

ALASKA LEGISLATURE COMMITTEE FILES 1987-1988 8672

4744 HJUD HJR 2 - HJR 19

316

IN THE HOUSE

BY THE HEALTH, EDUCATION, AND
SOCIAL SERVICES COMMITTEE

CS HOUSE JOINT RESOLUTION NO. 2 (HESS)

IN THE LEGISLATURE OF THE STATE OF ALASKA

FIFTEENTH LEGISLATURE - FIRST SESSION

Proposing amendments to the
Constitution of the State of
Alaska creating a university
fund.

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

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

SECTION 7. DEDICATED FUNDS. The proceeds of any
state tax or license shall not be dedicated to any special
purpose, except as provided in section 5 and section 17 of
this article or when required by the federal government
for state participation in federal programs. This
provision shall not prohibit the continuance of any
dedication for special purposes existing upon the date of
ratification of this section by the people of Alaska.

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

SECTION 17. UNIVERSITY FUND. At least five percent
of all mineral lease rentals, royalties, royalty sale
proceeds, federal mineral revenue sharing payments and
bonuses received by the state after January 1, 1989 shall
be placed in a university endowment trust fund, the

principal of which shall be invested under the standards of professional prudence exercised by an institutional investor at competitive national or international market rates. All income from the university fund shall be transferred to the board of regents of the University of Alaska to be used for the state university. The income may be expended without appropriation.

* Sec. 3. The amendments proposed by this resolution shall be placed before the voters of the state at the next general election in conformity with art. XIII, sec. 1, Constitution of the State of Alaska, and the election laws of the state.

Japan building 26 new high-tech 'Silicon Valleys'

By OTTO SILHA

Scripps Howard News Service

Japan's Technopolis Concept — an ambitious plan to build a series of high-tech cities — may galvanize U.S. urban growth and development much as the 1957 Soviet Sputnik launch spurred the U.S. space program.

The project was launched in 1980 under the guidance of the Ministry of International Trade and Industry. The objective is to build 26 new "Silicon Valleys" spread throughout the Japanese islands. MITI has selected 18 sites and is said to be reviewing eight more.

These new cities, many of them under construction, are designed as the engines for Japan's economic growth in the 21st century. Each will contain university science centers, research parks, joint research and development consortiums, venture capital foundations, and office complexes concentrated in one area to form a critical mass.

In addition to innovative housing, the cities will offer shopping malls, schools, recreational areas and life-long learning centers. They are located in scenic areas, unlike Japan's present major cities.

A leading U.S. student of the Technopolis Concept is Sheridan Tatsuno, senior analyst at Dataquest, a high-tech market-research company in California's Silicon Valley. After visiting 18 of the "Technopolises," he reported his findings in a recently published book, "The Technopolis Strategy: Japan, High Technology and the Control of the 21st Century."

Tatsuno sets the background for this aggressive new strategy. After World War II, Japan diligently sought advanced technology to catch up with the West. Copying — not reinventing the wheel — was perceived as the route to the future.

MITI provided national leadership in importing foreign technology, with companies investing in new plants and equipment and developing low-cost manufacturing processes. The national objective — high-quality products — was met.

Recent years, however, have brought new challenges. The strong yen value has affected the domestic economy, and companies from South Korea, Taiwan, Singapore, Malaysia and, more recently, China are competing successfully in the international markets with even lower-cost products.

A 1980 MITI paper, "Visions for the 1980's," urged Japan's industry to pursue more creative research. More than 30 national research and development projects focused

‘ These new cities are designed as the engines for Japan's economic growth in the 21st century. Each will contain university science centers, research parks, joint research and development consortiums, and office complexes. ’

on such leading-edge technologies as fifth-generation computers, biotechnology, lasers, ceramics and bioelectronics. More than 2,000 researchers — in the Tsukuba Science City, 35 miles northeast of Tokyo, and six regional testing laboratories — coordinated the project.

To understand the government commitment to put Japan in first place in science, industry, business and finance in the 1990s and beyond, one must realize that MITI is not the only agency pressing ahead in the 1980s. The Science and Technology Agency and the Ministry of Posts and Telecommunications have pursued their own joint-research venture. One of the more ambitious projects involves automated language translation phone systems and artificial intelligence.

Needless to say, Japanese companies are rushing to take advantage of the results of these projects. Since 1984, leading electronic makers have spent \$2.5 billion to build more than 80 research laboratories to design and operate the new products for domestic and world markets.

U.S. business leaders have been concerned for many years about the Japanese government's heavy subsidy of research and even marketing subsidies of competitive products. This kind of stimulation has helped to produce 11 major automobile manufacturers compared to only four in the United States. But the Technopolis Concept seems likely to result in an even more aggressive competitive threat to the West.

Tatsuno reports that MITI has studied every science city and high-tech region around the world in preparing for Technopolis.

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

CS HJR 2 (HESS)/

Bill Version: CS HB 42 (HESS)

Publish Date: _____

REQUEST: _____

Revision Date: _____

Title: University Fund

Agency Affected: Department of Revenue

BRU: Treasury

Sponsor: House HESS

Requestor: House HESS

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.8	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB

Division: Treasury

Phone: 465-2350

Date: February 23 1987

Approved by Commissioner: _____

Agency: Department of Revenue

Date: _____

Distribution (by preparer):

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

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: CS HB 42 (HESS)
Publish Date: _____

REQUEST: _____

Revision Date: _____
Title: University Fund

Agency Affected: Department of Revenue
BRU: Treasury

Sponsor: House HESS
Requestor: House HESS

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.8	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB
Division: Treasury

Phone: 465-2350
Date: February 23, 1987

Approved by Commissioner: _____
Agency: Department of Revenue

Date: _____

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)
Senate Secretary

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: CS HJR 2 (HESS)

Publish Date: _____

REQUEST: _____

Revision Date: _____

Title: University Fund

Agency Affected: Department of Revenue

BRU: Treasury

Sponsor: House HESS

Requestor: House HESS

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB

Division: Treasury

Phone: 465-2350

Date: February 23, 1987

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Date: _____

Distribution (by preparer):

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

University Fund
(\$ 000)

<u>Fiscal Year</u>	<u>Principal Balance</u>	<u>Securities Safekeeping Fees</u>	<u>Common Stock Management Fees</u>	<u>Performance Measurement Fees</u>	<u>Total Fees</u>
1989	15,800.0	.8	10.0	12.0	22.8
1990	48,900.0	2.6	46.5	12.0	61.1
1991	81,100.0	4.3	102.8	12.0	119.1
1992	113,600.0	6.0	180.1	12.0	198.1

Notes:

1. From 2-13-87 HB 42/HJJ: 2 Fiscal Note prepared by Robert Elliott, Department of Revenue
2. Column 1 x 5.25¢/\$1,000, per contract
3. Column 1 x .317%, per contract, x 20%, 30%, 40%, and 50% allocation to stocks for FY 89-92, respectively
4. Per contract
5. Columns 2 + 3 + 4

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HJR 2
PUBLISH DATE: 1/19/87

FISCAL NOTE

REQUEST:

Revision Date: 1/22/88
Title: Constitutional Amendment creating a university fund.
Sponsor: BOUCHER
Requestor: House Judiciary

Agency Affected: Office of the Governor
BRU: Division of Elections
Components: II - Primary & General Elections

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2*	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2*	0	0	0	0

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2*	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (cont.)

Prepared by: Linda Edgeworth Phone: 465-4611
Division: Elections Date: 1/22/88

Approved by Commissioner: [Signature] Date: 2/1/88
Agency: Office of the Governor, Division of Elections

Distribution (by preparer): 2/1/88
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR 2

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HJR 12
PUBLISH DATE: 1/30/87

FISCAL NOTE

REQUEST:

Revision Date: 1/22/88
Tide: Constitutional Amendment relating to the use and expenditure of state money.
Sponsor: RIEGER
Requestor: House Judiciary
Agency Affected: Office of the Governor
BRU: Division of Elections
Components: II - Primary & General Elections

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2*	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2*	0	0	0	0

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2*	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (cont.)

Prepared by: Linda Edgeworth Phone: 465-4611
Division: Elections Date: 1/22/88

Approved by Commissioner: [Signature] Date: 2/1/88
Agency: Office of the Governor, Division of Elections

Distribution (by preparer): 2/1/88
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR 12

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HJR 1
PUBLISH DATE: 1/19/87

FISCAL NOTE

REQUEST:

Revision Date: 1/29/88
Title: Constitutional Amendment relating to income from permanent fund.
Sponsor: ELLIS
Requestor: House Judiciary Committee

Agency Affected: Office of the Governor
BRU: Division of Elections
Components: II - Primary & General Elections

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2*	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2*	0	0	0	0

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2*	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (cont.)

Prepared by: Linda Edgeworth
Division: Elections

Phone: 465-4611
Date: 1/22/88

Approved by Commissioner: [Signature]
Agency: Office of the Governor, Division of Elections

Date: 2/1/88

Distribution (by preparer): 2/1/88
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR #1

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

HOUSE COMMITTEE REPORT

Date referred: 1/19/87

FURTHER REFERRALS: Judiciary
Finance

DATE: February 20, 1987

The Health, Education and Social Services Committee has considered HJR 2

Proposing amendments to the Constitution of the State of Alaska creating a university fund.

RECOMMENDS:

- replace with _____ the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

Alice Hanley

Wills Koyama

SIGNING OTHER RECOMMENDATIONS:

ROSE POLO No Rec.

Bill Hulse No Rec.

John Ellis No Rec.

Wills Koyama

 Co-Chairman's signature
John Ellis

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: HB 42/HJR 2

Publish Date: _____

REQUEST _____

Revision Date: _____

Agency Affected: Revenue

Title: Creating the University Fund

BRU: _____

Sponsor: Boucher

Components: _____

Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Millions of Dollars)

GENERAL FUND	-	-	(16.3)	(34.1)	(33.2)	(33.5)
UNIV. FUND PRIN. BALANCE	-	-	15.8	48.9	81.1	113.6
UNIV. FUND INCOME	-	-	.5	1.9	3.9	5.8
TOTAL	-	-	-	-	-	-

POSITIONS:

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

ANALYSIS: Attach a separate page if necessary

See attached.

Prepared By: Robert Elliott *RE*
Division: Research/Revenue

Phone: 465-2173
Date: 2/13/87

Approved by Commissioner: *H. Mulla*
Agency: _____

Date: 2/17/87

Distribution (by Agency preparing fiscal note):

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

Continuation of Fiscal Note Analysis

For Bill/Resolution No. HB 42/HJR 2

Analysis:

Figures are based on estimated mineral revenues for January 1987 Revenue Sources, and assume a six percent nominal interest rate and voter approval of the Constitutional Amendment. University Fund Income represents amount transferred to the Board of Regents at the end of each fiscal year. The above decrease in General Fund revenues includes not only the loss of mineral revenues but the subsequent decrease in General Fund investment earnings. Estimated revenues from proposed bonus sales were not included since bids are impossible to anticipate prior to sales.

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

CS HJR 2 (HESS)/
Bill Version: CS HB 42 (HESS)
Publish Date: _____

REQUEST: _____

Revision Date: _____
Title: University Fund

Agency Affected: Department of Revenue
BRU: Treasury

Sponsor: House HESS
Requestor: House HESS

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.8	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB
Division: Treasury

Phone: 465-2350
Date: February 23, 1987

Approved by Commissioner: _____
Agency: Department of Revenue

Date: _____

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
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Office of Management and Budget
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Senate Secretary

STATE OF ALASKA 1987 LEGISLATIVE SESSION
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Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.8	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB
Division: Treasury

Phone: 465-2350
Date: February 23, 1987

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Agency: Department of Revenue

Date: _____

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- Legislative Sponsor
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Agency Affected: Department of Revenue
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Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	22.8	61.1	119.1	198.1
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	22.8	61.1	119.1	198.1
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER	-	-	22.8	61.1	119.1	198.1
TOTAL	-	-	22.8	61.1	119.1	198.1

POSITIONS:

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

ANALYSIS: Attach a separate page for analysis.

Prepared By: Milt Barker MB
Division: Treasury

Phone: 465-2350
Date: February 23, 1987

Approved by Commissioner: _____
Agency: Department of Revenue

Date: _____

Distribution (by preparer):

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

University Fund
(\$ 000)

<u>Fiscal Year</u>	<u>Principal Balance</u>	<u>Securities Safekeeping Fees</u>	<u>Common Stock Management Fees</u>	<u>Performance Measurement Fees</u>	<u>Total Fees</u>
1989	15,800.0	.8	10.0	12.0	22.8
1990	48,900.0	2.6	46.5	12.0	61.1
1991	81,100.0	4.3	102.8	12.0	119.1
1992	113,600.0	6.0	180.1	12.0	198.1

Notes:

1. From 2-13-87 HB 42/HJR 2 Fiscal Note prepared by Robert Elliott, Department of Revenue
2. Column 1 x 5.25¢/\$1,000, per contract
3. Column 1 x .317%, per contract, x 20%, 30%, 40%, and 50% allocation to stocks for FY 89-92, respectively
4. Per contract
5. Columns 2 + 3 + 4

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

Bill Version: HB 42/HJR 2
Publish Date: _____

REQUEST _____

Revision Date: _____
Title: University Fund

Agency Affected: Permanent Fund Corp.
BRU: _____

Sponsor: Rep. Boucher
Requestor: _____

Components: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES		241.2	255.7	271.0	287.3	304.5
TRAVEL		31.0	32.9	34.8	36.9	39.1
CONTRACTUAL		192.8	204.4	216.6	229.6	243.4
SUPPLIES		3.2	3.4	3.6	3.8	4.0
EQUIPMENT	-	17.2	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	485.4	496.4	526.0	557.6	591.0
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

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

POSITIONS:

FULL-TIME	-	5	-	-	-	-
PART-TIME	-	-	-	-	-	-
TEMPORARY	-	-	-	-	-	-

ANALYSIS: Attach a separate page if necessary

* According to constitutional provision Article 9, Section 15 funds cannot be comingled with Permanent Fund Assets.

Prepared By: Royce Weller **FOR P.F.C.** Phone: 465-2300
Division: Revenue/Commissioner's Office Date: 2/18/87

Approved by Commissioner: Hugh Malone **Hm** Date: 2/18/87
Agency: Department of Revenue

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

NOTE: THIS FISCAL NOTE IS BASED ON INFORMATION SUPPLIED BY THE PERMANENT FUND CORPORATION. **Hm**
page 1 of 1

HJR

12

Alaska State Legislature

REPRESENTATIVE
STEVE RIEGER
District 8, Seat B

House Finance Committee



P. O. Box 110623
Anchorage, Alaska 99511

While in Juneau
P. O. Box V
Juneau, Alaska 99811
(907) 465-3464

House of Representatives

M E M O R A N D U M

TO: House State Affairs Committee
FROM: Representative Steve Rieger *SR*
DATE: February 24, 1987
RE: HJR 12, Use and Expenditure of State Money

In the fall of 1986, the voters ratified the current constitutional spending limit by a vote of 110,775 to 48,909. There clearly is public support for a spending limit.

The current spending limit doesn't work. Therefore I have introduced House Joint Resolution 12. This legislation is made up of two elements: a spending limit and a budget reserve fund.

SPENDING LIMIT:

Amends previous constitutional spending limitation language, major points being:

1. Links level of appropriation limit to prior year's actual spending, permitting downward movement of limit as well as upward movement;
2. Deletes indexing of limit for population growth (keeps indexing for inflation);
3. Simplifies prescriptions of how moneys shall be spent;
4. Maintains exemption for appropriations to the Permanent Fund.

BUDGET RESERVE FUND:

1. Dollars received by the state (other than specific exceptions) that exceed the spending limitation are put in the fund. Additional dollars may be appropriated to the the fund.

2. Interest earned by the fund shall be retained in the fund.
3. Legislature may use up to two thirds (2/3) of the fund if dollars received by the state in a fiscal year are less than 92% of the spending limit.

A Committee Substitute for Senate Joint Resolution 10, the companion resolution to HJR 12 in the senate, was proposed in Senate Judiciary because Section 17(c) did not state clearly that the budget must be cut by 8% before the budget reserve fund could be used. The changes to the senate resolution are as follows.

On page 3, line one delete and add:

...appropriation limit received by the State in a fiscal year [does not exceed] is less than ...

The second change adds a sentence on page three, line 4:

However, the amount appropriated from the budget reserve fund when added to the money subject to the appropriation limit that fiscal year may not exceed ninety-two percent of the amount that may be appropriated under Section 16 of this article.

Alaska State Legislature

REPRESENTATIVE
STEVE RIEGER
District 8, Seat B

House Finance Committee



P. O. Box 110623
Anchorage, Alaska 99511

While in Juneau
P. O. Box V
Juneau, Alaska 99811
(907) 465-3464

House of Representatives

January 28, 1987

MEMORANDUM

To: Interested Legislators
From: Representative Steve Rieger *SR*

The attached joint resolution is intended to strengthen and improve the Budget Reserve Fund. It incorporates some of the concepts of Governor Sheffield's proposed constitutional amendment in the 1986 legislative session, but also has some changes.

The first component is a spending limit. The joint resolution, if approved by the voters, repeals the existing constitutional spending limit, and substitutes a new limit. Each year's total general fund appropriations will be tied to the previous year's total appropriations, with a maximum increase of 10%. If revenues decrease, appropriations decrease and the Budget Reserve Fund may kick in, as described in the next paragraph. For purposes of the spending limit, appropriations to the Permanent Fund are excluded and all year-to-year comparisons are on a constant-dollar basis, i.e. inflation-adjusted.

The second component of the legislation constitutionally establishes the Budget Reserve Fund. The Budget Reserve Fund (1) receives revenues when they exceed appropriations, and (2) pays out money if revenues fall short of appropriations, subject to two conditions. First, there must be an 8% reduction in total appropriations before money can be drawn from the Budget Reserve Fund. Second, no more than 2/3 of the balance of the Budget Reserve Fund can be drawn in a single year.

Interested Legislators
January 28, 1987
Page 2

This legislation corrects a problem of Governor Sheffield's proposal last year. It makes clear that only the legislature can appropriate money from the Budget Reserve Fund (while last year's proposal allowed the Governor to draw out money).

Lastly, there is a provision to allow additional appropriations from the Budget Reserve Fund to meet legally declared state disasters.

Please note that even if passed this year, this constitutional amendment will be before the voters after the present balance in the Budget Reserve Fund is probably drawn down to zero, to balance the FY '87 deficit. However, Governor Cowper has advocated new special appropriations to replenish the Budget Reserve Fund.

It is also my expectation that by the time this amendment is before the voters for ratification, state spending will be at a more sustainable long-term level of spending, making the spending limit restrictions reasonable.

In conclusion, I believe that the constitutional protections proposed here are good, necessary improvements to the whole concept of a Budget Reserve Fund. Our goal is to stabilize state spending. This resolution provides a meaningful spending limit, which is a first requisite to stable spending, and it provides constitutional protection to the Budget Reserve Fund itself, so that it only may be used to offset significant, i.e. greater than 8%, reductions in state revenues. Again, the result is more stable state spending.

Attachment



ALASKA STATE LEGISLATURE
HOUSE OF REPRESENTATIVES
RESEARCH AGENCY

P.O. Box Y, State Capitol
Juneau, Alaska 99811-3100
Mail Stop 3100
(907) 465-3991

February 18, ~~1986~~ 1987

MEMORANDUM

TO: Representative Steve Rieger

ATTN: Brent Paine

FROM: Brad Pierce *BP*
Legislative Analyst

RE: Budget Reserve Fund under House Joint Resolution 12
Research Request 87.125

You requested this agency to provide information on House Joint Resolution 12 (HJR 12). The resolution, if adopted, would seek voter approval to modify Article IX of the Alaska Constitution to establish a State budget appropriation limit. This limit would restrict appropriations (excluding debt service, federal funds, and Permanent Fund deposits and dividends) for a given fiscal year to not more than ten percent over, or eight percent under, inflation-adjusted appropriations for the previous fiscal year.¹ In effect, this resolution defines upper and lower limits to total appropriations for a given fiscal year, based on appropriations for the previous fiscal year.

Under HJR 12, revenues in excess of the upper appropriation limit would be deposited into a budget reserve account which would accrue interest at market rates.² If revenues were insufficient to fund the lower appropriation limit, up to two-thirds of the reserve account could be drawn down in any fiscal year to make up the difference.

¹Although the language in the resolution does not explicitly specify at what point in the calculation these exclusions are to be made, we have assumed that they are to be backed out before computing limits.

²We have used an 8.2 percent interest rate, which corresponds to the average rate of interest income on the State General Fund balance during the FY 80 - FY 87 period. We have also assumed that funds would be deposited continuously in the account over the fiscal year.

Specifically, you requested this agency to provide a table portraying the total State budget from FY 80 - FY 87 as if HJR 12 had been in effect during this period. We have used our interpretation of the assumptions embodied in HJR 12 to construct the attached table.

Column 1 shows the general obligation debt service component for FY 80 - FY 87 State budgets. Column 2 is the total annual State appropriation level, less federal funds. Columns 3 - 5 break out the additional variables necessary to adjust historical budgets to comply with the provisions of HJR 12. Columns 6 and 7 define the upper and lower limits of total State budget appropriations under the HJR 12 restrictions. The effective budget (column 8) then equals either the upper limit (Column 6) or total revenues (column 9), whichever is less, except when funds would have been withdrawn to meet the lower limit (Column 7).

As you can see from the effective budgets in Column 8, revenues exceed the upper limit from FY 80 - FY 82, which causes the reserve account to increase during this period. When revenues fall to less than the upper limit (but greater than the lower limit) in FY 83, the appropriation level becomes the total revenue level and no funds are deposited to, or withdrawn from, the reserve account. From FY 84 - FY 86, total revenues are greater than the upper limit and the reserve account again increases. In FY 87, revenues decline sharply and funds are withdrawn from the reserve account to bring the effective budget up to the lower limit level.

Per your request, approximately \$2.5 billion in extraordinary appropriations (e.g., ANCSA payments, AIDA and AHFC capitalization, etc.) and certain revenue bond payments made during the period are assumed to have been deposited into the reserve account. Although the model does not exactly follow the provisions of HJR 12, we think we have specified the model you requested. The reserve account in the model works because it applies to a period in which revenues generally exceeded budget targets. In an era of declining revenues, and beginning with a \$3.6 billion FY 87 base budget, deposits to a budget reserve account are less likely.

We have the HJR 12 model stored on computer disk and would be happy to refine it further or provide projections if you wish. I hope we have provided enough information for your purposes. If you have any further questions, please call.

Attachment

TABLE 1
 FY 80-87 STATE BUDGET UNDER HJR 12 ASSUMPTIONS
 (\$ millions)

FISCAL YEAR	[-----ACTUALS-----]					[----- UNDER HJR 12 -----]					
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	GO Debt Service	Total Budget (less Fed \$)	Permanent Fund Deposits	Permanent Fund Dividends	Inflation Factor	HJR 12 Upper Limit	HJR 12 Lower Limit	HJR 12 Effective Budget	Total Revenues (less Fed \$)	Annual Reserve Account Dep/With	Reserve Account Balance
1980	75.2	1,371.0	0.0	0.0	1	1,371.0	1,371.0	1,371.0	2,492.4	1,121.4	1,167.4
1981	97.4	5,212.3	900.0	0.0	1.101	2,566.7	2,309.9	2,566.7	3,431.6	864.9	2,163.4
1982	102.4	4,642.5	800.0	0.0	1.077	2,761.6	2,457.4	2,761.6	3,762.4	1,000.8	3,382.7
1983	143.6	4,018.4	400.0	481.6	1.072	3,217.6	2,858.8	2,922.4	2,922.4	0.0	3,660.0
1984	178.6	4,123.0	300.0	190.6	1.008	2,772.8	2,428.6	2,772.8	3,301.7	528.9	4,510.7
1985	169.5	4,781.0	300.0	163.1	1.036	3,029.9	2,637.6	3,029.9	3,307.0	277.1	5,169.1
1986	163.3	4,180.8	0.0	218.2	1.028	3,092.3	2,648.8	3,092.3	3,098.2	5.9	5,599.0
1987	155.0	3,611.3	0.0	304.4	1.004	3,453.3	2,963.4	2,963.4	1,205.3	(1,758.1)	4,228.0

Sources: Historical Budget Data (less federal monies), Office of Management and Budget
 Permanent Fund Data, General Fund Interest Rate and Total Unrestricted Revenues, "Revenue Sources FY 86-89", Department of Revenue.
 Federal Revenues, "Operating and Capital Budgets" (various years), Legislative Finance
 Consumer Price Index, "Alaska Cost and Income Measures", Department of Labor.

Prepared by the House Research Agency, February 1987 (87-125;871217-16).

Sec. 37.05.156. Budget reserve fund; Appropriation limit. (a) There is established as a separate fund in the state treasury the budget reserve fund. The budget reserve fund consists of appropriations to the fund. Money received by the state that is subject to the appropriation limit under (b) of this section and that exceeds that limit, may be appropriated to the budget reserve fund.

(b) Except for appropriations to the permanent fund or for Alaska permanent fund dividends, appropriations to the budget reserve fund, appropriations of revenue bond proceeds, appropriations required to pay the principal and interest on general obligation bonds, and appropriations of money received from a nonstate source in trust for a specific purpose, including revenue of a public enterprise or public corporation of the state that issues revenue bonds, appropriations from the treasury made in a fiscal year may not exceed appropriations made in the preceding fiscal year by more than five percent plus the change in population and inflation since the beginning of the preceding fiscal year. For purposes of applying this limit an appropriation is considered to be made in the fiscal year in which it is enacted and a reappropriation remains attributed to the fiscal year in which the original appropriation is enacted. The determination of the change in population for purposes of this subsection shall be based on an annual estimate of population by the Department of Labor. The determination of the change in inflation for purposes of this subsection shall be based on the Consumer Price Index for all urban consumers for Anchorage prepared by the United States Bureau of Labor Statistics. The amount of money received by the state that is subject to the appropriation limit includes the balance in the general fund carried forward from the preceding fiscal year.

(c) If the legislature determines that the money subject to the appropriation limit received by the state in a fiscal year is less than the maximum permitted to be appropriated under (b) of this section, up to 25 percent of the balance of the budget reserve fund may be appropriated to the general fund.

(d) The Department of Revenue shall manage and invest assets of the budget reserve fund in the manner set out for the management and investment of the assets of the general fund under AS 37.10.070. Income from investment of the budget reserve fund may be appropriated to the fund each year by law.

(e) Notwithstanding other provisions of this section, appropriations may be made from the budget reserve fund needed by the governor to meet a disaster. In this subsection, "disaster" has the meaning given in AS 26.23.230. (§ 1 ch 58 SLA 1986)

Effective dates. — Section 4, ch. 58, SLA 1986, provides: "This Act takes effect July 1, 1986."

Editor's notes. — Section 3, ch. 58,

SLA 1986 provides that this section applies to fiscal year 1988 and fiscal years thereafter.

Sec. 37.05.159. Reserve for emergency operating expenses account.
[Repealed. § 2 ch 58 SLA 1986.]

STATE OF ALASKA THE LEGISLATURE

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

LEGISLATIVE AFFAIRS AGENCY LEGISLATIVE REFERENCE LIBRARY

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

H. JUD.	3-29-88	1:30 p.m.
H. JUD.	3-28-88	1:30 p.m.
H. JUD.	2-11-88	1:30 p.m.
H. JUD.	5-13-87	1:30 p.m.

(7)

HOUSE COMMITTEE REPORT

Date referred: 4/8/88

FURTHER REFERRALS: Finance

DATE: March 29, 1988

The Judiciary Committee has considered HJR 12

Proposing amendments to the Constitution of the State of Alaska relating to the use and expenditure of state money.

RECOMMENDS:

- replace with CS HJR 12 (SA) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

[Signature]

Adrian L. Taylor

[Signature]

SIGNING OTHER RECOMMENDATIONS:

[Signature] no rec.

[Signature] no rec.

[Signature] no rec.

[Signature]

Chairman's signature

5-0451L
Cook
3/25/88

Original sponsors: Rieger, Collins,
Frank, et al.

1 IN THE HOUSE

BY THE JUDICIARY COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 12 (Judiciary)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska relating to the
7 use and expenditure of state money.

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

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

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

18 * Sec. 2. Article IX, sec. 16, Constitution of the State of Alaska, is
19 amended to read:

20 SECTION 16. APPROPRIATION LIMIT. Except for appropriations to
21 the permanent fund or for Alaska permanent fund dividends, appropria-
22 tions to the budget reserve fund, appropriations of revenue bond
23 proceeds, appropriations required to pay the principal and interest on
24 general obligation bonds, and appropriations of money received from a
25 non-State source in trust for a specific purpose, including revenues
26 of a public enterprise or public corporation of the state that issues
27 revenue bonds, appropriations from the treasury made for a fiscal year
28 shall not exceed appropriations made for the preceding fiscal year
29 [\$2,500,000,000] by more than ten percent plus the [CUMULATIVE]

1 change, derived from federal indices as prescribed by law, in [POPU-
2 LATION AND] inflation since the beginning of the preceding fiscal year
3 [JULY 1, 1981. WITHIN THIS LIMIT, AT LEAST ONE-THIRD SHALL BE RE-
4 SERVED FOR CAPITAL PROJECTS AND LOAN APPROPRIATIONS. THE LEGISLATURE
5 MAY EXCEED THIS LIMIT IN BILLS FOR APPROPRIATIONS TO THE ALASKA PERMA-
6 NENT FUND AND IN BILLS FOR APPROPRIATIONS FOR CAPITAL PROJECTS, WHETH-
7 ER OF BOND PROCEEDS OR OTHERWISE, IF EACH BILL IS APPROVED BY THE
8 GOVERNOR, OR PASSED BY AFFIRMATIVE VOTE OF THREE-FOURTHS OF THE MEM-
9 BERSHIP OF THE LEGISLATURE OVER A VETO OR ITEM VETO, OR BECOMES LAW
10 WITHOUT SIGNATURE, AND IS ALSO APPROVED BY THE VOTERS AS PRESCRIBED BY
11 LAW. EACH BILL FOR APPROPRIATIONS FOR CAPITAL PROJECTS IN EXCESS OF
12 THE LIMIT SHALL BE CONFINED TO CAPITAL PROJECTS OF THE SAME TYPE, AND
13 THE VOTERS SHALL, AS PROVIDED BY LAW, BE INFORMED OF THE COST OF
14 OPERATIONS AND MAINTENANCE OF THE CAPITAL PROJECTS. NO OTHER APPRO-
15 PRIATION IN EXCESS OF THIS LIMIT MAY BE MADE EXCEPT TO MEET A STATE OF
16 DISASTER DECLARED BY THE GOVERNOR AS PRESCRIBED BY LAW. THE GOVERNOR
17 SHALL CAUSE ANY UNEXPENDED AND UNAPPROPRIATED BALANCE TO BE INVESTED
18 SO AS TO YIELD COMPETITIVE MARKET RATES TO THE TREASURY].

19 * Sec. 3. Article IX, Constitution of the State of Alaska, is amended
20 by adding a new section to read:

21 SECTION 17. BUDGET RESERVE FUND. (a) Money received by the
22 State that is subject to the appropriation limit under Section 16 of
23 this article and that exceeds that appropriation limit, shall be
24 deposited in the budget reserve fund. Additional appropriations may
25 be made to the budget reserve fund.

26 (b) Money in the budget reserve fund shall be invested so as to
27 yield competitive market rates to the fund. Income from investment of
28 the fund shall be retained in the fund.

29 (c) If the legislature determines that the money subject to the

1 appropriation limit received by the State in a fiscal year is less
2 than ninety-two percent of the amount that was appropriated under
3 Section 16 of this article in the previous fiscal year, up to two-
4 thirds of the budget reserve fund balance may be appropriated to the
5 general fund. However, the amount appropriated from the budget re-
6 serve fund when added to the money subject to the appropriation limit
7 during the current fiscal year may not exceed ninety-two percent of
8 the amount that was appropriated under Section 16 of this article in
9 the previous fiscal year.

10 (d) Notwithstanding the appropriation limit in this section and
11 in Section 16 of this article, additional amounts may be appropriated
12 from the budget reserve fund by affirmative vote of three-fourths of
13 the membership of each house of the Legislature to meet a state disas-
14 ter declared by the governor as prescribed by law.

15 * Sec. 4. Article XV, Constitution of the State of Alaska, is amended
16 by adding a new section to read:

17 SECTION 29. APPLICATION. The 1988 amendments relating to dedi-
18 cated funds (art. IX, sec. 7), the appropriation limit (art. IX,
19 sec. 16), and the budget reserve fund (art. IX, sec. 17) apply to
20 fiscal year 1990 and thereafter.

21 * Sec. 5. The amendments proposed by this resolution shall be placed
22 before the voters of the state at the next general election in conformity
23 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
24 tion laws of the state.

A M E N D M E N T

Offered in the HOUSE

By Rieger

TO: CSHJR 12 (State Affairs)

Page 3, line 12, after "fund":

Insert "by affirmative vote of three-fourths of the membership of each house of the legislature"

STATE OF ALASKA
1988 LEGISLATIVE SESSION

BILL VERSION: HJR 12
PUBLISH DATE: 1/30/87

FISCAL NOTE

REQUEST:

Revision Date: 1/22/88
Title: Constitutional Amendment relating to the use and expenditure of state money.
Sponsor: RIEGER
Requestor: House Judiciary

Agency Affected: Office of the Governor
BRU: Division of Elections
Components: II - Primary & General Elections

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2*	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2*	0	0	0	0

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2*	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (cont.)

Prepared by: Linda Edgeworth
Division: Elections

Phone: 465-4611
Date: 1/22/88

Approved by Commissioner: [Signature]
Agency: Office of the Governor, Division of Elections

Date: 2/1/88

Distribution (by preparer): 2/1/88
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR 12

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

Alaska State Legislature

REPRESENTATIVE
STEVE RIEGER
District 8, Seat B



P.O. Box 110623
Anchorage, Alaska 99511

Wade in Juneau
P.O. Box 7
Juneau, Alaska 99811
(907) 465-1364

House Finance Committee

House of Representatives

MEMORANDUM

TO: House Judiciary Committee

FROM: Representative Steve Rieger

DATE: February 8, 1987

RE: HJR 12, Use and Expenditure of State Money

In the fall of 1986, the voters ratified the current constitutional spending limit by a vote of 119,775 to 48,909. There clearly is public support for a spending limit.

The current spending limit doesn't work. Therefore I have introduced House Joint Resolution 12. This legislation is made up of two elements: a spending limit and a budget reserve fund.

SPENDING LIMIT:

Amends previous constitutional spending limitation language, major points being:

1. Links level of appropriation limit to prior year's actual spending, permitting downward movement of limit as well as upward movement;
2. Deletes indexing of limit for population growth (keeps indexing for inflation);
3. Simplifies prescriptions of how moneys shall be spent;
4. Maincains exemption for appropriations to the Permanent Fund.

BUDGET RESERVE FUND:

1. Dollars received by the state (other than specific exceptions) that exceed the spending limitation are put in the fund. Additional dollars may be appropriated to the the fund.

2. Interest earned by the fund shall be retained in the fund.
3. Legislature may use up to two thirds (2/3) of the fund if dollars received by the state in a fiscal year are less than 92% of the spending limit.

A State Affairs Committee Substitute for HJR 12 was adopted because Section 17(c) did not state clearly that the budget must be cut by 8% before the budget reserve fund could be used. The changes to the resolution are as follows.

page 3, line 2: delete "may be", replace with "was"

page 3, line 3: insert after the word "article", "in the previous fiscal year".

page 3, line 7: delete "may be", replace with "was"

page 3, line 8 insert after the word "article", "in the previous fiscal year".

This change permits use of the budget reserve fund only when revenues are less than 92% of the amount appropriated in the previous fiscal year. This ensures that the budget will have to be reduced by eight percent before the use of the reserve fund is allowed.

Also, a new section has been added which allows for the legislation to begin at the beginning of the 1990 fiscal year. The general election in which HJR 4 would be before the voters would be in November of 1988, which is well into fiscal year 1989.

Sec. 37.05.156. Budget reserve fund; Appropriation limit. (a) There is established as a separate fund in the state treasury the budget reserve fund. The budget reserve fund consists of appropriations to the fund. Money received by the state that is subject to the appropriation limit under (b) of this section and that exceeds that limit, may be appropriated to the budget reserve fund.

(b) Except for appropriations to the permanent fund or for Alaska permanent fund dividends, appropriations to the budget reserve fund, appropriations of revenue bond proceeds, appropriations required to pay the principal and interest on general obligation bonds, and appropriations of money received from a nonstate source in trust for a specific purpose, including revenue of a public enterprise or public corporation of the state that issues revenue bonds, appropriations from the treasury made in a fiscal year may not exceed appropriations made in the preceding fiscal year by more than five percent plus the change in population and inflation since the beginning of the preceding fiscal year. For purposes of applying this limit an appropriation is considered to be made in the fiscal year in which it is enacted and a reappropriation remains attributed to the fiscal year in which the original appropriation is enacted. The determination of the change in population for purposes of this subsection shall be based on an annual estimate of population by the Department of Labor. The determination of the change in inflation for purposes of this subsection shall be based on the Consumer Price Index for all urban consumers for Anchorage prepared by the United States Bureau of Labor Statistics. The amount of money received by the state that is subject to the appropriation limit includes the balance in the general fund carried forward from the preceding fiscal year.

(c) If the legislature determines that the money subject to the appropriation limit received by the state in a fiscal year is less than the maximum permitted to be appropriated under (b) of this section, up to 25 percent of the balance of the budget reserve fund may be appropriated to the general fund.

(d) The Department of Revenue shall manage and invest assets of the budget reserve fund in the manner set out for the management and investment of the assets of the general fund under AS 37.10.070. Income from investment of the budget reserve fund may be appropriated to the fund each year by law.

(e) Notwithstanding other provisions of this section, appropriations may be made from the budget reserve fund needed by the governor to meet a disaster. In this subsection, "disaster" has the meaning given in AS 26.23.230. (§ 1 ch 58 SLA 1986)

Effective dates. — Section 4 ch. 58, SLA 1986, provides: "This Act takes effect July 1, 1986."

Editor's notes. — Section 4, ch. 58,

SLA 1986 provides that this section applies to fiscal year 1988 and fiscal years thereafter.

*Sec. 37.05.159. Reserve for emergency operating expenses account.
[Repealed. § 2 ch 58 SLA 1986.]*

TABLE 1
 FY 80-91 STATE BUDGET UNDER HJR 12 ASSUMPTIONS
 SEPTEMBER 1987 MEAN REVENUE FORECAST
 (\$ millions)

FISCAL YEAR	[ACTUALS]					[UNDER HJR 12]					
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
	GO Debt Service	Total Budget (less Fed \$)	Permanent Fund Deposits	Permanent Fund Dividends	Inflation Factor	HJR 12 Upper Limit	HJR 12 Lower Limit	HJR 12 Effective Budget	Total General Fund Revenues	Annual Reserve Account Dep/With	Reserve Account Balance
1980	75.2	1,371.0	0.0	0.0	1	1,371.0	1,371.0	1,371.0	2,501.2	1,130.2	1,176.5
1981	97.4	5,212.3	900.0	0.0	1.101	2,566.7	2,309.9	2,566.7	3,718.2	1,151.5	2,671.7
1982	102.4	4,642.5	800.0	0.0	1.077	2,761.6	2,457.4	2,761.6	4,108.4	1,346.8	4,076.4
1983	143.6	4,018.4	400.0	481.6	1.072	3,217.6	2,858.8	3,217.6	3,631.0	413.4	4,841.0
1984	178.6	4,123.0	300.0	190.6	1.008	3,100.1	2,702.3	3,100.1	3,390.0	289.9	5,539.8
1985	169.5	4,781.0	300.0	163.1	1.036	3,402.9	2,949.5	3,260.0	3,260.0	0.0	5,994.0
1986	163.3	4,180.8	0.0	217.7	1.028	3,352.1	2,865.9	3,075.0	3,075.0	0.0	6,485.5
1987	155.0	3,611.3	0.0	304.4	1.040	3,541.3	3,037.0	3,037.0	1,798.7	(1,238.3)	5,728.3
1988	147.9	2,326.9	0.0	393.5	1.040	3,490.2	3,007.7	3,007.7	2,085.7	(922.0)	5,238.2
1989	135.5		0.0	429.3	1.040	3,386.2	2,924.5	2,924.5	2,011.0	(913.5)	4,716.8
1990	120.3		0.0	466.3	1.040	3,286.1	2,844.4	2,844.4	2,157.0	(687.4)	4,388.0
1991	95.5		0.0	495.2	1.040	3,173.6	2,750.9	2,750.9	2,127.7	(623.2)	4,099.0

Sources: Alaska Department of Revenue and Office of Management and Budget.

Prepared by the House Research Agency, February 1988 (87-125;871217-16).

FIGURE 2 FY 80 - FY 91 LIMITS AND HJR 12 BUDGET

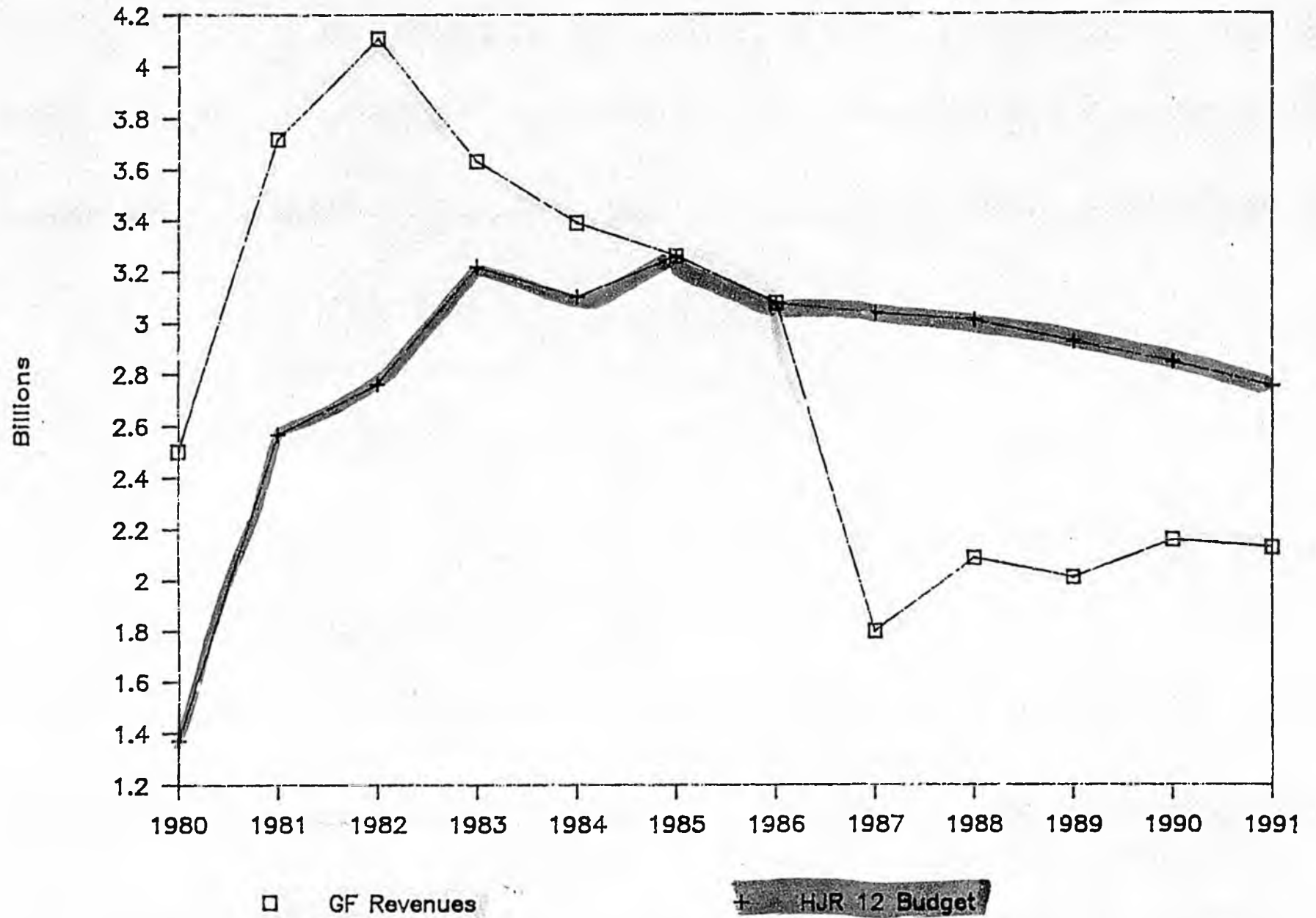
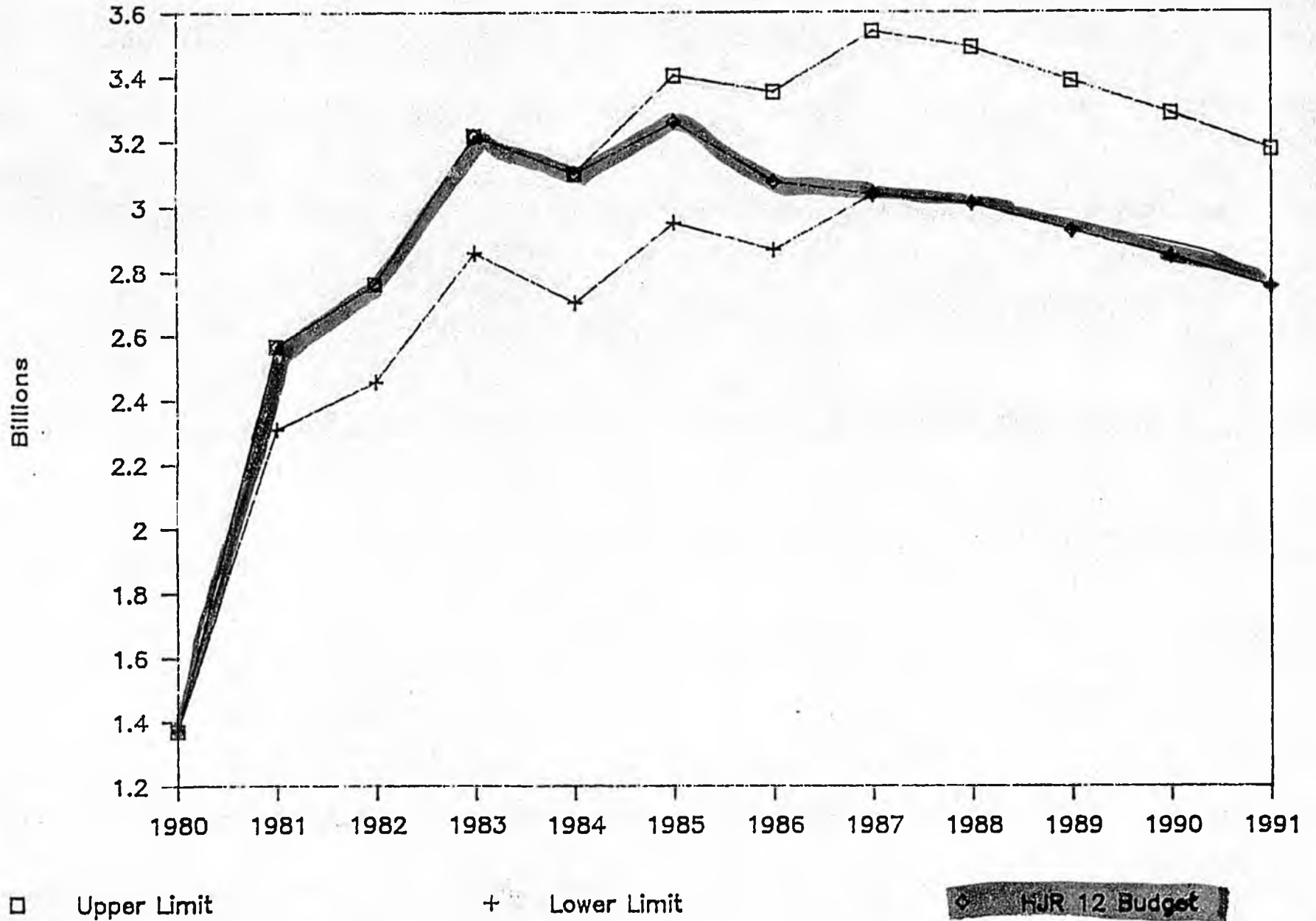


FIGURE 1 FY 80 - FY 91 GENERAL FUND REVENUES AND HJR 12 BUDGET



Alaska State Legislature

REPRESENTATIVE
STEVE RIEGER
District 8, Seat B

House Finance Committee



P. O. Box 110623
Anchorage, Alaska 99511

While in Juneau
P. O. Box V
Juneau, Alaska 99811
(907) 465-3464

House of Representatives

January 28, 1987

MEMORANDUM

To: Interested Legislators

From: Representative Steve Rieger *SR*

The attached joint resolution is intended to strengthen and improve the Budget Reserve Fund. It incorporates some of the concepts of Governor Sheffield's proposed constitutional amendment in the 1986 legislative session, but also has some changes.

The first component is a spending limit. The joint resolution, if approved by the voters, repeals the existing constitutional spending limit, and substitutes a new limit. Each year's total general fund appropriations will be tied to the previous year's total appropriations, with a maximum increase of 10%. If revenues decrease, appropriations decrease and the Budget Reserve Fund may kick in, as described in the next paragraph. For purposes of the spending limit, appropriations to the Permanent Fund are excluded and all year-to-year comparisons are on a constant-dollar basis, i.e. inflation-adjusted.

The second component of the legislation constitutionally establishes the Budget Reserve Fund. The Budget Reserve Fund (1) receives revenues when they exceed appropriations, and (2) pays out money if revenues fall short of appropriations, subject to two conditions. First, there must be an 8% reduction in total appropriations before money can be drawn from the Budget Reserve Fund. Second, no more than 2/3 of the balance of the Budget Reserve Fund can be drawn in a single year.

Interested Legislators
January 28, 1987
Page 2

This legislation corrects a problem of Governor Sheffield's proposal last year. It makes clear that only the legislature can appropriate money from the Budget Reserve Fund (while last year's proposal allowed the Governor to draw out money).

Lastly, there is a provision to allow additional appropriations from the Budget Reserve Fund to meet legally declared state disasters.

Please note that even if passed this year, this constitutional amendment will be before the voters after the present balance in the Budget Reserve Fund is probably drawn down to zero, to balance the FY '87 deficit. However, Governor Cowper has advocated new special appropriations to replenish the Budget Reserve Fund.

It is also my expectation that by the time this amendment is before the voters for ratification, state spending will be at a more sustainable long-term level of spending, making the spending limit restrictions reasonable.

In conclusion, I believe that the constitutional protections proposed here are good, necessary improvements to the whole concept of a Budget Reserve Fund. Our goal is to stabilize state spending. This resolution provides a meaningful spending limit, which is a first requisite to stable spending, and it provides constitutional protection to the Budget Reserve Fund itself, so that it only may be used to offset significant, i.e. greater than 8%, reductions in state revenues. Again, the result is more stable state spending.

Attachment

TABLE 1
 FY 89-2000 STATE BUDGET UNDER HJR 12 ASSUMPTIONS
 MARCH 1987 MEAN REVENUE FORECAST
 GENERAL FUND UNRESTRICTED REVENUES
 (\$ millions)

FISCAL YEAR	(1) GO Debt Service	(2) Inflation Factor	(3) HJR 12 Upper Limit	(4) HJR 12 Lower Limit	(5) HJR 12 Limited Budget	(6) Total Approp	(7) Annual Reserve Account Dep/With	(8) Reserve Account Balance	(9) DOR Mean Revenue Forecast	(10) Real Approp (1987 \$)	(11) Real Revenue (1987 \$)
1989	135.5	1.049	1,777.8	1,777.8	1,777.8	1,913.3	0.0	150.0	1,913.3	1,684.3	1,684.3
1990	120.3	1.059	2,071.0	1,732.1	1,905.8	2,026.1	0.0	162.3	2,026.1	1,700.7	1,700.7
1991	95.5	1.059	2,220.1	1,856.8	1,861.9	1,957.4	0.0	175.6	1,957.4	1,551.6	1,551.6
1992	68.2	1.059	2,169.0	1,814.1	2,039.4	2,107.6	0.0	190.0	2,107.6	1,577.5	1,577.5
1993	59.7	1.062	2,382.4	1,992.5	2,181.9	2,241.6	0.0	205.6	2,241.6	1,584.3	1,584.3
1994	33.9	1.062	2,548.9	2,131.8	2,548.9	2,582.8	5.4	227.8	2,588.2	1,718.9	1,722.5
1995	23.1	1.062	2,977.6	2,490.4	2,659.9	2,683.0	0.0	246.5	2,683.0	1,681.4	1,681.4
1996	21.5	1.062	3,107.3	2,598.9	2,646.9	2,668.4	0.0	266.7	2,668.4	1,574.6	1,574.6
1997	16.7	1.062	3,092.1	2,586.1	3,004.3	3,021.0	0.0	288.6	3,021.0	1,678.6	1,678.6
1998	14.4	1.061	3,506.3	2,932.5	3,006.6	3,021.0	0.0	312.3	3,021.0	1,580.6	1,580.6
1999	9.0	1.061	3,509.0	2,934.8	2,979.7	2,988.7	0.0	337.9	2,988.7	1,473.8	1,473.8
2000	2.6	1.061	3,477.6	2,908.6	2,897.5	2,911.2	(11.0)	354.5	2,900.1	1,353.0	1,347.0

Prepared by the House Research 30-Mar-87

TABLE 2
 FY 89-2000 STATE BUDGET UNDER HJR 12 ASSUMPTIONS
 MARCH 1987 MEAN REVENUE FORECAST WITH \$ 1 BILLION 1991 WINDFALL
 GENERAL FUND UNRESTRICTED REVENUES
 (\$ millions)

FISCAL YEAR	(1) GO Debt Service	(2) Inflation Factor	(3) HJR 12 Upper Limit	(4) HJR 12 Lower Limit	(5) HJR 12 Limited Budget	(6) Total Approp	(7) Annual Reserve Account Dep/With	(8) Reserve Account Balance	(9) DOR Mean Revenue Forecast	(10) Real Approp (1987 \$)	(11) Real Revenues (1987 \$)
1989	135.5	1.049	1,700.0	1,777.8	1,777.8	1,913.3	0.0	150.0	1,913.3	1,684.8	1,684.8
1990	120.3	1.059	2,071.0	1,732.1	1,905.8	2,026.1	0.0	162.3	2,026.1	1,700.7	1,700.7
1991	95.5	1.059	2,220.1	1,856.8	2,220.1	2,315.6	641.8	817.4	2,957.4	1,835.4	2,344.2
1992	68.2	1.059	2,586.2	2,163.0	2,163.0	2,231.2	(123.6)	760.9	2,107.6	1,670.0	1,577.5
1993	59.7	1.062	2,526.8	2,113.3	2,181.9	2,241.6	0.0	823.3	2,241.6	1,584.3	1,584.3
1994	33.9	1.062	2,548.9	2,131.8	2,548.9	2,582.8	5.4	896.2	2,588.2	1,718.9	1,722.5
1995	23.1	1.062	2,977.6	2,490.4	2,659.9	2,683.0	0.0	969.6	2,683.0	1,681.4	1,681.4
1996	21.5	1.062	3,107.3	2,598.9	2,646.9	2,668.4	0.0	1,049.2	2,668.4	1,574.6	1,574.6
1997	16.7	1.062	3,092.1	2,586.1	3,004.3	3,021.0	0.0	1,135.2	3,021.0	1,678.6	1,678.6
1998	14.4	1.061	3,506.3	2,932.5	3,006.6	3,021.0	0.0	1,228.3	3,021.0	1,580.6	1,580.6
1999	9.0	1.061	3,509.0	2,934.8	2,979.7	2,988.7	0.0	1,329.0	2,988.7	1,473.8	1,473.8
2000	2.6	1.061	3,477.6	2,908.6	2,908.6	2,911.2	(11.0)	1,426.9	2,900.1	1,353.0	1,347.4

Prepared by the House Research 30-Mar-87

sup5

TABLE 3
 FY 89-2000 STATE BUDGET UNDER HJR 12 ASSUMPTIONS
 MARCH 1987 MEAN REVENUE FORECAST WITH \$ 1 BILLION 1991 WINDFALL
 AND 1995 REVENUE CRISIS
 GENERAL FUND UNRESTRICTED REVENUES
 (\$ millions)

FISCAL YEAR	(1) GO Debt Service	(2) Inflation Factor	(3) HJR 12 Upper Limit	(4) HJR 12 Lower Limit	(5) HJR 12 Limited Budget	(6) Total Approp	(7) Annual Reserve Account Dep/With	(8) Reserve Account Balance	(9) DOR Mean Revenue Forecast	(10) Real Approp (1987 \$)	(11) Real Revenues (1987 \$)
1989	135.5	1.049	1,700.0	1,777.8	1777.8	1,913.3	0.0	150.0	1,913.3	1,684.8	1,684.8
1990	120.3	1.059	2,071.0	1,732.1	1,905.8	2,026.1	0.0	162.3	2,026.1	1,700.7	1,700.7
1991	95.5	1.059	2,220.1	1,856.8	2,220.1	2,315.6	641.6	817.4	2,957.4	1,835.4	2,344.2
1992	68.2	1.059	2,586.2	2,163.0	2,163.0	2,231.2	(123.6)	760.9	2,107.6	1,670.0	1,577.5
1993	59.7	1.062	2,526.8	2,113.3	2,181.9	2,241.6	0.0	823.3	2,241.6	1,584.3	1,584.3
1994	33.9	1.062	2,548.9	2,131.8	2,548.9	2,582.8	5.4	896.2	2,588.2	1,718.9	1,722.5
1995	23.1	1.062	2,977.6	2,490.4	2,177.3	2,200.4	(600.4)	369.2	1,600.0	1,378.9	1,002.7
1996	21.5	1.062	2,543.6	2,127.3	2,543.6	2,565.1	103.4	502.9	2,668.4	1,513.6	1,574.6
1997	16.7	1.062	2,971.4	2,485.2	2,971.4	2,988.1	32.9	577.0	3,021.0	1,660.3	1,678.6
1998	14.4	1.061	3,467.9	2,900.4	3,005.6	3,021.0	0.0	624.3	3,021.0	1,580.6	1,580.6
1999	9.0	1.061	3,509.0	2,934.8	2,979.7	2,988.7	0.0	675.5	2,988.7	1,473.8	1,473.8
2000	2.6	1.061	3,477.6	2,908.6	2,908.6	2,911.2	(11.0)	719.8	2,900.1	1,353.0	1,347.9

Table 2 Appropriations and Revenues

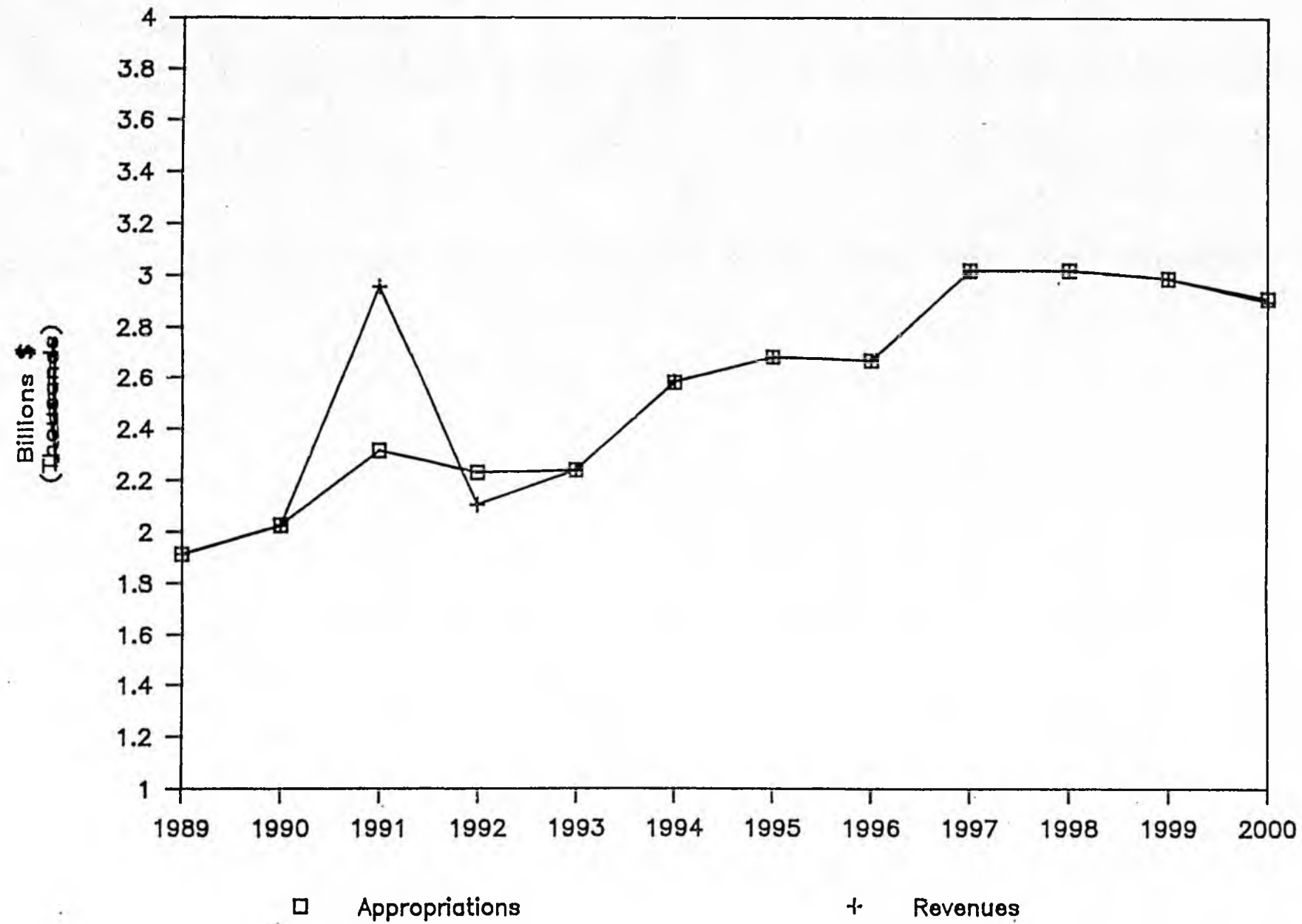
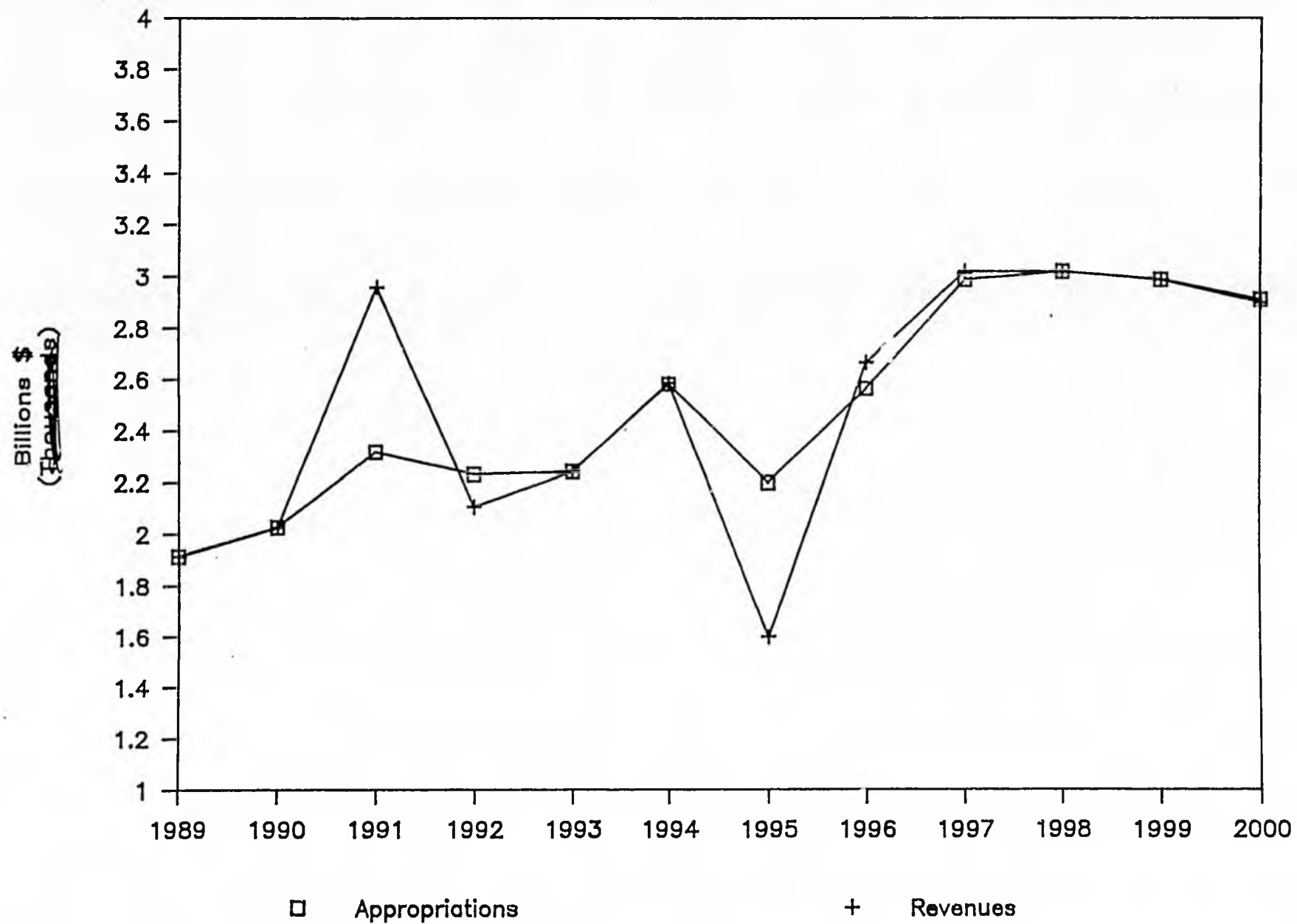


Table 3 Appropriations and Revenues



(7)

HOUSE COMMITTEE REPORT

Date referred: 2/2/87

FURTHER REFERRALS: Judiciary
Finance

(State Affairs added 2/2)

DATE: 4-6-87

The State Affairs Committee has considered HJR 12

Proposing amendments to the Constitution of the State of Alaska relating to the use and expenditure of state money.

RECOMMENDS:

- replace with CS HJR 12 (SA) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- / fiscal impact same as previous fiscal note published _____
- / zero fiscal note same as previous zero fiscal note published _____
- / zero with analysis

SIGNING DO PASS:

[Signature]

[Signature]

SIGNING OTHER RECOMMENDATIONS:

[Signature] NO REC

[Signature] NO REC

[Signature] 9

[Signature] NO REC

[Signature]
Chairman's signature

**STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE**

REQUEST: _____

Bill Version: _____
Publish Date: _____

Revision Date: HJR #12
Title: Amen. to Constitution relating to the use and expenditure of St. money
Sponsor: Rieger
Requestor: Rieger

Agency Affected: Office of the Governor
BRU: Division of Elections

Components: II

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL			2.2			
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING			2.2			

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND			2.2			
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimate to cover computer programming requirements for vote

(cont.)

Prepared by: Linda Edgeworth *SE* Phone: 465-4611
Division: Elections Date: 2-24-87

Approved by Commissioner: Carol P. Kestler Date: 3-13-87
Agency: Office of the Governor/ Division of Elections

Distribution (by preparer):

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR #12

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

REQUEST _____ Bill Version: HJR 12
 _____ Publish Date: _____
 Revision Date: _____ Agency Affected: Revenue
 Title: Amendments to Constitution - BRU: Treasury
use and expenditure of state money
 Sponsor: Rep. Rieger Components: _____
 Requestor: (H) S.A.

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
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

Prepared By: Milt Barker Phone: 465-2350
 Division: Treasury Date: 2/24/87
 Approved by Commissioner: Hugh Malone *(Signature)* Date: 2/24/87
 Agency: Department of Revenue

Distribution (by Agency preparing fiscal note):

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

STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE

REQUEST _____ Bill Version: HJR 12
 _____ Publish Date: 2/24/87
 Revision Date: _____ Agency Affected: Research
 Title: Prop. Amendments to the Const. of BRU: _____
SOA, use and expenditure of state money
 Sponsor: Rep. Rieger Components: _____
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
OPERATING						
PERSONAL SERVICES	-	-	-	-	-	-
TRAVEL	-	-	-	-	-	-
CONTRACTUAL	-	-	-	-	-	-
SUPPLIES	-	-	-	-	-	-
EQUIPMENT	-	-	-	-	-	-
LANDS & STRUCTURES	-	-	-	-	-	-
GRANTS, CLAIMS	-	-	-	-	-	-
MISCELLANEOUS	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-
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

See attachment

Prepared By: David Tonkovich Phone: 465-2173
 Division: Revenue/Research Date: 2/24/87
 Approved by Commissioner: Hugh Malone *H.M.* Date: 2/24/87
 Agency: Department of Revenue

Distribution (by Agency preparing fiscal note):

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

Continuation of Fiscal Note/Bill Analysis

HJR 12

Analysis:

HJR 12 amends the Alaska Constitution by changing the appropriation limit language and by adding language that would place revenues in excess of the appropriation limit into a budget reserve fund. The resolution then specifies conditions under which the budget reserve fund can be utilized.

Because of the long term downward trend in revenues it seems that the appropriation limit would not be a factor in most years. One exception could occur in years with large settlement incomes. Because it is difficult to estimate either the timing or magnitude of such settlements we have specified no dollar amounts on the fiscal note. Should revenues ever be placed into the budget reserve fund the main revenue impact would come from interest earnings on those funds.

A second instance where the appropriation limit might come into play would occur if it were ever necessary to utilize permanent fund monies. Even though the appropriation limit could conceivably come into play there would be no obvious advantage to taking money out of the permanent fund to have it sit in a budget reserve fund.

HJR

18

HOUSE COMMITTEE REPORT

(7)

Date referred: 2/20/87

FURTHER REFERRALS: Judiciary

DATE: 3/3/87

The Labor & Commerce Committee has considered HJR 18

Proposing an amendment to the Constitution of the State of Alaska relating to resident preference under the equal protection clause.

RECOMMENDS:

- replace with HJR 18 the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

Steve Kopson

Cliff Davidson

Dave H. Douley

J. H. Ellis

SIGNING OTHER RECOMMENDATIONS:

W. Furnace

Dave H. Douley

 Chairman's signature

**STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE**

REQUEST: _____

Bill Version: _____

Publish Date: _____

Revision Date: HJR #18

Title: Amend. to Consti. relating to resident

Agency Affected: Office of the Governor

preference under the equal protection clause

BRU: Division of Elections

Sponsor: Donley

Components: II

Requestor: Donley

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 87	FY 88	FY 89	FY 90	FY 91	FY 92
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL			2.2			
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING			2.2			

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND			2.2			
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote

(cont.)

Prepared by: Linda Edgeworth

Phone: 465-4611

Division: Elections

Date: 2-24-87

Approved by Commissioner: Carol P. Karklin

Date: 2-27-87

Agency: Office of the Governor/ Division of Elections

Distribution (by preparer):

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR #18

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

REPRESENTATIVE DAVE DONLEY

ALASKA STATE LEGISLATURE
DISTRICT ELEVEN • SPENARD

PO. BOX V, JUNEAU 99811
(907) 465-3892



CHAIRMAN
LABOR AND COMMERCE
COMMITTEE

MEMBER
STATE AFFAIRS COMMITTEE
HEALTH, EDUCATIONAL
AND SOCIAL SERVICES COMMITTEE
INTERNATIONAL TRADE
SUB-COMMITTEE

March 3, 1987

MEMORANDUM

To: Members, House Labor and Commerce Committee

From: Representative Dave Donley

Re: HJR 18 - "Proposing an amendment to the Constitution of the State of Alaska relating to resident preference under the equal protection clause"

HJR 18 was introduced in response to concerns voiced by some Alaska State Supreme Court Justices in the Francis v Robinson case that overturned the 1985 Alaska hire law.

Specifically, the justices implied that Alaska's Constitution has potentially stronger prohibitions against local hire than federal law requires.

HJR 18 proposes an amendment to Alaska's Constitution to clarify the right of state government to give reasonable preferences to Alaskans and to make Alaska's constitution consistent with the U.S. Constitution (see attached).

This measure would help clear our way in adopting meaningful local hire legislation that can meet a constitutional challenge.

U.S CONSTITUTION

1. Privileges and Immunities Clause, Article IV, Sec. 2:

"The citizens of each state shall be entitled to all the privileges and immunities of citizens in the several States."

2. Equal Protection Clause, 14th Amendment:

"No state shall deny any person within its jurisdiction the equal protection of the laws."

3. Commerce Clause, Article I, Sec. 8, Clause 3:

"The Congress shall have power... to regulate commerce with foreign nations, and among the several states, and with Indian tribes."

STATE OF ALASKA THE LEGISLATURE

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

LEGISLATIVE AFFAIRS AGENCY LEGISLATIVE REFERENCE LIBRARY

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

House JUDICIARY:

1-18-88

3-23-88

3-30-88

HOUSE COMMITTEE REPORT

(7)

Date referred 1/4/87

FURTHER REFERRALS:

DATE: 1-18-88

The Judiciary Committee has considered HJR 18

Proposing an amendment to the Constitution of the State of Alaska relating to resident preference under the equal protection clause.

RECOMMENDS:

- replace with CS HJR 18 (JJD) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

Max Greenberg

Mike Hargis

SIGNING OTHER RECOMMENDATIONS:

John Palmer more

(John) I. Taylor (NO REC)

General Barnes to go

[Signature]
Chairman's signature

Original sponsors: Donley, Gruenberg,
Boyer, et al.

1 IN THE HOUSE

BY THE JUDICIARY COMMITTEE

2 CS FOR HOUSE JOINT RESOLUTION NO. 18 (Judiciary)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTEENTH LEGISLATURE - SECOND SESSION

5 Proposing an amendment to the Constitu-
6 tion of the State of Alaska relating to
7 resident employment preference.

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

9 * Section 1. Article I, Constitution of the State of Alaska, is amended
10 by adding a new section to read:

11 SECTION 23. RESIDENT EMPLOYMENT PREFERENCE. This constitution
12 does not prohibit the State from granting employment preferences to
13 residents of the State.

14 * Sec. 2. The amendment proposed by this resolution shall be placed
15 before the voters of the state at the next general election in conformity
16 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
17 tion laws of the state.

5-0479B
Cramer
3/26/87

Original sponsors: Donley, Gruenberg,
Boyer, et al.

1 IN THE HOUSE

2 CS FOR HOUSE JOINT RESOLUTION NO. 18 ()
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - FIRST SESSION

5 Proposing an amendment to the Constitu-
6 tion of the State of Alaska relating to
7 resident employment preference.

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

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15 before the voters of the state at the next general election in conformity
16 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
17 tion laws of the state.

18
19 *granting*
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REPRESENTATIVE DAVE DONLEY

ALASKA STATE LEGISLATURE

DISTRICT ELEVEN • SPENARD

NORTHWOOD • SPENARD • THOMPSON • TURNAGAIN • UPPER MIDDLETOWN • WINDEMERE

P.O. BOX V, JUNEAU 99811

(907) 465-3892



CHAIRMAN
LABOR AND COMMERCE
COMMITTEE

MEMBER
STATE AFFAIRS COMMITTEE
HEALTH, EDUCATIONAL
AND SOCIAL SERVICES COMMITTEE

January 18, 1988

M E M O R A N D U M

To: Members, House Judiciary Committee

From: Representative Dave Donley
Sponsor - HJR 18

Handwritten initials, possibly "DD", in blue ink.

Re: HJR 18 - "Proposing an amendment to the
Constitution of the State of Alaska relating to
resident preference under the equal protection
clause"

HJR 18 is before the House Judiciary Committee for your consideration today. The measure will give voters the opportunity to decide whether to amend Alaska's Constitution to give clear authority to the state to grant employment preferences to its own citizens.

HJR 18 was introduced in response to concerns voiced by some Alaska State Supreme Court Justices in the Francis v Robinson case that overturned the 1985 Alaska hire law.

Specifically, the justices implied that Alaska's Constitution has potentially stronger prohibitions against local hire than federal law requires.

HJR 18 proposes an amendment to Alaska's Constitution to clarify the right of state government to give reasonable preferences to Alaskans and to make Alaska's Constitution consistent with the U.S. Constitution.

This measure would help clear our way in adopting meaningful local hire legislation that can meet a constitutional challenge.

ANCHORAGE OFFICE

3111 "C" STREET, SUITE 450 • ANCHORAGE, ALASKA 99503 • (907) 561-7629

REPRESENTATIVE DAVE DONLEY

ALASKA STATE LEGISLATURE

DISTRICT ELEVEN • SPENARD

P.O. BOX V, JUNEAU 99811

(907) 465-3892



CHAIRMAN
LABOR AND COMMERCE
COMMITTEE

MEMBER
STATE AFFAIRS COMMITTEE
HEALTH, EDUCATIONAL
AND SOCIAL SERVICES COMMITTEE
INTERNATIONAL TRADE
SUB-COMMITTEE

March 3, 1987

M E M O R A N D U M

To: Members, House Labor and Commerce Committee

From: Representative Dave Donley

Re: HJR 18 - "Proposing an amendment to the Constitution of the State of Alaska relating to resident preference under the equal protection clause"

HJR 18 was introduced in response to concerns voiced by some Alaska State Supreme Court Justices in the Francis v Robinson case that overturned the 1985 Alaska hire law.

Specifically, the justices implied that Alaska's Constitution has potentially stronger prohibitions against local hire than federal law requires.

HJR 18 proposes an amendment to Alaska's Constitution to clarify the right of state government to give reasonable preferences to Alaskans and to make Alaska's constitution consistent with the U.S. Constitution (see attached).

This measure would help clear our way in adopting meaningful local hire legislation that can meet a constitutional challenge.

HJR 18

BURKE, Justice, concurring.

I concur in the determination that Alaska's "local hire" law¹ violates the Privileges and Immunities Clause of the Constitution of the United States,² for the reasons stated in the opinion of the court, authored by Justice Matthews. In my judgment, however, we should decide this case on an independent ground. Thus, as Francis urges us to do in one of his alternative arguments, I would hold the local hire law invalid upon the ground that it violates the clear and unambiguous language of article I, section 1 of the Alaska Constitution.³

When called upon to determine the constitutionality of an Alaska statute under both the state and federal constitutions, it is my belief that this court should consider first the requirements of the Alaska Constitution. Shafer v. Vest, 680 P.2d 1169, 1172 (Alaska 1984) (Burke, C.J., concurring). Although this approach has been criticized by some, it is the one favored by a number of respected judges and legal commentators, whose reasons appear far more persuasive to me than do those of the persons in the opposite camp. See R.F. Utter, Freedom and

1. AS 36.10.

2. U.S. Const.. art. IV, § 2.

3. Article I, section 1 of the Alaska Constitution provides, in part, "that all persons are equal and entitled to equal rights, opportunities, and protection under the law."

Diversity in the Federal System: Perspectives on State Constitutions and the Washington Declaration of Rights, 7 U. Puget Sound L. Rev. 491 (1984). In any event, it is the approach that I would employ in the case at bar, for the following reasons.

A decision by this court that the local hire law violates the Alaska Constitution would bring this case to an immediate end, since it has long been held that it is beyond the power of the United States Supreme Court to review a state court's interpretation of its state constitution, "as long as the state ground is independent of any federal ground and is adequate to support the judgment." Id. at 505, citing Michigan v. Long, 463 U.S. 1032, 77 L.Ed.2d 1201, 103 S.Ct. 3469 (1983) and Fox Film Corp. v. Miller, 296 U.S. 207, 80 L.Ed. 158, 56 S.Ct. 183 (1935). The majority opinion, however, leaves the final result still uncertain.

Given the understandable popularity of local hire measures in Alaska, it is a foregone conclusion that state officials will be under considerable pressure to seek review of our determination of the federal question by the final arbiter of such disputes, the United States Supreme Court. Should the advocates of local hire prevail in that forum, it will still be necessary for this court to decide whether the present statute

violates the Alaska Constitution. Thus, the ultimate outcome could remain unsettled until there is a second decision by this court. Rather than expose the parties and the people of this state to such uncertainty, and the added cost of future litigation, I think we should decide this critical issue of state law here and now.

Another reason for us to examine the requirements of the Alaska Constitution is the almost certain fact that the state legislature will be asked to enact new local hire legislation, after the announcement of our decision. The main difficulty that the legislature faces, as I see it, is the clear and unambiguous statement contained in our state constitution, "that all persons are equal and entitled to equal rights [and] opportunities." Alaska Const. art. I, § 1 (emphasis added). The fact that it may be possible to draft a statute that would satisfy the requirement of the United States Constitution does not mean that the same statute will pass muster under this or some other provision of the Alaska Constitution. It is important, I think, to make this clear to the people of this state and their elected representatives.

FISCAL NOTE

REQUEST:

Revision Date: 1/15/88
Title: Constitutional Amendment
Resident Preference/Equal Protection
Sponsor: Donley
Requestor: House Judiciary

Agency Affected: Office of the Governor
BRU: Elections
Components: II

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 88	FY 89	FY 90	FY 91	FY 92	FY 93
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	0	2.2	0	0	0	0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	2.2 *	0	0	0	0

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

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

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	2.2	0	0	0	0
FEDERAL FUNDS						
OTHER						
TOTAL	0	2.2	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

* Costs included cover 2 to 3 additional pages in each Official Election Pamphlet, for printing and typesetting, and costs estimated to cover computer programming requirements for vote (continued pg. 2)

Prepared by: Linda Edgeworth
Division: Elections

Phone: 465-4611
Date: 1/15/88

Approved by Commissioner: [Signature]
Agency: Office of the Governor

Date: 1/15/88

Distribution (by preparer) :

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

CONTINUATION of FISCAL NOTE ANALYSIS

For Bill/Resolution No. HJR #18

counting purposes. However, these costs are based on the assumption that all candidates and issues will fit on three ballot cards, which is the norm. It should be noted, however that should the inclusion of this issue require a 4th ballot to be printed, the cost increase would have to be calculated at 16 cents per ballot x approximately 320,000 voters. The total cost of printing the additional ballot card would be \$51.2.

Under these circumstances the fiscal note would be:

53.4

1 IN THE HOUSE

BY DONLEY, GRUENBERG, BOYER,
HOFFMAN, KOPONEN, SPRINGER
AND GRUSSENDORF

2

HOUSE JOINT RESOLUTION NO. 18

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - FIRST SESSION

5

Proposing an amendment to the Constitu-

6

tion of the State of Alaska relating to

7

resident preference under the equal

8

protection clause.

9

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

10

* Section 1. Article I, sec. 1, Constitution of the State of Alaska, is

11

amended to read:

12

SECTION 1. INHERENT RIGHTS. This constitution is dedicated to

13

the principles that all persons have a natural right to life, liberty,

14

the pursuit of happiness, and the enjoyment of the rewards of their

15

own industry; that all persons are equal and entitled to equal rights,

16

opportunities, and protection under the law; and that all persons have

17

corresponding obligations to the people and to the State. This sec-

18

tion does not prohibit the State from granting preferences consistent

19

with the Constitution of the United States to residents of the State.

20

* Sec. 2. The amendment proposed by this resolution shall be placed

21

before the voters of the state at the next general election in conformity

22

with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-

23

tion laws of the state.

HJR

19

DATE: 3/3/87

The Labor & Commerce Committee has considered HJR 19

Relating to resident hire on federal projects in the state.

RECOMMENDS:

- replace with CS HJR 19 [etc] the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

[Signature]

[Signature]

[Signature]

[Signature]

[Signature]

SIGNING OTHER RECOMMENDATIONS:

[Signature]

[Signature]
Chairman's signature



CHAIRMAN
LABOR AND COMMERCE
COMMITTEE

MEMBER
STATE AFFAIRS COMMITTEE
HEALTH, EDUCATIONAL
AND SOCIAL SERVICES COMMITTEE
INTERNATIONAL TRADE
SUB-COMMITTEE

March 3, 1987

M E M O R A N D U M

To: Members, House Labor and Commerce Committee

From: Representative Dave Donley

Re: HJR 18 - "Proposing an amendment to the Constitution of the State of Alaska relating to resident preference under the equal protection clause"

HJR 18 was introduced in response to concerns voiced by some Alaska State Supreme Court Justices in the Francis v Robinson case that overturned the 1985 Alaska hire law.

Specifically, the justices implied that Alaska's Constitution has potentially stronger prohibitions against local hire than federal law requires

HJR 18 proposes an amendment to Alaska's Constitution to clarify the right of state government to give reasonable preferences to Alaskans and to make Alaska's constitution consistent with the U.S. Constitution (see attached).

This measure would help clear our way in adopting meaningful local hire legislation that can meet a constitutional challenge.

U.S CONSTITUTION

1. Privileges and Immunities Clause, Article IV, Sec. 2:

"The citizens of each state shall be entitled to all the privileges and immunities of citizens in the several States."

2. Equal Protection Clause, 14th Amendment:

"No state shall deny any person within its jurisdiction the equal protection of the laws."

3. Commerce Clause, Article I, Sec. 8, Clause 3:

"The Congress shall have power... to regulate commerce with foreign nations, and among the several states, and with Indian tribes."

STATE OF ALASKA
THE LEGISLATURE

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

LEGISLATIVE AFFAIRS AGENCY
LEGISLATIVE REFERENCE LIBRARY

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

H. JUD. 3-23-87 1:30p.m.

DATE: 3-23-87

The Judiciary Committee has considered HJR 19

relating to resident hire on federal projects in the state.

RECOMMENDS:

- replace with CS HJR 19 (L+C) the same title
- attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

DOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(S):

- fiscal impact same as previous fiscal note published _____
- zero fiscal note same as previous zero fiscal note published _____
- zero with analysis

SIGNING DO PASS:

[Handwritten signatures]

SIGNING OTHER RECOMMENDATIONS:

[Handwritten signatures]

Chairman's signature