John Sund  
Pouch V  
Juneau, Alaska 99811

Dear John:

First, may I thank you for your letter dated Jan.21, 1985. Never have I felt that a state legislator was so sincere in requesting input and so sincere in the desire to truly represent us. It was very reassuring.

Ketchikan Education Association is extremely interested in you and our other legislators introducing legislation in this year's session concerning part-time teachers. Presently the retirement system does not serve half-time teachers as they must work sixteen years to be vested in the retirement system and forty years before they receive a pension. Since all teachers seem to age at the same rate this seems grossly unfair. KEA's goal and the goal of NEA/Alaska through the New Business Item 85-173 which passed at this year's Delegate Assembly, is to see our half-time teachers with proportional benefits.

I'm sure you have heard this information before, but if you have any questions concerning this request please contact me at 225-6321 (home) or 225-4741 (work) or Phil Myerchin at 225-3786 (home) or 225-9815 (work) or Paul Jarvi at 225-5016 (home) or 225-4128 (work). You could also direct your questions to NEA/Alaska lobbyists, Bob Manners or Bob Cooksey. Paul Jarvi will be contacting you by phone in a few days.

Thank you for your consideration in this matter and we look forward to hearing from you.

Sincerely,

*Margaret*

Margaret Ortiz  
President - KEA



# Telegram

08015

NL TDA KETCHIKAN ALASKA 50 02-27 2115 AST  
PMS

REP JOHN SUND

0804

POUCH V

JUNEAU AK 99811

YOUR SUPPORT OF HB228 IS MOST APPRECIATED AND NEEDED.  
HALF TIME TEACHERS IN ALASKA DESERVE EQUAL PAY FOR  
EQUAL WORK. AS PAST TRS BOARD MEMBER I AM AWARE OF  
THIS INEQUITY. HB228 WITH MINIMAL COST WILL SOLVE  
THIS PROBLEM. THANK YOU FOR WORKING ON THIS BILL.

THANK YOU,

STEVE KINNEY

*Ketchikan*

FEB 27 11 10 57

Representative John Sund  
Pouch V  
Juneau, AK 99811

Dear Representative Sund:

I urge you to introduce a bill and pass legislation so that half-time teachers are vested, and eligible for retirement in the same time frame as full-time teachers with proportional benefits for their Alaska time, as has been proposed by NEA-Alaska and the Ketchikan Education Association.

Sincerely,

*Franzen Berger*

*John. This is a matter of which I sincerely hope you will address your efforts. Please keep me posted.*

*Franzen*

*2403 2nd Ave.*

*Ketchikan, Ak. 99901*

*225-3791*

2501 Second Ave.  
Ketchikan, Alaska 99901  
2-5-85

Dear Mr. John Lund,

Please review the legislation regarding retirement benefits for half-time teachers. I would urge you to change the time frame to that used for full time teachers - 8 years for vesting and 20 years for retirement. Please make the change retroactive.

Thank you.

Sincerely,

Joanne K. Fitzgerald

Box 8175  
Ketchikan, Alaska  
99901

Jan. 26, 1985

Dear Mr. Sund,

I appreciated getting your letter today. It's nice to know that you are working for Ketchikan in so many important areas. It's also very nice to know that you are willing to make yourself available to hear your constituents and let people know addresses and telephone numbers where you can be reached.

There is one issue I'd like to see addressed in this legislative session, and I was previously engaged the night you were here to hear concerns. This is the issue of retirement benefits revision for half-time teachers. There were 17 teachers in the Ketchikan school district alone who felt that this issue needs revision.

As it currently stands, a teacher who teaches half-time must teach 16 years to be vested in the system and 40 years to retire - and then at half benefits.

Most teachers I talked to would teach full-time if offered a full-time contract. Even full-time teachers agreed that half-time teachers put in more than half of the hours that full-time teachers do. The cost of buying time taught in other states is currently prohibitive. One teacher wanted to buy in ten years taught in another state and was told it would cost around \$100,000. If she had that kind of money, she wouldn't need retirement benefits.

There are currently at least 75 teachers who are half-time employees.

Legislators also have the same retirement system as teachers even though they work only part of the year.

The cost of providing these benefits would be minimal. Several teachers have taught a number of years and will never qualify for any retirement benefits.

I only talked to half-time teachers but in talking to full-time teachers, <sup>later</sup> there is a consensus that something does need to be done. The laws here need to be reviewed and revised and

- 2 -

made retroactive.

I don't know the best way to call this problem to the attention of the legislators. Perhaps you can act in behalf of the teachers in this manner. It will be brought up at Delegate Assembly later this month in Anchorage. It would be nice if it were acted upon this legislative session.

Sincerely,  
Carolyn Frye

February 18, 1985

Dear Mr. Sund -

I am a  $\frac{1}{2}$  time teacher in Ketchikan and I am writing because I feel the current retirement requirements need to be changed. I would have to work 16 years before being vested and 40 years to retire! I am sure a formula can be devised so  $\frac{1}{2}$  teachers could retire after 20 years like their coworkers who are full-time teachers. Any new laws should be retroactive.

---

I am bringing this to your attention in the hopes that you can help bring about a change in these requirements for  $\frac{1}{2}$  time teachers.

Thank you,

Barbara Kinunen  
228 Washington St.  
Ketchikan, Alaska  
99901

REGENCY

© The Mead Corporation, Dayton, Ohio 45463

WE SUPPORT LEGISLATION IN FAVOR OF CHANGING THE REQUIREMENTS FOR RETIREMENT FOR HALF-TIME TEACHERS TO COINCIDE TO THE SAME TIME-FRAME AS FULL-TIME TEACHERS, AND WE WOULD URGE THAT THESE CHANGES BE RETROACTIVE FOR TEACHERS CURRENTLY TEACHING.

1. Richard A. Terdoff
2. Frances Harper
3. Laurie Ann Gillet
4. Raymond Holt
5. Bob Fernbach
6. Russ Archer
7. Samuel [unclear]
8. Pat [unclear]
9. Ilona Wyndal
10. P. [unclear]
11. Bruce A. Stanton
12. F. H. Hudson
13. J. P. Huntley
14. Shirley L. Haskie
15. Judy Astega
16. Robert [unclear]
17. Jean Emond
18. [unclear]
19. [unclear]
20. Robert A. Olsen
21. Philip S. Smith
22. Richard Meier
23. Patricia G. Ferguson
24. Mary Castle
25. George Lanino

26. [unclear]
27. R. P. Blake
28. Douglas Naudy
29. [unclear]
30. [unclear]



From: Tom Smircich, President  
NEA SITKA  
200 Park Street  
Sitka, Ak 99835

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Dick Eliason, Senator

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Thank you for considering this plan.

3 of 3

Tom Ginnich

HB

234

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

Page 1 of 2

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

Page 1 of 2

**REQUEST**

Bill/Resolution No. CS HB 234 (HESS)  
 Title: "An Act limiting retirement credit for military service..."  
 Sponsor: House HESS  
 Requestor: \_\_\_\_\_  
 Date of Request: \_\_\_\_\_

**FISCAL DETAIL**

Agency Affected: All State Agencies  
 Program Category Affected: Labor services elementary and secondary education  
 BRU, Program or Subprogram(s) Affected: PERS. TRS.

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

Operating	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
100 Personal Svcs						
100 Rtmnt & Bnfts		(558.3)	(603.0)	(651.2)	(703.3)	(759.6)
200 Travel						
300 Contractual						
400 Supplies						
500 Equipment						
600 Land & Struct						
700 Grants, Claims						
700 TRS Match		(83.3)	(90.0)	(97.2)	(104.9)	(113.3)
<b>TOTAL OPERATING</b>	<b>-0-</b>	<b>(641.6)</b>	<b>(693.0)</b>	<b>(748.4)</b>	<b>(808.2)</b>	<b>(872.9)</b>
<b>CAPITAL</b>						
<b>REVENUE</b>						

**FUNDING: (Thousands of Dollars)**

GENERAL FUND	(589.4)	(636.6)	(687.5)	(742.5)	(801.9)
FEDERAL FUNDS	(25.0)	(27.0)	(29.2)	(31.5)	(34.0)
OTHER	(27.2)	(29.4)	(31.7)	(34.2)	(37.0)
<b>TOTAL</b>	<b>-0-</b>	<b>(641.6)</b>	<b>(693.0)</b>	<b>(748.4)</b>	<b>(808.2)</b>

**POSITIONS:**

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

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

*J. K. Humphreys*

Prepared By: J. K. Humphreys, Director Phone: 465-3470  
 Division: Retirement & Benefits Date: 3/12/85  
 Approved by Commissioner: Lisa Rudd Date: 3-12-85  
 Agency: Department of Administration

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

CS House Bill 234(HESS)  
Fiscal Note Analysis  
Prepared by Division of Retirement & Benefits  
Department of Administration

March 12, 1985

IV Analysis: Passage of this bill would prohibit a member, first hired after the effective date of this bill, from claiming credit for military service in the Public Employees' (PERS) and Teachers' (TRS) Retirement Systems if that member were eligible to receive a retirement benefit for the same service from the United States Government.

This is estimated to result in a .10% decrease in PERS contributions, a .02% decrease in TRS employer contributions and a .02% decrease in TRS State Match. The PERS state salaries for FY 86 are estimated to be \$544,046,592, the TRS state salaries for FY 86 are estimated to be \$71,490,744 and TRS State Match salaries for FY 86 are estimate to be \$416,297,654. All salaries are estimated to increase by 8% each year.

The state cost savings of \$641.6 is calculated as follows:

The change in PERS employer contribution rate (-.10%) times the estimated state PERS salaries (\$544,046,592) equals [ \$544.0 ]

Plus the change in TRS employer contribution rate (-.02%) times the estimated FY 86 state TRS salaries (\$71,490,744) equals [ 14.3 ]

Plus the change in TRS State Match contribution rate (-.02%) times the estimated FY 86 TRS State Match salaries (\$416,297,654) equals [ 83.3 ]  
[ \$641.6 ]

In addition to the state savings as described above, this would result in a savings in Political Subdivision contributions as follows:

FY 86	FY 87	FY 88	FY 89	FY 90
[ \$497.6 ]	[ \$537.4 ]	[ \$580.4 ]	[ \$626.8 ]	[ \$677.0.8 ]

COMMITTEE REPORT

HOUSE

STATE AFFAIRS

(7)

FURTHER: FINANCE

2/25/85

Date: 15 Mar 1985

Mr. Speaker:

The Committee on HEALTH, EDUCATION AND SOCIAL SERVICES has had HB 234

"An Act limiting retirement credit for military service under the Public Employees' Retirement System and the Teachers' Retirement System."

under consideration and reports it back as follows:

- do pass  do not pass
- do pass with attached amendments(s)
- replace with CS for HB 234 (HESS)  same title  
 new title
- and recommends do pass
- AND attaches a "Letter of Intent"  ~~Fiscal Note~~ Sup 31
- reports it back without recommendation  Zero Fiscal Note Attached
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

[Signature]  
[Signature]  
Katei Burkley  
Chris Taylor

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MEMBERS HAVING  
OTHER RECOMMENDATIONS:

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[Signature]  
 CHAIRMAN  
[Signature]

STATE OF ALASKA  
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY  
LEGISLATIVE REFERENCE LIBRARY

POUCHY - 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 Health Education and Social Services Committee 3/12/85, 4:30p*



# 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

H B

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COMMITTEE REPORT  
HOUSE

4/3

(7)

FURTHER: FINANCE

2/25/85

Date: MARCH 29, 1985

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 236

"An Act creating a Quadrennial Olympic reserve account; and providing for an effective date."

under consideration and reports it back as follows:

- do pass  do not pass
- do pass with attached amendments(s)
- replace with CS for HB 236 (copy)  same title
- DO PASS  new title
- AND attaches a "Letter of Intent"  New Fiscal Note <sup>Eng 40</sup>
- reports it back without recommendation  Zero Fiscal Note Attached <sub>reanalysis</sub>
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

Katie Hurley

John H. ...

Robert J. ...

...

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...

...

...

...

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Katie Hurley  
CHAIRMAN

Original sponsors: Pignalberi, Collins,  
Cotten, et al

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 236 (State Affairs)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating a Quadrennial Olympic reserve ac-  
7 count; and providing for an effective date."

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

9 \* Section 1. LEGISLATIVE INTENT. The legislature finds that it is  
10 beneficial to support and encourage the spirit of dedication and excellence  
11 symbolic of Olympic athletes, to register wholehearted support of the  
12 Olympic Games, and to develop Olympic talent in Alaskan youth and adults.  
13 Therefore, the legislature shall establish a Quadrennial Olympic reserve  
14 account in the general fund.

15 \* Sec. 2. AS 05 is amended by adding a new chapter to read:

16 CHAPTER 13. QUADRENNIAL OLYMPIC RESERVE ACCOUNT.

17 Sec. 05.13.010. QUADRENNIAL OLYMPIC RESERVE ACCOUNT. There is  
18 created in the general fund a Quadrennial Olympic reserve account.  
19 The account shall consist of salary deduction contributions of offi-  
20 cers and employees of the state under AS 05.13.020. The Department of  
21 Administration shall hold that money in trust and shall make regular  
22 payments from the account to the beneficiary of the trust, the offi-  
23 cial United States Olympic Committee in Alaska, after the committee  
24 has established a private fund for private donations.

25 Sec. 05.13.020. STATE OFFICER AND EMPLOYEE SALARY DEDUCTIONS.  
26 One dollar a month shall be deducted from the salary of each officer  
27 and employee of the state who requests involvement in the program  
28 under AS 05.13.060. Money deducted shall be deposited into the Qua-  
29 drennial Olympic reserve account.

1           Sec. 05.13.030. MUNICIPAL OFFICER AND EMPLOYEE SALARY DEDUC-  
2 TIONS. A municipality of the state shall deduct one dollar a month  
3 from each municipal officer and employee who requests involvement in  
4 the program under AS 05.13.060. A municipality shall send these  
5 salary deductions to the committee.

6           Sec. 05.13.040. MATCHING FUNDS. (a) The legislature may an-  
7 nually appropriate to the committee a matching amount equal to the  
8 amount of

9           (1) all private donations that qualify under (b) of this  
10 section made to the committee not to exceed \$1,000,000 in the aggre-  
11 gate; and

12           (2) the salary deduction contributions made by all state  
13 and municipal officers and employees.

14           (b) Private donations made to the committee that qualify for  
15 matching funds are

16           (1) cash donations from private sources;

17           (2) in-kind donations from private sources, based upon fair  
18 market value appraisal, that are used directly by the committee; or

19           (3) in-kind donations from private sources that are con-  
20 verted to cash by the committee.

21           Sec. 05.13.050. PRIVATE DONATIONS. (a) The committee may use,  
22 or convert to cash, private in-kind donations that qualify for state  
23 matching funds under AS 05.13.040. Private donations may include  
24 athletic and training equipment, land, housing, building materials,  
25 equipment, and supplies for the Olympic movement in Alaska.

26           (b) The committee shall submit a claim for matching funds to the  
27 Department of Commerce and Economic Development together with copies  
28 of receipts for private donations.

29           (c) The Department of Commerce and Economic Development shall

1 keep a record of receipts of private donations submitted by the com-  
2 mittee under (b) of this section and perform other administrative  
3 duties necessary to determine whether private donations qualify for  
4 matching funds under AS 05.13.040.

5 Sec. 05.13.060. NOTICE OF PROGRAM. The commissioner of  
6 athletics in the Department of Commerce and Economic Development  
7 shall, by September 1, 1985, and annually thereafter,

8 (1) inform all state and municipal officers and employees  
9 about the deduction program; and

10 (2) provide all state officers and employees with a form,  
11 addressed to the governor or the governor's designee, on which the  
12 intention to participate in the deduction program under AS 05.13.020  
13 may be indicated;

14 (3) provide to the appropriate municipal payroll officers  
15 for all municipal officers and employees forms on which the intention  
16 to participate in the deduction program under AS 05.13.020 may be  
17 indicated.

18 Sec. 05.13.070. FINANCIAL REPORT AND AUDIT. (a) Not later than  
19 60 days after the end of the committee's fiscal year the committee  
20 shall submit to the Department of Commerce and Economic Development a  
21 report describing the income and expenditures of the committee for the  
22 previous fiscal year of the committee.

23 (b) The Department of Commerce and Economic Development may  
24 require an independent audit of the financial records of the committee  
25 to determine whether expenditures by the committee are consistent with  
26 the purposes of the committee.

27 Sec. 05.13.080. DEFINITION. In this chapter "committee" means  
28 the United States Olympic Committee in Alaska.

29 \* Sec. 3. AS 05.13.010 - 05.13.080 are repealed December 31, 1989.

1 \* Sec. 4. This Act takes effect immediately in accordance with AS 01.-  
2 10.070(c).  
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STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

Page 1 of 2

**REQUEST**

Bill/Resolution No.: CSHB 236 (SA)

Title: An Act Creating a Quadrennial  
Olympic Reserve Account

Sponsor: Pignatelli, Collins, Cotten et al

Requestor: House State Affairs

Date of Request: April 1, 1985

**FISCAL DETAIL**

Agency Affected: Administration

Program Category Affected: General Government  
Centralized Administrative Services

BRU, Program or Subprogram(s) Affected: \_\_\_\_\_

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

OPERATING	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
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 SUPPLIES	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	0	0	0	0	0	0
800 MISCELLANEOUS	0	0	0	0	0	0
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	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: Kenneth E. Bischoff *KES A*  
Division: Finance

Phone: 465-2240

Date: April 1, 1985

Approved by Commissioner: Lisa Rudd *LJR*

Agency: Department of Administration

Date: 4/1/85

Distribution (by Agency preparing fiscal note):

Legislative Finance

Legislative Sponsor

Requestor

Office of Management and Budget

Impacted Agency(ies)

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

Page 1 of 2

**REQUEST**

Bill/Resolution No.: CSHB 236 (SA)  
 Title: An Act Creating a Quadrennial  
 Olympic Reserve Account  
 Sponsor: Pinalberi, Collins, Cotten et al  
 Requestor: House State Affairs  
 Date of Request: April 1, 1985

**FISCAL DETAIL**

Agency Affected: Administration  
 Program Category Affected: General Government  
 Centralized Administrative Services  
 BRU, Program or Subprogram(s) Affected: \_\_\_\_\_

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
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 SUPPLIES	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	0	0	0	0	0	0
800 MISCELLANEOUS	0	0	0	0	0	0
<b>TOTAL OPERATING</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>CAPITAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>REVENUE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**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
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**POSITIONS:**

	0	0	0	0	0	0
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: Kenneth E. Bischoff *KES A*  
 Division: Finance

Phone: 465-2240  
 Date: April 1, 1985

Approved by Commissioner: Lisa Rudd *LJR*  
 Agency: Department of Administration

Date: 4/1/85

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

CSHB 236 (SA)  
Fiscal Note Analysis  
Prepared by Division of Finance  
Department of Administration  
April 1, 1985

This bill charges the Department of Commerce and Economic Development (DCED) as the State Agency to be administratively responsible for the Olympic Program. Their responsibility includes all promotional, accounting, and performance aspects of the Olympic Program.

Based upon section 05.13.010-020 of this legislation, the Department of Administration (DOA) will be required to collect and transmit employee contributions to the United States Olympic Committee in Alaska (USOCA). This aspect of the legislation is a small part of the total program being proposed. DOA already routinely collects and transmits payments on behalf of others such as the Internal Revenue Service, Department of Labor, and in response to court orders. Employee deductions are automated. The addition of this one program will not significantly impact our current payroll deduction and payment process.

Based on the above, the Department of Administration will not require additional funds to implement sections 05.13.010 and 05.13.020 of the bill which are the two sections that apply to DOA.

Moen ✓

A M E N D M E N T

Offered in the HOUSE

By Pignalberi

TO: HB 236

Page 1, lines 15 - 17:

Delete all material.

Renumber remaining bill sections accordingly.

Page 2, lines 8 - 9:

Delete "official United States Olympic Committee in Alaska" and  
insert "committee".

Page 2, line 11:

Delete "official United States Olympic Committee in Alaska" and  
insert "committee".

Page 2, lines 13 - 14:

Delete ", including in-kind donations based upon fair market value  
appraisal," and  
insert "that qualify under (b) of this section made".

Page 2, line 14, following "the" through line 15:

Delete "official United States Olympic Committee in Alaska" and  
insert "committee".

Page 2, after line 18, insert:

"(b) Private donations made to the committee that qualify for matching funds are

(1) cash donations from private sources;

(2) in-kind donations from private sources, based upon fair market value appraisal, that are used directly by the committee; or

(3) in-kind donations from private sources that are converted to cash by the committee."

Page 2, lines 19 - 20:

Delete "official United States Olympic Committee in Alaska" and insert "committee".

Page 2, lines 25 - 28, delete all material and insert:

"(b) The committee shall submit a claim for matching funds to the Department of Commerce and Economic Development together with copies of receipts for private donations.

(c) The Department of Commerce and Economic Development shall keep a record of receipts of private donations submitted by the committee under (b) of this section and perform other administrative duties necessary to determine whether private donations qualify for matching funds under AS 05.13.040."

Page 3, line 1:

Delete "Office of the Governor" and insert "Department of Commerce and Economic Development".

Page 3, line 9, following "provide", delete all material and insert:

"to the appropriate municipal payroll officers for all municipal officers and employees".

Page 3, line 10:

Delete "form" and  
insert "forms".

Page 3, lines 11 - 12, delete:

", the form must be sent to the appropriate municipal payroll officer".

Page 3, after line 12, insert a new section to read:

"Sec. 05.13.070. DEFINITION. In this chapter 'committee' means the United States Olympic Committee in Alaska."

Page 3, line 13:

Delete "AS 05.13.010 - 05.13.060" and  
insert "AS 05.13.010 - 05.13.070".

Page 3, line 14:

Delete "July 1, 1985" and  
insert "immediately in accordance with AS 01.10.070(c)"

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 236 (State Affairs)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act creating a Quadrennial Olympic reserve ac-  
7 count; and providing for an effective date."

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

9 \* Section 1. LEGISLATIVE INTENT. The legislature finds that it is  
10 beneficial to support and encourage the spirit of dedication and excellence  
11 symbolic of Olympic athletes, to register wholehearted support of the  
12 Olympic Games, and to develop Olympic talent in Alaskan youth and adults.  
13 Therefore, the legislature shall establish a Quadrennial Olympic reserve  
14 account in the general fund.

15 \* Sec. 2. AS 05 is amended by adding a new chapter to read:

16 CHAPTER 13. QUADRENNIAL OLYMPIC RESERVE ACCOUNT.

17 Sec. 05.13.010. QUADRENNIAL OLYMPIC RESERVE ACCOUNT. There is  
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21 Administration shall hold that money in trust and shall make regular  
22 payments from the account to the beneficiary of the trust, the offi-  
23 cial United States Olympic Committee in Alaska, after the committee  
24 has established a private fund for private donations.

25 Sec. 05.13.020. STATE OFFICER AND EMPLOYEE SALARY DEDUCTIONS.  
26 One dollar a month shall be deducted from the salary of each officer  
27 and employee of the state who requests involvement in the program  
28 under AS 05.13.060. Money deducted shall be deposited into the Qua-  
29 drennial Olympic reserve account.

1           Sec. 05.13.030. MUNICIPAL OFFICER AND EMPLOYEE SALARY DEDUC-  
2 TIONS. A municipality of the state shall deduct one dollar a month  
3 from each municipal officer and employee who requests involvement in  
4 the program under AS 05.13.060. A municipality shall send these  
5 salary deductions to the committee.

6           Sec. 05.13.040. MATCHING FUNDS. (a) The legislature may an-  
7 nually appropriate to the committee a matching amount equal to the  
8 amount of

9                   (1) all private donations that qualify under (b) of this  
10 section made to the committee not to exceed \$1,000,000 in the aggre-  
11 gate; and

12                   (2) the salary deduction contributions made by all state  
13 and municipal officers and employees.

14           (b) Private donations made to the committee that qualify for  
15 matching funds are

16                   (1) cash donations from private sources;

17                   (2) in-kind donations from private sources, based upon fair  
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19                   (3) in-kind donations from private sources that are con-  
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21           Sec. 05.13.050. PRIVATE DONATIONS. (a) The committee may use,  
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24 athletic and training equipment, land, housing, building materials,  
25 equipment, and supplies for the Olympic movement in Alaska.

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27 Department of Commerce and Economic Development together with copies  
28 of receipts for private donations.

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1 keep a record of receipts of private donations submitted by the  
2 committee under (b) of this section and perform other administrative  
3 duties necessary to determine whether private donations qualify for  
4 matching funds under AS 05.13.040.

5 Sec. 05.13.060. NOTICE OF PROGRAM. The commissioner of athlet-  
6 ics in the Department of Commerce and Economic Development shall, by  
7 September 1, 1985, and annually thereafter,

8 (1) inform all state and municipal officers and employees  
9 about the deduction program; and

10 (2) provide all state officers and employees with a form,  
11 addressed to the governor or the governor's designee, on which the  
12 intention to participate in the deduction program under AS 05.13.020  
13 may be indicated;

14 (3) provide to the appropriate municipal payroll officers  
15 for all municipal officers and employees forms on which the intention  
16 to participate in the deduction program under AS 05.13.020 may be  
17 indicated.

18 Sec. 05.13.070. DEFINITION. In this chapter "committee" means  
19 the United States Olympic Committee in Alaska.

20 \* Sec. 3. AS 05.13.010 - 05.13.070 are repealed December 31, 1989.

21 \* Sec. 4. This Act takes effect immediately in accordance with AS 01.-  
22 10.070(c).

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

REQUEST

Bill/Resolution No.: HB 236  
 Title: Creating a Quadrennial Olympic Reserve Account  
 Sponsor: Several Representatives  
 Requestor: \_\_\_\_\_  
 Date of Request: \_\_\_\_\_

FISCAL DETAIL

Agency Affected: Commerce & Econ. Dev.  
 Program Category Affected: \_\_\_\_\_  
 Consumer Protection  
 BRU, Program or Subprogram(s) Affected: Occupational Licensing

EXPENDITURES/REVENUE (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES		.7	.7	.7	.8	
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>		.7	.7	.7	.8	
<b>CAPITAL</b>						
<b>REVENUE</b>						

FUNDING: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>GENERAL FUND</b>						
FEDERAL FUNDS		.7	.7	.7	.8	
OTHER						
<b>TOTAL</b>		.7	.7	.7	.8	

POSITIONS:

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>FULL-TIME</b>		0	0	0	0	
<b>PART-TIME</b>						
<b>TEMPORARY</b>						

ANALYSIS: Attach a separate page if necessary

Prepared By: Jennifer Strickler, Mgnt. Analyst Phone: 465-2144  
 Division: Occupational Licensing Date: 3-14-85

Approved by Commissioner: Loren H. Lounsbury Date: 3/14/85  
 Agency: Commerce and Economic Development

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

HB 236

Department of Commerce &  
Economic Development  
Division of Occupational -  
Licensing

FISCAL IMPACT:

300 Contractual Services -

Printing Costs:

13,500 State Employees (including Officials)  
214 Municipal Officials  
1,000 Municipal employees  
14,714

Notification letters - 14,714 x .032 per copy = \$ 470.85  
Contribution forms (number of employees were  
divided by 2 since .032¢ per copy contains two  
contribution forms, ½ page each) 7,352 x .032 = \$ 235.43

Postage

11 Municipalities x .22¢ each = \$ 2.42  
(A general circulation within each municipalit\_  
can be suggested, to keep postage costs to a minimum.)

State Officials and employees notification and distribution  
can be circulated through Inter-departmental mail.

TOTAL COST = \$ 708.70

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

Page 1 of 2

**REQUEST**

Bill/Resolution No.: HB 236  
 Title: An Act Creating a Quadrennial Olympic Reserve Account  
 Sponsor: Pignalberi, Collins, et al.  
 Requestor: House State Affairs  
 Date of Request: February 27, 1985

**FISCAL DETAIL**

Agency Affected: Administration  
 Program Category Affected: General Government Centralized Administrative Services  
 BRU, Program or Subprogram(s) Affected: \_\_\_\_\_

**EXPENDITURES/REVENUES: (Thousands of Dollars)**

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES	25.0	25.0	25.0	25.0	25.0	25.0
200 TRAVEL	3.0	3.0	3.0	3.0	3.0	3.0
300 CONTRACTUAL	2.0	2.0	2.0	2.0	2.0	2.0
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS	1,035.0	1,035.0	1,035.0	1,035.0	1,035.0	1,035.0
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>

<b>CAPITAL</b>						
----------------	--	--	--	--	--	--

<b>REVENUE</b>						
----------------	--	--	--	--	--	--

**FUNDING: (Thousands of Dollars)**

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
GENERAL FUND	1,065.0	1,065.0	1,065.0	1,065.0	1,065.0	1,065.0
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>						

**POSITIONS:**

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
FULL-TIME						
PART-TIME	1	1	1	1	1	1
TEMPORARY						

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

Prepared By: Keneth E. Bischoff *KES A* Phone: 465-2240  
 Division: Finance Date: February 27, 1985

Approved by Commissioner: Lisa Rudd *LJR* Date: 3/1/85  
 Agency: Department of Administration

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

HB 236  
 Fiscal Note Analysis  
 Prepared by Division of Finance  
 Department of Administration  
 February 27, 1985

We have assumed that the State will match the full \$1,000,000 private donations annually.

The State employee match is based on the assumption that 20% of the 14,339 State employees (count as of January 31, 1984) will participate in this program annually.

The estimated cost of producing the payroll deduction authorization forms and annual administration of the program is \$30,000 (B).

Private donations	\$1,000,000
State employee match (DOA)	35,000 (A)
Administrative cost (DOA)	<u>30,000 (B)</u>
Total annual cost	\$1,065,000

A:  $20\% \times 14,339 \times \$1.00 \times 12 \text{ months} = 34,414 \text{ (rounded)}$

B. Forms	\$ 2,000
Personnel services	25,000
General Government	
Range 18 - ½ time	
Travel	<u>3,000</u>
	\$30,000

Position Paper  
HB 236

This bill is the House version of SB 108. This version better defines the mechanics and who is responsible for certain aspects of this grant program that were of concern in SB 108. However, some of the issues present in SB 108 are still present in this bill and are described as follows:

1. This bill still splits responsibility for the grant program between two agencies, Office of the Governor (SB 108 designated the Department of Community and Regional Affairs) and the Department of Administration (DOA).

It is not administratively efficient to split responsibility for a relatively small grant program between two departments. Responsibility for the grant program should rest with the agency who is operationally responsible for promoting the program, in this bill, Office of the Governor.

The Department of Administration is not staffed or functionally oriented to administer this type of grant program. There seems to be some confusion as to who can make payments on behalf of a grant program. The Department of Administration maintains central accounting and payroll systems that are used by all State agencies and is responsible for oversight to ensure agencies are in compliance with established accounting policies and procedures. Agencies initiate virtually all of their own accounting and payroll transactions. Payments are not initiated or authorized by the Department of Administration on behalf of other agencies as a general rule. Whatever agency eventually becomes operationally responsible for this program should also make the payments to USOCA.

The procedure for deducting monthly payroll contributions is a relatively minor portion of this program and is being handled in an automated fashion by the State payroll system as are other monthly payroll deduction programs like the Share Campaign. The Department of Administration will continue to collect and transmit the monthly deductions to USOCA and keep the agency responsible for the program informed. All else should be handled by the agency responsible for the program.

2. This bill makes provision for the State to provide cash match based upon in-kind donations and has been somewhat clarified from SB 108. There are still some issues that need to be specifically addressed:

Sec 05.13.050 needs to be more precise . . . the following wording change is recommended by replacing subsection (a) to read --- in-kind donations which qualify for State matching funds authorized by AS 05.13.040 are limited to only those donations that can be directly used by USOCA to further the purpose of its programs. All other in-kind donations shall first be reduced to cash prior to being submitted on a claim to the State for a matching amount. Private donations may include athletic and training equipment, land, housing, building materials, equipment, and supplies for the Olympic movement in Alaska.

Position Paper  
HB 236

Page 2 of 2 pages

3. This bill should include provision to recognize the need for the State to be able to prescribe record keeping and other administrative requirements as do other grant programs administered by the State.

*Kenneth E Bischoff*  
Kenneth E. Bischoff, Director  
Division of Finance

K

*2/27/85*  
Date

*Lisa Rudd*  
Commissioner Lisa Rudd  
Department of Administration

*3/1/85*  
Date

FEB 7 1985

IN THE SENATE -- Offered: 1/14/85  
Referred: Labor &  
Commerce and Finance

IN THE HOUSE -- Offered: 1/14/85  
Referred: Labor &  
Commerce and Finance

EXECUTIVE ORDER NO. 60

1  
2 Under the authority of art. III, sec. 23, of the Alaska Constitution,  
3 and in accordance with AS 24.30.130(b), I order the following:

4 \* Section 1. FINDINGS. As governor, I find that it would be in the  
5 best interests of efficient administration and state planning to transfer  
6 the athletic commission from the Office of the Governor to the Department  
7 of Commerce and Economic Development.

8 \* Sec. 2. AS 05.05.010(a) is amended to read:

9 (a) There is created an athletic commission within the Depart-  
10 ment of Commerce and Economic Development [OFFICE OF THE GOVERNOR].

11 The commission consists of four members appointed by the governor.  
12 One member of the commission must [SHALL] be appointed from each of  
13 the four major senate districts described in sec. 2, art. XIV of the  
14 state constitution. The commissioners must [SHALL] be appointed for  
15 overlapping two year terms. Members of the commission serve at the  
16 pleasure of the governor and must [SHALL] be selected on the basis of  
17 their known interest in and knowledge of athletics in the state.

18 \* Sec. 3. AS 08.01.010 is amended by adding a new paragraph to read:

19 (25) Athletic Commission (AS 05.05 and AS 05.10).

20 \* Sec. 4. TRANSITION. All litigation, hearings, investigations, and  
21 other proceedings pending under a law amended by this Order, or in connec-  
22 tion with functions transferred by this Order, continue in effect and may  
23 be continued and completed notwithstanding the transfer or an amendment  
24 provided for in this Order. Certificates, orders, and regulations issued  
25 or adopted under authority of a law amended by this Order remain in effect  
26 for the term issued, or until revoked, vacated, or otherwise modified under  
27 the provisions of this Order. All contracts, rights, liabilities, and  
28 obligations created by or under a law amended by this Order, and in effect  
29 on the effective date of this Order, remain in effect notwithstanding this

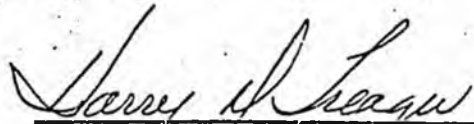
Executive Order 60: Transferring the Athletic Commission from the Office of the Governor to the Department of Commerce and Economic Development.

The Department of Commerce and Economic Development concurs with the executive order to transfer the Athletic Commission to this agency.

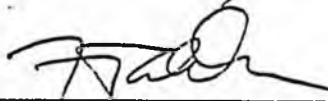
The Division of Occupational Licensing is the appropriate agency to handle the licensing and registration of the boxers, managers, physicians, trainers and seconds. It is also the appropriate agency to accept bonds and insurance for boxing events, just as it does for other licensing sectors.

Since 1980, when the Athletic Commission was informally transferred to the Department of Commerce and Economic Development, the division has rendered limited administrative support to the Alaska Athletic Commission. The executive order will allow for proper accountability and budgeting for the commission. The commission received its last appropriation in 1977.

Though the commission has been in existence since 1959, regulations governing athletic events have never been adopted. The commission must develop comprehensive regulations for the protection of the participants and public. This is best accomplished in the occupational licensing agency.

  
\_\_\_\_\_  
Harry D. Treager, Director

DATE: January 28, 1985

  
\_\_\_\_\_  
Loren H. Lounsbury, Commissioner

DATE: 1/28/85

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

REQUEST  
 Bill/Resolution No.: EXECUTIVE ORDER NO. 60  
 Title: Transfer of the Athletic Commission  
 Sponsor: \_\_\_\_\_  
 Requestor: \_\_\_\_\_  
 Date of Request: \_\_\_\_\_

FISCAL DETAIL  
 Agency Affected: Commerce & Economic Dev.  
 Program Category Affected: Consumer Protection  
 BRU, Program or Subprogram(s) Affected: \_\_\_\_\_  
Division of Occupational Licensing

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>		-0-	-0-	-0-	-0-	-0-

<b>CAPITAL</b>						
----------------	--	--	--	--	--	--

<b>REVENUE</b>						
----------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>		-0-	-0-	-0-	-0-	-0-

POSITIONS:

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

ANALYSIS: Attach a separate page if necessary

Funding was added to the Department's FY '86 budget request to operate the Athletic Commission.

Prepared By: Jennifer Strickler, Management Analyst Phone: 465-2144  
 Division: Occupational Licensing Date: 1-10-85

Approved by Commissioner Loren H. Lounsbury Date: 1/20/85  
 Agency: Commerce & Economic Development

Distribution (by Agency preparing fiscal note):

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

7/1/84

D R A F T

Under the authority of art. III, sec. 23, of the Alaska Constitution, I am transmitting an executive order that officially transfers the Athletic Commission from the Office of the Governor to the Department of Commerce and Economic Development.

The Athletic Commission (AS 05.05 and 05.10) is currently assigned by AS 05.05.010 to the Office of the Governor. However, it was informally and unofficially transferred to the Department of Commerce and Economic Development in a July 30, 1980 memorandum by former Governor Hammond -- a more appropriate location. This executive order would make that transfer official.

The transfer places the commission where it logically belongs, with the other occupational licensing and regulatory boards and commissions. It is the first step in my efforts to revitalize the commission's regulation of boxing in our state.

I believe that this transfer will improve the efficiency and effectiveness of the Athletic Commission. I am confident that, along with the funding I have requested for the commission in the FY 86 budget, the transfer will also improve the quality of the services the commission provides to boxers, promoters, and fans alike.

Sincerely,

Bill Sheffield  
Governor

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

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

REQUEST

Bill/Resolution No.: HB 236  
 Title: Creating a Quadrennial Olympic Reserve Account  
 Sponsor: Several Representatives  
 Requestor: \_\_\_\_\_  
 Date of Request: \_\_\_\_\_

FISCAL DETAIL

Agency Affected: Commerce & Econ. Dev.  
 Program Category Affected: \_\_\_\_\_  
 Consumer Protection  
 BRU, Program or Subprogram(s) Affected: \_\_\_\_\_  
 Occupational Licensing

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>								
100 PERSONAL SERVICES								
200 TRAVEL								
300 CONTRACTUAL								
400 SUPPLIES		.7	.7	.7	.8			
500 EQUIPMENT								
600 LAND & STRUCTURES								
700 GRANTS, CLAIMS								
800 MISCELLANEOUS								
<b>TOTAL OPERATING</b>		.7	.7	.7	.8			

<b>CAPITAL</b>								
----------------	--	--	--	--	--	--	--	--

<b>REVENUE</b>								
----------------	--	--	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND		.7	.7	.7	.8			
FEDERAL FUNDS								
OTHER								
<b>TOTAL</b>		.7	.7	.7	.8			

POSITIONS:

FULL-TIME		0	0	0	0			
PART-TIME								
TEMPORARY								

ANALYSIS: Attach a separate page if necessary

Prepared By: Jennifer Strickler, Mgnt. Analyst Phone: 465-2144

Division: Occupational Licensing Date: 3-14-85

Approved by Commissioner: Loren H. Lounsbury Date: 3/14/85

Agency: Commerce and Economic Development

Distribution (by Agency preparing fiscal note):

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

7/1/84

HB 236

Department of Commerce &  
Economic Development  
Division of Occupational -  
Licensing

FISCAL IMPACT:

300 Contractual Services -

Printing Costs:

13,500 State Employees (including Officials)  
214 Municipal Officials  
1,000 Municipal employees  
14,714

Notification letters - 14,714 x .032 per copy = \$ 470.85  
Contribution forms (number of employees were  
divided by 2 since .032¢ per copy contains two  
contribution forms, ½ page each) 7,352 x .032 = \$ 235.43

Postage

11 Municipalities x .22¢ each = \$ 2.42  
(A general circulation within each municipality  
can be suggested, to keep postage costs to a minimum.)

State Officials and employees notification and distribution  
can be circulated through Inter-departmental mail.

TOTAL COST = \$ 708.70

MAR 13 1985

INFORMATION:

11 Municipalities in the State of Alaska. (Information provided by the Department of Community & Regional Affairs)

<u>Municipality:</u>	<u># of Municipal Officials:</u>
Anchorage	29
Bristol Bay	18
Fairbanks North Slope Borough	26
Haines Borough	16
Juneau City & Borough	25
Kenai Peninsula Borough	20
Ketchikan Gateway Borough	12
Kodiak Island Borough	15
Matanuska-Susitna Borough	12
North Slope Borough	19
Sitka	22
	<u>214</u>

Approximately 1,000 employees.

13,500 State Employees (Information provided by Dept. of Administration)

STATE OF ALASKA  
 Department of Commerce  
 Division of Occupational Licensin  
 Pouch D  
 Juneau, Alaska 99811

STATE OF ALASKA 1985 LEGISLATIVE SESSION  
FISCAL NOTE

MAR 5 1985

Revision Date:

Page 1 of 2

REQUEST

Bill/Resolution No.: HB 236  
 Title: An Act Creating a Quadrennial Olympic Reserve Account  
 Sponsor: Pinnalberi, Collins, et al.  
 Requestor: House State Affairs  
 Date of Request: February 27, 1985

FISCAL DETAIL

Agency Affected: Administration  
 Program Category Affected: General Government Centralized Administrative Services  
 BRU, Program or Subprogram(s) Affected:

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 85	FY 86	FY 87	FY 88	FY 89	FY 90
<b>OPERATING</b>						
100 PERSONAL SERVICES	25.0	25.0	25.0	25.0	25.0	25.0
200 TRAVEL	3.0	3.0	3.0	3.0	3.0	3.0
300 CONTRACTUAL	2.0	2.0	2.0	2.0	2.0	2.0
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS	1,035.0	1,035.0	1,035.0	1,035.0	1,035.0	1,035.0
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>	<b>1,065.0</b>

<b>CAPITAL</b>						
----------------	--	--	--	--	--	--

<b>REVENUE</b>						
----------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

GENERAL FUND	1,065.0	1,065.0	1,065.0	1,065.0	1,065.0	1,065.0
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>						

POSITIONS:

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

ANALYSIS: (Attach a separate page if necessary)

Prepared By: Keneth E. Bischoff *KEB A*  
 Division: Finance

Phone: 465-2240

Date: February 27, 1985

Approved by Commissioner: Lisa Rudd *LJR*  
 Agency: Department of Administration *110*

Date: 3/1/85

Distribution (by Agency preparing fiscal note):

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

HB 236  
Fiscal Note Analysis  
Prepared by Division of Finance  
Department of Administration  
February 27, 1985

We have assumed that the State will match the full \$1,000,000 private donations annually.

The State employee match is based on the assumption that 20% of the 14,339 State employees (count as of January 31, 1984) will participate in this program annually.

The estimated cost of producing the payroll deduction authorization forms and annual administration of the program is \$30,000 (B).

Private donations	\$1,000,000
State employee match (DOA)	35,000 (A)
Administrative cost (DOA)	<u>30,000 (B)</u>
Total annual cost	\$1,065,000

A:  $20\% \times 14,339 \times \$1.00 \times 12 \text{ months} = 34,414$  (rounded)

B. Forms	\$ 2,000
Personnel services	25,000
General Government	
Range 18 - $\frac{1}{2}$ time	
Travel	<u>3,000</u>
	\$30,000

Position Paper  
HB 236

This bill is the House version of SB 108. This version better defines the mechanics and who is responsible for certain aspects of this grant program that were of concern in SB 108. However, some of the issues present in SB 108 are still present in this bill and are described as follows:

1. This bill still splits responsibility for the grant program between two agencies, Office of the Governor (SB 108 designated the Department of Community and Regional Affairs) and the Department of Administration (DOA).

It is not administratively efficient to split responsibility for a relatively small grant program between two departments. Responsibility for the grant program should rest with the agency who is operationally responsible for promoting the program, in this bill, Office of the Governor.

The Department of Administration is not staffed or functionally oriented to administer this type of grant program. There seems to be some confusion as to who can make payments on behalf of a grant program. The Department of Administration maintains central accounting and payroll systems that are used by all State agencies and is responsible for oversight to ensure agencies are in compliance with established accounting policies and procedures. Agencies initiate virtually all of their own accounting and payroll transactions. Payments are not initiated or authorized by the Department of Administration on behalf of other agencies as a general rule. Whatever agency eventually becomes operationally responsible for this program should also make the payments to USOCA.

The procedure for deducting monthly payroll contributions is a relatively minor portion of this program and is being handled in an automated fashion by the State payroll system as are other monthly payroll deduction programs like the Share Campaign. The Department of Administration will continue to collect and transmit the monthly deductions to USOCA and keep the agency responsible for the program informed. All else should be handled by the agency responsible for the program.

2. This bill makes provision for the State to provide cash match based upon in-kind donations and has been somewhat clarified from SB 108. There are still some issues that need to be specifically addressed:

Sec 05.13.050 needs to be more precise . . . the following wording change is recommended by replacing subsection (a) to read --- in-kind donations which qualify for State matching funds authorized by AS 05.13.040 are limited to only those donations that can be directly used by USOCA to further the purpose of its programs. All other in-kind donations shall first be reduced to cash prior to being submitted on a claim to the State for a matching amount. Private donations may include athletic and training equipment, land, housing, building materials, equipment, and supplies for the Olympic movement in Alaska.

Position Paper  
HB 236

Page 2 of 2 pages

3. This bill should include provision to recognize the need for the State to be able to prescribe record keeping and other administrative requirements as do other grant programs administered by the State.

*Kenneth E Bischoff*  
Kenneth E. Bischoff, Director  
Division of Finance

*A*

*2/27/85*  
Date

*Lisa Rudd*  
Commissioner Lisa Rudd  
Department of Administration

*3/1/85*  
Date

STATE OF ALASKA  
THE LEGISLATURE

LEGISLATIVE AFFAIRS AGENCY  
LEGISLATIVE REFERENCE LIBRARY

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

May, 1988

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

Mary Van Nimwegen

*HSA 3-20-85 3pm*