

ALASKA LEGISLATURE COMMITTEE FILES 1993-1994 8672

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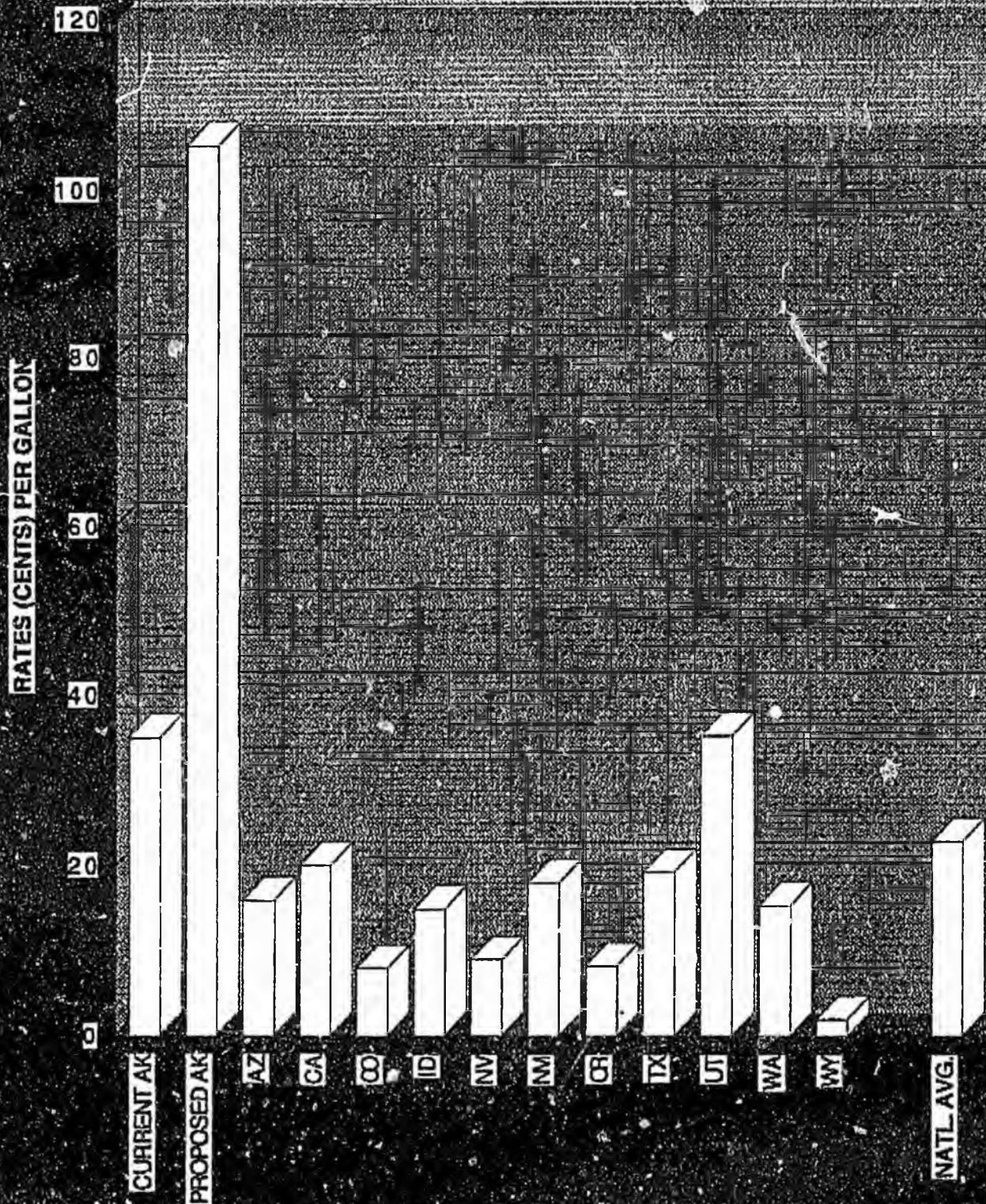
HOUSE STATE AFFAIRS

378

Table 37 (cont.)
**State Alcoholic Beverage Excise Taxes:
 Rates and/or Markup, and Method of Control¹, Control States, November 1991**

State	Beer	Wine	Distilled Spirits	Other Taxes	Methods of Control
Mississippi	\$.43/gal	State warehouse (sells wholesale only): 24.5% markup \$.35/gal except sparkling \$1.00/gal sparkling Private: \$.35/gal table \$.43/gal under 4% \$.05/gal native	24.5% markup \$2.50/gal	6% state sales tax \$1.50/case freight on wine and spirits at state stores 3% alcoholism tax on wine and spirits	State monopoly of wholesale sales of alcoholic beverages over 4% by weight
Montana	\$.14/gal	State stores: 40% markup on wine under \$16/case 60% markup on wine over \$18/case \$1.02/gal (except fortified) 26% excise (fortified) Private outlets: \$1.02/gal table	40% markup 26% excise tax (22.4% for distillers of less than 200,000 proof gallons)	\$1.20/case	State-operated retail stores and agencies sell spirits and wine Licensed retailers may sell table wine and beer
New Hampshire	\$.35/gal	State stores: 66% table 63% dessert and vermouth 61% sparkling (10% on-premise discount from retail price at central warehouse. 15% discount for off-premise table wine from liquor stores) Private outlets: \$.35/gal not over 6%	State stores: 47% cordials and cocktails 46.5% whiskey 46% rum, tequilla, brandy, gin, vodka (10% on-premise discount from retail price at central warehouse) Private outlets: \$.35/gal not over 6%	8% on-premise meals and rooms tax 10% on-premise discount from retail price at central warehouse on rum, tequilla, brandy, gin, vodka, and sparkling wines 15% discount for off-premise table wine from liquor stores	State-owned retail stores sell alcoholic beverages Licensed retailers may sell wine under 14% and beer
North Carolina	\$.53/gal containers of 7.75 gal or less \$.48/gal containers of 7.75 gal or more	State stores: No specific markup formula used Private outlets: \$.80/gal 17% or less non-native \$.91/gal over 17% non-native \$.07/gal 17% or less native \$.18/gal over 17% native	75.3684% markup \$13.64/gal on-premise tax	4% state sales tax 0%-2% local sales tax \$.85/case bailment on spirits \$.60 bailment surcharge on spirits \$.10/bottle on spirits	County and city-operated liquor stores in counties allowing sale Licensed retailers may sell wine and beer

PACKAGED BEER: State Excise Tax Rate Comparison



HB

59



**ALASKA STATE LEGISLATURE
HOUSE OF REPRESENTATIVES**

REPRESENTATIVE ELDON MULDER
DISTRICT 23 MULDOON-FT. RICHARDSON

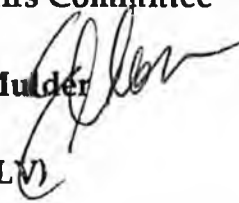
- CHAIR -
LEGISLATIVE COUNCIL

- CO-CHAIR -
HOUSE SPECIAL COMMITTEE ON
MILITARY AND VETERANS AFFAIRS

- CO-CHAIR -
MILITARY AFFAIRS FOR
ANCHORAGE CAUCUS

MEMORANDUM

TO: Representative Al Vezey
Chair, House State Affairs Committee

FROM: Representative Eldon Mulder 

SUBJ: Hearing of CSHB 59 (MLV)

DATE: March 10, 1993

I respectfully request that the House State Affairs Committee hear CSHB 59 (MLV) at its earliest convenience. I have included the latest copy of the bill, fiscal note, a letter of support from DNR and other pertinent information. If you have any questions, please contact my aide, Howard Joyce, at 3889. Thank you.

**CSHB 59 (MLV)
SPONSOR STATEMENT**

OVERVIEW

In 1978, the Land Discount Program was created by the Tenth Legislature. This program granted eligible persons a discount on the purchase price of land sold for residential use. The discount amounted to a rate of five percent of the price of the land for each full year that the purchaser had been a resident of the state. The discount was limited to 50% or \$25,000, whichever was less. To be eligible, a person must have been physically present in the state for at least 12 months.

This program was amended in 1979 to increase the discount for eligible veterans. Under the amended program, a veteran could receive a discount which was limited to 75% or \$37,500, whichever was less.

In *Gilman v. Martin*, 62 P. 2d 120 (Alaska 1983), the Alaska Supreme Court considered the granting of a land discount by a municipal ordinance based on the applicant's length of residence. Applying the decision from *Zobel v. Williams*, 457 U.S. 55 102 S.Ct. 2309, 72 L.Ed.2d 672 (1982), the court ruled that the municipal ordinance was unconstitutional as it violated the equal protection clauses of the U.S. and Alaska Constitutions. The decision was published on April 1, 1983.

The state land discount program had not been examined in *Gilman v. Martin*, but considering its comparability to the municipal ordinance in question, the Department of Natural Resources stopped the implementation of the state land discount program. Subsequently, during the First Session of the Thirteenth Legislature, the land discount program (AS 38.05.058) was eliminated effective July 16, 1983.

The Second Session of the Thirteenth Legislature established the current veterans' land discount benefit, AS 38.05.940, effective July 6, 1984. This benefit program differed from the original in two major ways. One, an eligible veteran purchasing state land under this program was entitled to a flat 25% discount. Two, an eligible veteran is not allowed to use this discount toward the purchase of land offered under a restricted sale under AS 38.05.067 (the previous program allowed this).

A problem lied with veterans who had purchased land from the state between April 1, 1983 and July 6, 1984. These veterans had not been granted any discount at all, due to the fact that the program was not being implemented from April 1, 1983, was repealed on July 16, 1983 and the new program did not go into effect until July 6, 1984.

In an effort to correct this inequity, the Sixteenth Legislature passed CSHB 134(RES) which made the current veterans land benefit effective retroactively to April 1, 1983, when DNR stopped the implementation of the former discount program. CSHB 134(RES) did not contain any appropriation language, in effect it only authorized the payment of discounts to affected veterans. House Bill 176, introduced in the Seventeenth Legislature, contained the appropriation for the Veterans Land Discounts. This legislation passed the House and was referred to the Senate, where it passed the Senate Resources and Finance Committees. HB 176 died in the Senate Rules Committee when the Seventeenth Legislature adjourned.

WHAT HOUSE BILL 59 DOES

House Bill 59 makes a special appropriation to the Department of Natural Resources for refunds to veterans who purchased state land between April 1, 1983 and July 6, 1984. It also reimburses the University of Alaska for the veterans' land discount that applied to land that was transferred to the University of Alaska. This bill would allow DNR to fulfill the conditions of CSHB 134 (RES), enacted in 1991.

The Department of Natural Resources has expressed their support for HB 59 with some suggested technical amendments (Amendments were made in the Military & Veterans Affairs Committee).

TIMELINE OF VETERANS' LAND DISCOUNT PROGRAM

JULY, 1978	Land Discount Program created by Tenth Legislature
JULY, 1979	Land Discount Program amended to increase maximum discount for eligible veterans to 75% or \$37,500
APRIL 1, 1983	Gilman v. Martin decision. DNR stops the implementation of Land Discount Program
JULY 16, 1983	13th Legislature repeals AS 38.05.058, eliminating Land Discount Program
JULY 6, 1984	13th Legislature establishes current Veterans Land Discount Benefit (AS 38.05.940)
JULY 28, 1991	16th Legislature passes HB 176, making the Veterans Land Discount Benefit effective retroactively to April 1, 1983.

Veterans who purchased land during this period did not receive discounts and are affected by HB 59

FISCAL NOTE

STATE OF ALASKA 1993 LEGISLATIVE SESSION

BILL NO. HB 59

Revision Date: _____ Department Affected: Natural Resources
 Title: "Making a special appropriation for refunds to the Veteran's Land Discount" BRU: Resource Management
 Components: Land Management
 Sponsor: House Military and Veterans
 Requestor: House Military and Veterans Component Serial No. 431

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND&STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0
REVENUE fund source:	0.0	0.0	0.0	0.0	0.0	0.0

FUNDING: (Thousands of Dollars)

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME	0.0	0.0	0.0	0.0	0.0	0.0
PART-TIME	0.0	0.0	0.0	0.0	0.0	0.0
TEMPORARY	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY93) Impact: \$ No fiscal impact anticipated

ANALYSIS: (Attach a separate page if necessary)

See Attached

Prepared by: Ron Swanson Phone: 762-2692
 Division: Land Management Date: 27-Jan-93

Approved by Commissioner: Glenn A. Olds *for [Signature]* Date: 1/28/93
 Agency: Department of Natural Resources

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Department of Natural Resources

Bill Analysis on HB 59

HB 134 enacted in 1991 allowed eligible veterans who were not permitted to claim a veteran's land discount between April 1, 1983 and July 6, 1984 to retroactively claim that discount. Veterans purchasing state land had been denied the discount during the period between the court's invalidation of the old discount law and the enactment of a new discount law. According to the terms of HB 134, the department credited the veteran's discount against the remaining amount owed on the land. However, in cases where the land contract is paid off we are required to issue a refund to the veteran for the discount amount. We are also required to reimburse the University of Alaska for discounts credited to University land. No funds have yet been appropriated for these purposes. Attached is a status report on HB 134 discounts that have been approved. The opportunity to apply for a veterans' discount expired on June 27, 1992. This bill would allow the department to fulfill the conditions of HB 134, enacted in 1991. The exact refund amounts are attached and match the requested appropriation.

STATE OF ALASKA

WALTER J. HICKEL, GOVERNOR

DEPARTMENT OF NATURAL RESOURCES

OFFICE OF THE COMMISSIONER

400 WILLOUGHBY AVENUE
JUNEAU, ALASKA 99801-1796
PHONE: (907) 465-2400
FACSIMILE: (907) 586-2754

January 29, 1993

The Honorable Richard Foster, Chair
House Military and Veterans' Affairs Committee
P.O. Box V
Juneau, Alaska 99811

Dear Representative Foster:

Subject: HB 59, Appropriation bill for veterans' discount.

The Department of Natural Resources supports this bill. HB 134, enacted in 1991, allowed eligible veterans who were not permitted to claim a veteran's land discount between April 1, 1983 and July 6, 1984 to retroactively claim that discount. Veterans purchasing state land had been denied the discount during the period between the court's invalidation of the old discount law and the enactment of a new discount law.

According to the terms of HB 134, the department credited the veteran's discount against the remaining amount owed on the land. However, in cases where the land contract is paid off we are required to issue a refund to the veteran for the discount amount. We are also required to reimburse the University of Alaska for discounts credited to University land. No funds have yet been appropriated for these purposes. Attached is a status report on HB 134 discounts that have been approved. The opportunity to apply for a veterans' discount expired on June 27, 1992.

This bill would allow the department to fulfill the conditions of HB 134, enacted in 1991. The exact refund amounts are attached and match the requested appropriation.

Technical amendments are proposed on lines 9 and 10 to clarify that the opportunity to apply for a discount has expired. On line 9 change qualify to qualified and on line 10 delete "may" and change apply to applied.

Cordially,



Glenn A. Olds
Commissioner

enclosure

cc: Ron Swanson, Director, Division of Land
Janet Burleson, Division of Land

MEMORANDUM

DNR - Division of Land

State of Alaska

TO: Ron Swanson
Director

DATE: July 1, 1992

FILE NO:

THRU:

TELEPHONE NO: 2244

SUBJECT: Status Report
Retroactive Veteran's
Discount Pursuant to
Chapter 82, SLA 1991

FROM: Robert A. Baker ^{RAF}
Natural Resource Manager

The following is a status report on the retroactive veteran's land discounts received to date and how monies have been applied to those accounts approved.

Approved	36
Denied	6
Pending	0
Total Apln. Received	42

Financial Status:

Total amount approved (non-University)	\$ 75,761.99
Total amount approved (University)	\$ 49,925.00
Total amount approved	\$125,686.99
Total excess credit (refund due)	\$ 24,605.13
Total University reimbursement	\$ 49,925.00
Total funds needed as of ^{5/31/92} 6/30	\$ 74,530.13

If additional data is required to support legislative appropriation to fund University reimbursement and excess credit to title holders, please let us know.

A spreadsheet is attached which details how monies were applied to individual accounts.

cc: Sharon Barton, DNR, Division of Management
Marty Epstein, University of AK, Office of Statewide Land Mgmt

CHAPTER 82 SLA 1991

7/1/92

ADL #	NAME	DATE APLN RECD	STATUS	APPROVAL DATE	CREDIT APPLIED TO ACCT	EXCESS CREDIT (REFUND)	TOTAL DISCOUNT AMOUNT	UNIV	COMMENTS	
16600	Stafford, Bruce	11-Jul-91	Approved	30-Sep-91			8000.00	U	8000.00	Was subj to default
16634	Johnson, Bernard	18-Jul-91	Approved	24-Jul-91	0.00	5050.00	5050.00			
16514	Vall, Mark A.	29-Jul-91	Approved	29-Aug-91			2575.00			Discount used to bring current
16568	Allison, Danny R.	02-Aug-91	Approved	22-Aug-91	730.00	0.00	730.00			
56	Brown, Delon A.	07-Aug-91	Approved	22-Aug-91	0.00	803.00	803.00			
16739	Musgrove, John W.	07-Aug-91	Approved	22-Aug-91	0.00	3160.99	3160.99			
16593	Malette, David J.	20-Aug-91	Approved	30-Sep-91	0.00	6125.00	6125.00	U		
03704	Gross, Harvey B.	21-Aug-91	Approved	22-Aug-91	4141.40	0.00	4141.40			
16586	Sisson, Glen S.	28-Aug-91	Approved	30-Sep-91			6625.00	U	6625.00	Was subj to default
10017	Wilcox, Theodore C.	04-Sep-91	Approved	16-Sep-91	1711.23	0.00	1711.23			Was subj to default
03670	Lewis, James F.	15-Oct-91	Approved	13-Nov-91	3276.79	0.00	3276.79			
04483	Richardson, William	01-Oct-91	Approved	8-Nov-91	840.72	0.00	840.72			Was subj to default
10330	Weaver, Clay J.	06-Sep-91	Denied	26-Sep-91						
10332	Keltner, Tom R.	06-Sep-91	Denied	26-Sep-91						
16574	Unsderfer, Hayden A.	09-Sep-91	Approved	16-Sep-91	1702.50	0.00	1702.50			
03569	Carpenter, George R.	11-Sep-91	Approved	20-Sep-91	7034.05	0.00	7034.05			
16625	Umlauf, Paul	12-Sep-91	Approved	30-Sep-91			5750.00	U	5750.00	
03582	Nordmark, William D.	23-Sep-91	Approved	25-Sep-91	7227.61	0.00	7227.61			
03894	Lockhart, Greg	27-Sep-91	Denied	9-Oct-91						
03891	Ballentine, George	30-Sep-91	Approved	25-Nov-91	2336.24	0.00	2336.24			Was subj to default & on MH land
06761	Christie, Chris	09-Oct-91	Approved	11-Oct-91	2025.00	0.00	2025.00			
16589	Hartley, Robert G.	08-Oct-91	Approved	8-Nov-91			6750.00	U	6750.00	Was subj to default
10333	Cool, Jack G.	10-Oct-91	Denied	15-Oct-91						
13	Novy, Michael E.	10-Oct-91	Approved	24-Oct-91	1354.88	0.00	1354.88			
03565	McFarland, James	21-Oct-91	Approved	13-Nov-91	0.00	6534.57	6534.57			
08086	Ambuehl, Fred	24-Oct-91	Approved	3-Dec-91	523.46	0.00	523.46			
16630	Mundy, Wayne	01-Nov-91	Approved	22-Nov-91			5750.00	U	5750.00	Was subj to default
20912	Davis, Gordon	04-Nov-91	Denied	21-Nov-91						
03584	Cotman, Brian G.	21-Nov-91	Approved	22-Nov-91	7045.91	0.00	7045.91			
16642	Okuley, Marcus	12-Dec-91	Approved	19-Dec-91			10050.00	U	10050.00	Was subj to default
09826	Robinson, Benjamin P.	02-Jan-92	Approved	11-Mar-92	0.00	545.88	545.88	U		
06419	Holland, Bernard G.	09-Jan-92	Approved	29-Jan-92	948.75	0.00	948.75			Was subj to default

CHAPTER 82 SLA 1991

ADL #	NAME	DATE APLN RECD	STATUS	APPROVAL DATE	CREDIT APPLIED TO ACCT	EXCESS CREDIT (REFUND)	TOTAL DISCOUNT AMOUNT	UNIV	COMMENTS
216601	Schwochert, John E.	17-Jan-92	Approved	6-Mar-92			7000.00	U	7000.00 Was subj to default
103710	Schweizer, Jeffrey L.	22-Jan-92	Approved	29-Jan-92	744.86	0.00	744.86		Was subj to default
103874	Franks, Dennis W.	05-Feb-92	Denied	25-Feb-92					See ADL 406830
713726	Soderstrom, Gary	13-Feb-92	Approved	2-Mar-92	0.00	1060.38	1060.38		
.706	Stokes, Richard L.	07-Feb-92	Approved	25-Feb-92	3719.29	0.00	3719.29		Received by Assgn - Was orig owner
103547	Hillis, Donald G.	31-Mar-92	Approved	8-Apr-92	0.00	1208.53	1208.53		
215864	Mallett, Eric S.	09-Apr-92	Approved	15-Apr-92	0.00	116.78	116.78		
216585	Kern, Edward D.	09-Apr-92	Approved	15-Apr-92	1071.02	0.00	1071.02		Was subj to default
409935	Plaskett, David C.	11-May-92	Approved	12-May-92	1749.39	0.00	1749.39		Was subj to default
406539	Flaharty, Richard R.	22-May-92	Approved	10-Jun-92	398.76	0.00	398.76		Was subj to default
					48581.86	24605.13	125686.99		49925.00

STATE OF ALASKA

WALTER J. HICKEL, GOVERNOR

DEPARTMENT OF NATURAL RESOURCES

OFFICE OF THE COMMISSIONER

400 WILLOUGHBY AVENUE
JUNEAU, ALASKA 99801-1796
PHONE: (907) 465-2400
FACSIMILE: (907) 586-2754

March 22, 1993

The Honorable Al Vezey
Alaska House of Representatives
Room 102, State Capitol
Juneau, AK 99801-1182

Subject: House Bill 59, Veterans' Land Discount Refund

Dear Representative Vezey:

I understand that at the House State Affairs Committee meeting on March 16, 1993 there were a number of questions raised concerning HB 59 (Veterans' Land Discount Refund). Therefore, I have prepared this letter which I hope will answer the questions posed at the hearing last week. Furthermore, I attach for your information a Fact Sheet used by the department to explain the program.

The committee requested additional information on how the department has administered Chapter 82, SLA 1991. The following is a summary report on the applications DNR received and how monies have been applied to those accounts that were approved. A detailed spread sheet, which was provided to the committee previously, is attached again for your information.

Applications:

Approved	36
Denied	6
Pending	0
Total Applications Received	42

Financial Status:

Total amount approved (non-university)	\$ 75,761.99
Total amount approved (university)	\$ 49,925.00
Total amount approved	\$125,686.99
Total in excess of credits - refund due:	\$ 24,605.13
Total University reimbursement	\$ 49,925.00
Total funds needed	\$ 74,530.13

In applying the discounts, all contracts had to be current before the discount was granted. If the contract was in default or had been foreclosed by the state or the university no discount was given. However, in the case of ADL 216514, the application of the discount is currently in dispute between Mr. Vail and DNR.

The Honorable Al Vezey
March 22, 1993
Page Two

The money due the university was the result of a lawsuit settlement commonly referred to as "uni/muni". This case came about when the state transferred land to the Municipality of Anchorage to fulfill an obligation created by the Municipal Land Act of 1978. In the settlement the state transferred land and land sale contracts of equal value to the university. Given the application of the veterans' discount program, enacted by the legislature in 1991, the university did not receive what it was entitled to with respect to the land sale contracts it was granted under the terms of the uni/muni settlement. Thus, the money in HB 59 is simply to make the university whole.

With respect to the accuracy of the information provided to the committee, all of the figures were computed to exact amounts. The formula for computing veteran land sale discounts is:

$$\text{Appraised Price} - \text{Nonallowable Costs} \times 25\% = \text{Discount Amount}$$

The reason some figures are "round" is that those contracts did not involve any non-allowable survey costs. The appraised price is typically a "round" number so the application of the 25 percent discount results in a "round" number. Many university parcels, in particular, compute out evenly because many of the university parcels were lots near Lake Louise which were previously surveyed by the federal government and thus the state had no survey costs associated with them. For your information, the contracts owned by the university are those denoted on the attached spread sheet by a "U" in the narrow column between the columns entitled "Total Discount Amount" and "Univ".

To further assist you and the committee in interpreting the spread sheet which we have provided, the discount amount is always listed in the column entitled "Total Discount Amount". In addition, this figure is listed again in another column depending on the status of the contract. If the contract is completely paid off, then the veteran is due a refund which is reflected in the column entitled "Excess Credit (Refund)". In the event the contract is held by the university, the veteran will either receive the discount directly from DNR or by way of the university, depending on how the money is appropriated by the legislature. But in either case, the veteran will ultimately receive the funds.

If the contract is still active, then the contract principal will be reduced, and in the cases where the contract is held by the university the university is due to be reimbursed pursuant to the uni/muni settlement.

Finally, to my knowledge all of the contracts assumed by the university have been paid in full or are current, and thus none of the land sale contracts received by the university have been

The Honorable Al Vezey
March 22, 1993
Page Three

foreclosed upon. In any event, the State has already transferred title to the lands in question to the university, subject to the encumbrance of the land sale contracts. These transfers took place in 1988 as part of the university/municipality settlement.

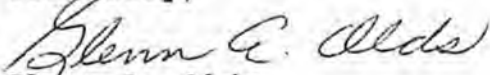
The university, therefore, is already in title to these properties and the veterans' discounts have been applied to the contracts encumbering the properties. Accordingly, reimbursements for the veterans' discounts should be paid directly to the university. Should the university subsequently foreclose on one of these contracts, the discount should not be revoked.

The State transferred these contracts to the university as part of the lawsuit settlement referenced above. Compensation to the university was based on the outstanding principal value of the contracts, not the value of the land encumbered. If the State had applied the discounts in 1983-84, when the contracts were executed, these veterans' contract values would have been smaller at the time of the 1988 settlement, and the university would have therefore received other land or contract compensation in order to replace the total value of the municipal lands lost.

I hope this information is helpful to the committee. The department supports passage of HB 59 as a means of assuring fair and equitable treatment of all veterans in terms of the discount program.

I appreciate your scheduling of the bill for the committee's consideration. My Special Assistant, Raga Elim, will attend the committee meeting on Tuesday, March 23, in order to answer any additional questions the committee may have. Please let me know if you need any additional information before the committee meeting.

Cordially,


Glenn A. Olds
Commissioner

cc: House State Affairs Committee Members
Representative Eldon Mulder
Martin Epstein, Director of Land Management,
University of Alaska
Kris Lethin, Legislative Liaison, Office of the Governor
Ron Swanson, Director, Division of Land

HOUSE COMMITTEE REPORT

(7)

Date Referred: March 1, 1993

FURTHER REFERRALS:

Finance

Date of Committee Action: 3-23-93

The STATE AFFAIRS Committee considered:

HB 59

HOUSE BILL NO. 59

APPROP: VETS' LAND DISCOUNT REFUND

"An Act making a special appropriation to the Department of Natural Resources for refunds to certain veterans who purchased state land and for reimbursement to the University of Alaska for the veterans' land discount applied to land transferred to the University of Alaska; and providing for an effective date."

- RECOMMENDATIONS: the same title
 be replaced with _____ a new title
- have attached amendments(s)
- do pass
- do not pass
- no recommendations
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(S): _____ (Dept)

APPROVES PREVIOUS: _____ (Dept/Date)

fiscal impact _____

fiscal note(s) _____

zero fiscal note _____

zero fiscal note(s) DNR

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
<i>[Signature]</i>	X	<i>Stanley Olberg</i>		✓	
<i>[Signature]</i>	X				
<i>Bill Davis</i>	X				
<i>Sam & Sam</i>	✓				
<i>John Sanders</i>	✓				
<i>Pete Lee</i>	✓				

[Signature]
 CHAIRMAN'S SIGNATURE

HB

65

STATE OF ALASKA

OFFICE OF THE GOVERNOR

OFFICE OF MANAGEMENT AND BUDGET DIVISION OF BUDGET REVIEW

WALTER J. HICKEL, GOVERNOR

P.O. BOX 110020
JUNEAU, ALASKA 99811-0020
PHONE: (907) 465-3568

March 2, 1993

The Honorable Al Vezey
Chair
House State Affairs Committee
State Capitol
Juneau, AK 99801-1182

Dear Representative Vezey:

House Bill 65, the "omnibus" legislation relating to the state's operating budget, has been referred to your committee for consideration. On behalf of the Governor, I would appreciate your scheduling it for the committee's consideration at your earliest convenience.

As explained in the Governor's transmittal letter that accompanied the bill, the original legislation made a number of changes to state law which would have impacted the state's operating budget. These changes involved both sides of the ledger--reductions in general fund expenditures as well as increases in state revenues.

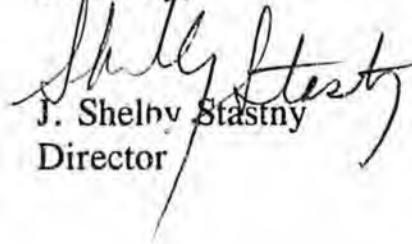
The House Labor and Commerce Committee adopted a committee substitute which divided the bill into three vehicles. Many of the sections which will generate additional revenues relate to motor vehicle registration, and have been introduced by the committee in a separate vehicle (House Bill 179). Two other sections from the original bill which made changes in the state's Medicaid program have also been introduced by the committee as House Bill 178. The other sections ultimately approved by the committee are briefly described in the "fiscal" section which accompanies this letter.

Should you have any questions, or need additional information, please contact

Cheryl Frasca at OMB's Division of Budget Review. Her direct number is 465-4681.

Thank you.

Sincerely,



J. Shelby Stastny
Director

Enclosure

cc: Kris Lethin, Office of the Governor
Cheryl Frasca, Office of Management and Budget

CS HB 65 (Labor and Commerce) - Fiscal Sectional

Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
1 thru 32	Revenue	The Alcoholic Beverage Control Board currently issues licenses annually. These amendments make the process biennial and accordingly, double license fees.	Will enable staff to spread workload out over two years thereby enabling more efficient processing and utilization of existing staffing levels.		
33 thru 35	Administration (OPA)	Enables the Office of Public Advocacy to charge fees for public guardians based on ability to pay. In response to a recommendation by Legislative Audit that OPA pursue additional funding sources to support its activities.	Due to time required to develop and implement regulations, no revenue is projected for FY 94. Until fee schedule is established, future revenue projections are difficult.	Not yet determined	
36 thru 38	Education	Alaska Commission on Postsecondary Education: Authorizes assessment of a 1% guarantee fee to offset losses resulting from student loan debt cancellation due to death, disability or bankruptcy of the student. Will be similar to a loan origination fee.	Total revenue to be generated in FY 94 is 500.0 in corporate receipts. In 1992, 912.8 was written off by the corporation.	500.0	
39 thru 43	Education	Provides for the same 1% loan guarantee fee to be charged on other student loan programs: Memorial Scholarship Loan Program, Teacher Scholarship Loan Program, and Family Education Loan Program.	Total revenue to be generated in FY 94 is 13.0 in corporate receipts	13.0	

CS HB 65 (Labor and Commerce) - Fiscal Sectional

Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
44	Labor	Enables the Department to set fees by regulation for administering examinations and processing applications for special boiler and pressure vessel inspector commissions (currently there is no charge).	Anticipate fee of \$25.00 which will annually generate estimated \$375.00 to general fund.	0.4	
45	Labor	Amends the Certificates of Fitness chapter by eliminating the current statutory requirement that plumber and electrician certificates are valid for one or three years; gives the department the authority to set time frame by regulation.	No fiscal impact; currently revenues fluctuate due to one or three year renewal. Change to a two year certificate will stabilize program receipts coming to the department.		
46	Labor	Current statute sets amount of certificate of fitness fees for plumbers and electricians (\$40 for one year/\$75 for three years). This provides the authority to set fees by regulation; charge nonrefundable application and examination fee (currently none).	Anticipate application and exam fee of \$50.00 to generate 118.5 in program receipts. Of this amount, 93.5 is currently authorized in the Governor's FY 94 operating budget. Fiscal note requests additional authorization of 25.0.	25.0	25.0
47	Public Safety	Alaska Police Standards Council Amends the Council's "Powers" section by adding the authority to issue regulations to collect fees for processing applications for state certification of police, probation, parole and correctional officers.	Based on issuance of 228 certificates at a charge of \$50.00 each, an estimated 11.4 in general fund program receipts is expected to be generated. The amount is projected to increase by 5% in future years.	11.4	

CS HB 65 (Labor and Commerce) - Fiscal Sectional

Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
48	Labor	Amends the Employment Agencies statute by increasing the application filing fee for employment agency permits from the current \$10 to \$100. Time frame for issuance was set in regs to annually.	Only eight agencies are currently licensed; fee increase will generate an additional \$720.00.	0.7	
49	Administration	Amends the "Definition of Program Receipts" statute to exclude money the state receives for administering group insurance programs. Currently AETNA reimburses the state for administering the health insurance program.	The Governor's FY 94 operating budget makes this fund source shift from general fund/program receipts to Benefit Systems Receipts.	683.0	
		This amendment will classify these funds as "Benefit Systems Receipts" instead of the current classification of "general fund/program receipts."			
50 thru 51	Administration	Amends State Insurance Catastrophe Reserve Account statute by depositing insurance claim settlements into this account instead of the General Fund (up to the existing \$5 million maximum account	No fiscal impact; however will enable compliance with existing federal cost allocation standards. Failure to comply may require state		
		balance). Federal government criticized that since federal funds are used to pay risk management premiums, it is appropriate some of the insurance settlements be deposited in the Reserve Account.	to reimburse some federal funds.		

CS HB 65 (Labor and Commerce) - Fiscal Sectional

Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
52	Natural Resources	Amends the "Parks and Recreational Facilities" chapter concerning the "Duties of the Dept. of Natural Resources" to clarify the department's authority to accept cash or other donations to support state park operations.	No fiscal impact.		
53	Natural Resources	Amends the "Fees for the use of state park system facilities" by expanding the department's authority to collect fees for day use of state parks, admission to visitor centers, sale of firewood, and a number of other activities.	Installation of estimated 44 fee stations would be phased. Revenue estimate from these fees is reflected in sec. 57.		
54	Environmental Conservation	Amends "Fees for services" by allowing DEC to charge for a number of activities for which it currently has the authority and responsibility to conduct but no authority to charge for them. Examples are: sanitation permits, pesticide product registration.	Because regulations would have to be adopted, fees would not be collected until FY 95 and projected increased revenues are 700.0. FY 94 cost of implementation is 75.3. This impact is not reflected in FY 94 operating budget.	700.0	75.3
55	Environmental Conservation	Amends DEC's "Fees for Services" to authorize the department to set fees to cover indirect costs of administering the air quality permit program. Currently the department can only charge for direct costs. Change is required by Federal government.	Due to start up delays, revenues and expenditures would not be in place until FY 95.	3,747.1	1,882.0

CS HB 65 (Labor and Commerce) - Fiscal Sectional

Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
56	Administration	Repeals AS 13.26.410 (b) which relates to OPA amendments and charging for public guardian services. Statute currently says the court shall determine the ability to pay.			
	Administration	Repeals AS 37.05.210(1) Deletes "Uniform Accounting" requirement that DOA shall monthly and annually prepare reports showing the financial condition and monthly transactions of each fund. Outdated; reports are automatically generated.			
57	Natural Resources	Establishes a temporary fee schedule for state parks pending the promulgation of permanent regulations.	FY 94 costs of 76.0 includes installing 18 fee collection stations and the design/production of fee collection envelopes and the fee stations. Revenues of 150.0 are estimated in FY 94 and increase in future years.	150.0	76.0
58	Revenue	Provides the time table for implementing the biennial issuance of liquor licenses by the Alcoholic Beverage Control Board.			
59		Authorizes impacted departments to get an early start in the process of promulgating regulations by not waiting for bill's July 1 effective date to begin the public notice, etc. process.			

CS HB 65 (Labor and Commerce) - Fiscal Sectional					
Section No.	Department	Brief Description	Discussion of Fiscal Impact	Revenues (including savings)	Cost
60		Provides that the amendments which authorize OPA to charge fees for public guardians have the effect of amending Alaska Rule of Probate Procedure 16(d) and therefore this statutory change will not require an order of the court.			
61 thru 64		Effective dates			
		Total		5,680.6	1,982.3

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		Total		5,680.6	1,982.3

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. CSHB 65(L&C) sec. 54

Revision Date: 1-Mar-93
Title: Financial Administration of State
Government
Sponsor: Rules Committee
Requestor: Governor

Department Affected: Environmental
Conservation
BRU: see attachment
Component: _____

COMPONENT SERIAL NO. attached

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	62.3	36.6	36.6	36.6	36.6	36.6
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	2.0	2.0	2.0	2.0	2.0	2.0
SUPPLIES	1.0	0.5	0.5	0.5	0.5	0.5
EQUIPMENT	10.0	0.0	0.0	0.0	0.0	0.0
LAND&STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	75.3	39.1	39.1	39.1	39.1	39.1

CAPITAL						
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REVENUE						
FUND SOURCE: 1005		700.0	703.0	704.0	707.0	710.0

FUNDING:

1002 FEDERAL RECEIPTS	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF MATCH	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	75.3	0.0	0.0	0.0	0.0	0.0
1005 GF/PROGRAM RECPT	0.0	39.1	39.1	39.1	39.1	39.1
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
OTHER		0.0	0.0	0.0	0.0	0.0
TOTAL	75.3	39.1	39.1	39.1	39.1	39.1

POSITIONS:

FULL-TIME	1.5	1.0	1.0	1.0	1.0	1.0
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ NONE

ANALYSIS: (Attach a separate page if necessary.)
see attachment

Prepared by: Christine Underwood, Administrative Officer
Division: Division of Information and Administrative Services

Phone: 465-5010
Date: 3/1/93

Approved by Commissioner: Janice Adair, Assistant Commissioner
Agency: Department of Environmental Conservation

Date: 3/1/93

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, & Impacted Agency(ies).

Projected Revenues/Program Receipts from expanded authority to collect user fees:

Since these proposals would have to be implemented through the adoption of regulations, there would be no program receipts realized until FY95. In future fiscal years, DEC would like to see a funding source shift from general funds to program receipts.

BRU ENVIRONMENTAL HEALTH

Sanitation Component (#650)

Program receipt authority to collect fees for sanitation permits would generate an estimated 11.6 in revenue. The type of facilities affected include: swimming pools, spas, daycare/preschools, public accommodations, campgrounds, hotel/motels, liquor stores, barber/beauty shops, public toilets, showers, laundromats, and compressed air providers.

Palmer Lab Component (#651)

Revenue from pesticide product registration and drinking water lab certification and training is estimated to be 155.0.

BRU SPILL PREVENTION AND RESPONSE

Program Development Component (#1814)

The Department would be authorized to collect fees from businesses which are required to report information about hazardous substances to the State Emergency Response Commission under SARA Title III [42.USC 11001-11050]. Projected revenues raised through such a fee structure will depend on its design. The final fee structure would be established by regulation after further study. Estimated program receipts start at 5.0 for FY95 and increase to 15.0 in FY99. Personal services would need an increase in FY94 of 25.7 for a 0.5 FTE, Regulations Specialist II to promulgate the needed regulations under the auspices of the Department's paralegal in the Commissioner's Office.

BRU ENVIRONMENTAL QUALITY

Wastewater and Water Treatment Component (#1426)

Estimated receipt of 37.5 for subdivision plan reviews.

Hazardous Waste Management (#1427)

For the one permit issued, 50.0 is estimated in program receipts. An estimated one or two facility sitings per year would generate approximately 15.0 in revenue.

Water Quality Management Component (#645)

For the 401 permits issued, 30.7 is estimated in program receipts.

Solid Waste Management Component (#1427)

By placing a surcharge on each ton of waste 375.0 in program receipts is expected.

Monitoring and Laboratory Support (#643)

Drinking water certifications would generate 20.2 in program receipts.

OPERATING EXPENDITURES**Commissioner's Office Component (#633)**

A 0.5 FTE Regulations Specialist II (R-16) at a cost of 25.7 for FY94 only, would be needed to develop a fee structure and regulations for the Program Development Component of the SPAR Division. This position would also assist the Division of Environmental Quality in developing their needed regulations. An initial equipment cost of 5.0, .5 in supplies, and 1.0 in contractual services are anticipated position support costs.

Administrative Services Component (#635)

A FTE Accounting Clerk III (R-10) at an annual cost of 36.6 would be necessary to handle billing procedures and collection of the user fees. This position would begin in FY94 to aide in program development and recordkeeping procedures. An initial equipment cost of 5.0, .5 in supplies, and 1.0 in contractual services are anticipated position support costs.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO : CS HB 65 (L&C)

Sec. 44

Revision Date: _____
 Title: Financial Administration of State
Government
 Sponsor: Rules Committee
 Requestor: House State Affairs

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Mechanical Inspection

COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE	0.4	0.4	0.4	0.4	0.4	0.4
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

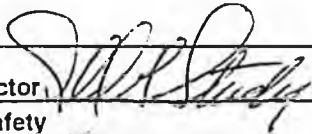
POSITIONS:


FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, CSP, Director  Phone : 465-6003
 Division: Labor Standards & Safety Date : 3/3/93

Approved by Commissioner: Charles W. Mahler 
 Agency: Department of Labor Date: 3/3/93

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Fiscal Note Analysis for:

Financial Administration of State Government

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 44:

This section would allow the department to adopt regulations establishing fees for administering special inspector examinations and processing applications for special boiler and pressure vessel inspector commissions. The department currently performs these functions without charge.

This section of the bill would have no fiscal impact on the department. Regulations establishing a \$25 application and examination fee are anticipated. This would generate approximately \$0.4 annually in receipts to the general fund.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO : CS HB 65 (L&C) Sec. 45

Revision Date: _____
 Title: Financial Administration of State
Government
 Sponsor: Rules Committee
 Requestor: House State Affairs

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Mechanical Inspection

COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE	0.0	0.0	0.0	0.0	0.0	0.0
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

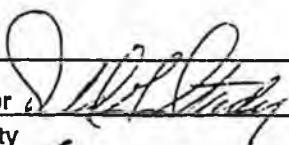
POSITIONS:

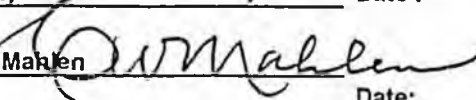
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, CSP, Director  Phone: 465-6003
 Division: Labor Standards & Safety Date: 3/3/93

Approved by Commissioner: Charles W. Mahlen 
 Agency: Department of Labor Date: 3/3/93

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The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 45:

Section 45 would give the department the authority to set time periods for certificates of fitness for plumbers and electricians by regulation. This would allow the department to shift from a one- or three-year certificate to two-year certificates. This bill would have no fiscal impact other than stabilizing revenues to the department.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO : CS HB 65 (L&C) Sec. 46

Revision Date: _____
 Title: Financial Administration of State
Government
 Sponsor: Rules Committee
 Requestor: House State Affairs

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Mechanical Inspection
 COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	22.5	22.5	22.5	22.5	22.5	22.5
TRAVEL						
CONTRACTUAL						
SUPPLIES	2.5	2.5	2.5	2.5	2.5	2.5
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	25.0	25.0	25.0	25.0	25.0	25.0

CAPITAL						
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REVENUE	25.0 *	25.0 *	25.0 *	25.0 *	25.0 *	25.0 *
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

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1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt	25.0	25.0	25.0	25.0	25.0	25.0
1006 GF/MHTIA						
Other						
TOTAL	25.0	25.0	25.0	25.0	25.0	25.0

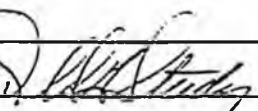
POSITIONS:

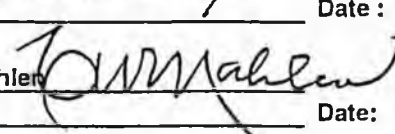
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, CSP, Director  Phone: 465-6003
 Division: Labor Standards & Safety Date: 3/3/93

Approved by Commissioner: Charles W. Mahlen 
 Agency: Department of Labor Date: 3/3/93

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Fiscal Note Analysis for:

Financial Administration of State Government

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 46:

This section would remove an existing fee structure from statute and enable the department to establish by regulation the fees for an application and examination, certificates of fitness, renewal or duplicate certificate for electricians and plumbers.

This section of the bill would have no direct fiscal impact, however, the department anticipates changing the fee structure by regulation. No application/examination fee is currently charged; a \$50 application and examination fee would generate approximately \$23.8 annually in program receipts. This fee reflects the cost of providing these services.

A regulation establishing a \$10 fee for duplicate certificates of fitness would generate approximately \$1.2 annually in program receipts. The \$10 fee reflects the cost of providing the duplicate certificate.

* Regulations establishing a \$160, two-year certificate of fitness fee--with an \$80, one-year certificate of fitness issued for a three year period until the current three-year certificates are phased out--are anticipated. These fee changes are expected to generate \$93.5 annually. The revenue associated with this change is included in the department's operating budget submittal as program receipts. Two points are relevant: 1) the general fund gains \$93.5 and 2) the fiscal note does not reflect the receipt of the revenue because it is in the operating budget.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO : CS HB 65 (L&C) Sec. 48

Revision Date: _____
 Title: Financial Administration of State
Government
 Sponsor: Rules Committee
 Requestor: House State Affairs

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Wage & Hour
 COMPONENT SERIAL NO. 345

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

REVENUE	0.7	0.7	0.7	0.7	0.7	0.7
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, CSP, Director *Don Study* Phone: 465-6003
 Division: Labor Standards & Safety Date: 3/3/93
 Approved by Commissioner: Charles W. Mahler *Ch Mahler*
 Agency: Department of Labor Date: 3/3/93

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Fiscal Note Analysis for:

Financial Administration of State Government

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 48:

Section 48 of this bill raises the fee for an employment agency license from \$10 to \$100. This fee has not been increased since 1953. This increase reflects the costs of review performed by the department for these operating permits.

The eight licensed employment agencies operating in the state will pay a total of an additional \$0.7 annually for licensing. The department will continue to absorb the cost of reviewing and issuing these permits and the \$0.7 additional revenue collected will be deposited into the general fund.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO : CS HB 65 (L&C) Sec. 48

Revision Date: _____
 Title: Financial Administration of State
Government
 Sponsor: Rules Committee
 Requestor: House State Affairs

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Wage & Hour
 COMPONENT SERIAL NO. 345

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE	0.7	0.7	0.7	0.7	0.7	0.7
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, CSP, Director *Don Study* Phone: 465-6003
 Division: Labor Standards & Safety Date: 3/3/93

Approved by Commissioner: Charles W. Mahler *Ch Mahler*
 Agency: Department of Labor Date: 3/3/93

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Fiscal Note Analysis for:

Financial Administration of State Government

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 48:

Section 48 of this bill raises the fee for an employment agency license from \$10 to \$100. This fee has not been increased since 1953. This increase reflects the costs of review performed by the department for these operating permits.

The eight licensed employment agencies operating in the state will pay a total of an additional \$0.7 annually for licensing. The department will continue to absorb the cost of reviewing and issuing these permits and the \$0.7 additional revenue collected will be deposited into the general fund.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

J. 20

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Bill Version: CSHB 65 (L&C)
(H) Publish Date: 3/1/93

Revision Date: _____ Dept. Affected: Administration
Title: "An Act relating to improvement of State finances through reduction of operating costs..." BRU: Office of Public Advocacy
Sponsor: (F) Rules Component: Office of Public Advocacy
Requestor: (H) L&C COMPONENT SERIAL NO. 43

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE:	0	0	0	0	0	0
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FUNDING:

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/Program Receipts	0	0	0	0	0	0
1006 GF/MHTIA	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

Estimate of current year (FY93) impact: \$ none

ANALYSIS: (attach a separate page if necessary.)

Prepared By: Brant McGee, Public Advocate Phone: 274-1684
Division: Office of Public Advocacy Date: _____

Approved by Commissioner: Nancy Bear Usery Date: 2/20/93
Agency: Department of Administration

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FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

No. 19
Bill Version: CSHB 65 (L&C)
(H) Publish Date: 3/1/93

Revision Date: _____ Dept. Affected: Public Safety
Title: "An Act relating to the improvement of BRU: Alaska Police Standards Council
State Finances" Component: Alaska Police Standards Council
Sponsor: House Rules
Requestor: House Labor & Commerce COMPONENT SERIAL NO. 519

EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0
CAPITAL						
REVENUE FUND SOURCE: 1005	11.4	12.0	12.5	13.1	13.8	14.5

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary.)

See attached.

Prepared By: Jack W. Wray Phone: 465-4379
Division: Alaska Police Standards Council Date: 2/24/93
Approved by Commissioner: *Richard J. Burr* Date: 2/24/93
Agency: Richard J. Burr, Dept. of Public Safety

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Analysis:

Passage of this legislation will allow the Council to amend their regulations to include a fee schedule for the issuance of police, probation, parole, and correctional officer certificates and police and correctional instructor certificates.

Estimated revenue amounts are based on the Council's issuance of 228 police, probation, parole and correctional officer certificates and police and correctional instruction certificates during FY 92. Charge per certificate is calculated at \$50.00 per certificate and the yearly increase in revenue is based on a 5% population increase and a corresponding increase in number of officers and instructors.

FISCAL NOTE

No. 18
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Revenue
 Title: Improvement of state finances through reduction of operating costs BRU: Alcohol Beverage Control Board
costs of certain state agencies and establishment of certain fees... SEC. 1-32, 72 Component: Alcohol Beverage Control Board
 Sponsor: House Rules by Request of the Governor
 Requestor: _____ COMPONENT SERIAL NO. 100

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE FUND SOURCE:						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

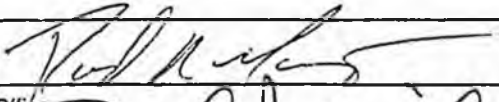
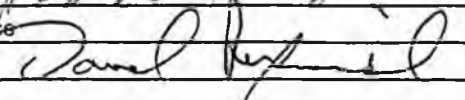
POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ 0.00

ANALYSIS: (Attach a separate page if necessary)

The administrative efficiencies and savings that will result from biennial licensing will assist the board in its attempt to maintain adequate performance in spite of budget reductions which total 71% for FY93.

Prepared by: Rod R. Mourant  Phone: 465-2300
 Division: Commissioner's Office Date: 1/13/93
 Approved by Commissioner: Darrel J. Rexwinkel  Date: 1/13/93
 Agency: Revenue

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FISCAL NOTE

No. 17
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

**STATE OF ALASKA
 1993 LEGISLATIVE SESSION**

Revision Date: _____ Department Affected: Labor
 Title: An act relating to the improve- BRU: Labor Standards & Safety
ment of state finances...Sec. 45 Component: Mechanical Inspection
 Sponsor: Rules Committee
 Requestor: Governor COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL						
REVENUE	0.0	0.0	0.0	0.0	0.0	0.0
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING:

(Thousands of Dollars)

	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS:

	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, Director *Don Study* Phone: 465-4855
 Division: Labor Standards & Safety Date: 1/13/93
 Approved by Commissioner: Charles W. Mahlen *Ch Mahlen*
 Agency: Department of Labor Date: 1/13/93

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Fiscal Note Analysis for:

"An Act relating to ... establishment of certain fees ..."

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 45:

Section 45 would give the department the authority to set time periods for certificates of fitness for plumbers and electricians by regulation. This would allow the department to shift from a one- or three-year certificate to two-year certificates. This bill would have no fiscal impact other than stabilizing revenues to the department.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

No. 16
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

**STATE OF ALASKA
 1993 LEGISLATIVE SESSION**

Revision Date: _____
 Title: An Act relating to the improvement of state
finances. . . sec. 59
 Sponsor: Rules Committee
 Requester: Governor

Dept Affected: Administration
 BRU: Retirement & Benefits
 Components: Retirement & Benefits
 COMPONENT SERIAL NO. 64

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel	0.0	0.0	0.0	0.0	0.0	0.0
Contractual	0.0	0.0	0.0	0.0	0.0	0.0
Supplies	0.0	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0	0.0
Land & Structures	0.0	0.0	0.0	0.0	0.0	0.0
Grants, Claims	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL	0.0	0.0	0.0	0.0	0.0	0.0
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REVENUE FUND SOURCE:	0.0	0.0	0.0	0.0	0.0	0.0
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Funding:

(Thousands of Dollars)

Funding	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF- Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	***	***	***	***	***	***
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other:	***	***	***	***	***	***
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Positions:

Positions	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
Full-Time	0.0	0.0	0.0	0.0	0.0	0.0
Part-Time	0.0	0.0	0.0	0.0	0.0	0.0
Temporary	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY93) impact: none

ANALYSIS: (attach a separate page if necessary)

*** This bill changes approximately 683.0 the BRU receives for administering certain group insurance programs from program receipts to other state funds. The funding source change is reflected in the Governor's FY94 Budget Request.

Prepared By: Robert F. Stalnaker, Director *R. Stalnaker* Phone: 465-4470
 Division: Retirement and Benefits Date: 1/13/93
 Approved By Commissioner: Nancy Bear Usura *NBU* Date: 1/13/93
 Agency: Administration

Distribution (by preparer): Legislative Finance, Legislative Sponsor, Requestor, OMB, Impacted Agency(ies)

FISCAL NOTE

No. 15
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
 1993 LEGISLATIVE SESSION

Revision Date: _____
 Title: 'An Act relating to improvement of state
finances through reduction of operating . . . ' Sec . 60-61
 Sponsor: Rules Committee
 Requestor: Governor

Department Affected: Administration
 BRU: Finance
 Component: Finance
 COMPONENT SERIAL NO. 59

Expenditures/Revenues:

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE:	0	0	0	0	0	0
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FUNDING:

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/Program Receipts	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	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

Estimate of current year (FY93) impact: 0

ANALYSIS: (Attach a separate page if necessary.)

Prepared by: Don Wanie, Director *DW 1/13*
 Division: Finance

Phone: 465-2240
 Date: _____

Approved by Commissioner: Nancy Bear Usura *NBU*
 Agency: Administration

Date: 1/13/93

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FISCAL NOTE

No. 14
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
 1993 LEGISLATIVE SESSION

Revision Date: _____
 Title: 'An Act relating to the
improvement of state finances...' Sec. 60-61
 Sponsor: Rules Committee
 Requestor: Governor

Department Affected: Administration
 BRU: Risk Management
 Component: Risk Management
 COMPONENT SERIAL NO. 71

Expenditures/Revenues:

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE: GF/PRG 1005	0	0	0	0	0	0
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FUNDING:

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/Program Receipts	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	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

Estimate of current year (FY93) impact: None

ANALYSIS: (Attach a separate page if necessary.)

Prepared by: Don Hitchcock, Director
 Division: Risk Management

Phone: (907) 465-2180
 Date: 1-13-93

Approved by Commissioner: Nancy Bear Usura
 Agency: Administration

Date: 1/13/93

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No. 13
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

FISCAL NOTE

STATE OF ALASKA
 1993 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Alaska Commission on
 Title: An Act relating to the improvement of BRU: Postsecondary Education
state finances....sec. 36-38 Component: Student Loans
 Sponsor: Rules Committee
 Requestor: Governor COMPONENT SERIAL NO. 212/213

Expenditures/Revenues:

(Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING						
CAPITAL						
REVENUE FUND SOURCE:	1022	500.0	500.0	500.0	500.0	500.0

FUNDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ _____

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Doug Hanon, Finance Officer
 Division: Alaska Commission on Postsecondary Education
 Approved by Commissioner: _____
 Agency: _____

Phone: 465-6757
 Date: 1/12/93
 Date: _____

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FISCAL NOTE

No. 12
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

**STATE OF ALASKA
 1993 LEGISLATIVE SESSION**

Revision Date: _____ Dept. Affected: Alaska Commission on
 Title: An act relating to the improvement of BRU: Postsecondary Education
state finances...sec. 39-43 Component: Student Loan Operations
 Sponsor: Rules Committee
 Requestor: Governor COMPONENT SERIAL NO. 213

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING						

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

REVENUE FUND SOURCE:	1022	13.0	13.0	13.0	13.0	13.0	13.0
----------------------	------	------	------	------	------	------	------

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ _____

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Doug Hanon, Finance Officer
 Division: Alaska Commission on Postsecondary Education
 Approved by Commissioner: _____
 Agency: _____

Phone: 465-6757
 Date: 1/12/93
 Date: _____

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FISCAL NOTE

No. 11
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
 1993 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Public Safety
 Title: An act relating to the improvement BRU: Alaska Police Standards Council
 State Finance . . . sec. 47 Component: Alaska Police Standards Council
 Sponsor: Rules
 Requestor: Governor COMPONENT SERIAL NO. 519

EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0
CAPITAL						
REVENUE FUND	8.5	8.9	9.4	9.8	10.3	10.9
SOURCE: <u>1005</u>						

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary.)

See attached.

Prepared
 1/13/93 Prepared By: Jack W. Wray Phone: 465-4378
 Division: Alaska Police Standards Council Date: 1/13/93
 Approved by Commissioner: *Richard J. Burton* Date: 1/13/93
 Agency: Richard J. Burton, Dept. of Public Safety

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COMMITTEE COPY

No. 11
HS 65

Department of Public Safety
Fiscal Note Analysis
Lawlog 93-0020
Page 2 of 2

Passage of this legislation will allow the Council to amend their regulations to include a fee schedule for the issuance of police, probation, parole, and correctional officer certificates and police and correctional instructor certificates.

Estimated revenue amounts are based on the Council's issuance of 170 non-State employee police, probation, parole and correctional officer certificates and police and correctional instruction certificates during FY 92. Charge per certificate is calculated at \$50.00 per certificate and the yearly increase in revenue is based on a 5% population increase and a corresponding increase in number of officers and instructors.

FISCAL NOTE

No. 10

Bill Version: HB 65

(H) Publish Date: 1/15/93

**STATE OF ALASKA
1993 LEGISLATIVE SESSION**

Revision Date: _____
 Title: An act relating to the improve-
 ment of state finances....sec. 48
 Sponsor: Rules Committee
 Requestor: Governor

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Wage & Hour

COMPONENT SERIAL NO. 345

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

REVENUE	0.7	0.7	0.7	0.7	0.7	0.7
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

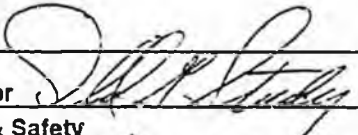
POSITIONS:

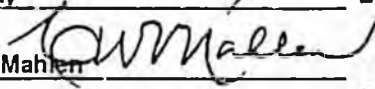
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, Director  Phone: 465-4855
 Division: Labor Standards & Safety Date: 1/13/93

Approved by Commissioner: Charles W. Mahlen 
 Agency: Department of Labor Date: 1/13/93

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Fiscal Note Analysis for:

"An Act relating to ... establishment of certain fees ..."

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 48:

Section 48 of this bill raises the fee for an employment agency license from \$10 to \$100. This fee has not been increased since 1953. This increase reflects the costs of review performed by the department for these operating permits.

The eight licensed employment agencies operating in the state will pay a total of an additional \$0.7 annually for licensing. The department will continue to absorb the cost of reviewing and issuing these permits and the \$0.7 additional revenue collected will be deposited into the general fund.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

No. 9

Bill Version: HB 65

(H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____
 Title: An Act relating to the improve-
ment of state finances....sec. 44
 Sponsor: Rules Committee
 Requestor: Governor

Department Affected: Labor
 BRU: Labor Standards & Safety
 Component: Mechanical Inspection

COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE FUND SOURCE:	0.4 PR #1005	0.4 PR #1005	0.4 PR #1005	0.4 PR #1005	0.4 PR #1005	0.4 PR #1005
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
Other						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

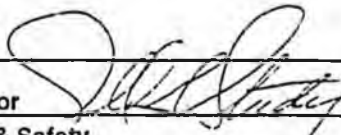
POSITIONS:

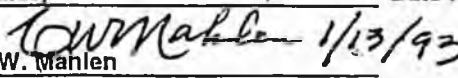
FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, Director  Phone: 465-4855
 Division: Labor Standards & Safety Date: 1/13/93

Approved by Commissioner: Charles W. Mahlen  Date: 1/13/93
 Agency: Department of Labor Date: 1/13/93

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Fiscal Note Analysis for:

"An Act relating to ... establishment of certain fees ..."

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source change from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 44:

This section would allow the department to adopt regulations establishing fees for administering special inspector examinations and processing applications for special boiler and pressure vessel inspector commissions. The department currently performs these functions without charge.

This section of the bill would have no fiscal impact on the department. Regulations establishing a \$25 application and examination fee is anticipated. This would generate approximately \$0.4 annually in receipts to the general fund.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

No. 8

Bill Version: HB 65

(H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Health and Social Services
 Title: An act relating to the improvement of state finance:....Sec. 67-68 BRU: PURCHASED SERVICES
 Sponsor: _____ Component: FOSTER CARE
 Requestor: _____ COMPONENT SERIAL NO. 0252

Expenditures/Revenues: (Thousands of Dollars)

	FY94	FY95	FY96	FY97	FY98	FY99
OPERATING						
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS	-35.4 *	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS						
TOTAL OPERATING	(35.4) *	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE FUND SOURCE						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	(35.4) *	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	(35.4) *	0.0	0.0	0.0	0.0	0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$0.0

ANALYSIS: (Attach a separate page if necessary)

See attached analysis for more.

These sections are covered by this fiscal note and analysis. *The fiscal impact of this bill has not been considered within the FY94 budget, but will be included in the budget amendment process.

Prepared by: Deborah R. Wing, Director
 Division: FAMILY & YOUTH SERVICES

Phone: 465-3191

Date: 1/13/93

Approved by Commissioner: Theodore A. Mala, MD, MPH
 Agency: Department of Health and Social Services

Date: 1/13/93

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Fiscal Note Analysis continuation

An Act relating to the improvement of State financing through reduction of operating costs.

The Division of Family and Youth Services currently pays a direct monthly subsidy to adoptive parents of hard-to-place children. A hard-to-place child is a child who is not likely to be adopted or to obtain a guardian by reason of physical or mental disability, emotional disturbance, recognized high risk of physical or mental disease, age, membership in a sibling group, racial or ethnic factors, or any combination of these.

The monthly subsidy is considered a reimbursement for costs of supporting hard-to-place children. AS 25.23.190 provides for continuation of the subsidy if necessary to assure placement of a hard-to-place child. The subsidy covers many ongoing maintenance costs including, food, shelter, clothing, school supplies, recreation and transportation costs, counseling or other types of therapy, as well as medical costs.

The bill would authorize Alaska to add the Medicaid option to provide medical coverage for state-subsidized adoptive children who are not otherwise eligible for Medicaid. Medicaid would then pay for these children's medical needs eliminating the need for the DFYS payments to cover those medical costs in their subsidies, and accessing federal Medicaid funding available to the state at a 50 percent match rate.

Future subsidy agreements for hard-to-place children will allow for the Medicaid coverage available under the bill. Subsidy agreements already in force, however, do not provide for an offset for the cost of medical care that may be paid under the bill. For this reason the fiscal note only considers the coverage available for future adoptions of hard-to-place children with special medical needs.

The experience under the program shows that the number of new subsidy agreements have begun to lessen. For FY91 new agreements for children with special medical needs totaled 46. After FY92 there have been 14 placements that have special medical needs. The projected number of special needs placements and the associated medical cost is anticipated to show only slight growth in future years.

A December 1992, review of DFYS files established a FY 93 base year average medical cost per child of \$2,400. The current medical inflation rate of 5.5% is assumed to continue. Medical costs for FY94 are calculated to be 35.4. (14 placements x \$2,400 x 1.055 medical inflation rate = \$35,448.) There will be a one time transfer of funding for medical costs associated with subsidized adoptions.

FISCAL NOTE

No. 7

Bill Version: HB 65

(H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____

Department Affected: Administration

Title: 'An Act relating to the improvement of state finances...' sec. 33-35, 49, 64, 69

BRU: Office of Public Advocacy

Sponsor: Rules Committee

Component: Office of Public Advocacy

Requestor: Governor

COMPONENT SERIAL NO. 43

Expenditures/Revenues:

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	(100.0)	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	(100.0)	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE: GF/PRG 1005	0	50.0 - 200.L	50.0 - 200.0	50.0 - 200.0	50.0 - 200.0	50.0 - 200.0
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FUNDING:

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	(100.0)	0	0	0	0	0
1005 GF/Program Receipts	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	(100.0)	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

Estimate of current year (FY93) impact: None

ANALYSIS: (Attach a separate page if necessary.)

See Attached

Prepared by: Brant McGee, Public Advocate
Division: Office of Public Advocacy

Phone: (907) 274-1684
Date: _____

Approved by Commissioner: Nancy Bear Usura
Agency: Administration

Date: 1/13/93

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FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. 65

ANALYSIS: (continued)

Sec. 33-35, 69: This bill proposes an amendment to the Public Guardian statute that would allow the Commissioner of Administration to establish regulations under which the Office of Public Advocacy could collect fees from the wards and conservatees it serves. No revenue is projected for FY 94 due to the time required to develop and implement regulations. FY 95 - 99 projections are very difficult to do until the fee structure is developed.

Sec. 49 and 64: The purpose of this section is to limit Office of Public Advocacy's statutory mandate to cases where the court appointment is constitutionally required or where it is judged to be particularly crucial to fair adjudication.

Deletion of these Office of Public Advocacy responsibilities would result in a savings of at least \$100.0 in contractual costs, as well as cause a reduction in staff workload, primarily because of elimination of the guardian ad litem appointment required in custody cases.

FISCAL NOTE

No. 6
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
 1993 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: Public Safety
 Title: An act relating to the improvement BRU: Motor Vehicles
of state finances...Sec. 50-58, 70 Component: Field Services
 Sponsor: Rules
 Requestor: Governor COMPONENT SERIAL NO. 502

EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	60.0	60.0	60.0	60.0	60.0	60.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	60.0	60.0	60.0	60.0	60.0	60.0
CAPITAL						
REVENUE FUND	2750.4	2750.4	2750.4	2750.4	2750.4	2750.4
SOURCE: 1005						

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	60.0	60.0	60.0	60.0	60.0	60.0
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	60.0	60.0	60.0	60.0	60.0	60.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY 93) impact: \$ none

ANALYSIS: (Attach a separate page if necessary.)
 SEE ATTACHED

Prepared By: Charles R. Hosack Phone: 269-5559
 1/13/93 Division: Motor Vehicles Date: 1/13/93
 Approved by Commissioner: *Richard L. Burton* Date: 1/13/93
 Agency: Richard L. Burton Dept. of Public Safety

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Department of Public Safety
Fiscal Note Analysis
Page 2 of 4

This fiscal note will address only those sections that have an impact on the Division of Motor Vehicles. Each section's impact will be addressed separately below and the cover sheet will reflect a summary of the total impact of all sections.

SECTION 50

This is a technical amendment to reflect the current computer technology in use. The Department of Public Safety uses a relational database in the Alaska Public Safety Information Network (APSIN). With this type of database there is no separate file or database that could be called "the vehicle register". The creation of such a list for sale to user has historically been done for more than 20 years and this amendment clarifies this sale as an electronic service. This protects over \$100,000 in revenue from those vendors who argue that this list should be provided at no charge. There is no fiscal since this amendment clarifies the current situation.

SECTION 51

This section allows the Division to design special plates and charge a one-time fee of \$30.00 for their issuance. This is similar to the existing fee structure for personalized plates and these fees would be in addition to the normal registration fees and taxes. This analysis assumes that 10,000 plates would be issued annually.

Contractual cost - 10,000 plates @ \$6	\$60,000
Revenue - 10,000 plate fees @ \$30	\$300,000

SECTION 52

This section would place Alaska in compliance with uniform federal regulatory guidelines for the issuance of handicap plates. These standards limit the plates and the use of special parking places to those persons with mobility handicaps. Current Alaska law allows those with other than mobility handicaps to obtain the plates. Revenue estimates are based on the assumption that 15% or 480 of the 3200 persons with these plates would not qualify and would have to pay regular fees.

Revenue - 480 registrations @ \$35	\$16,800
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Nov
14/85

SECTION 53

This amendment closes a loop hole in the current law that allows dealers to misuse the dealer plate and prevents further loss of revenue. Since only one dealer was known to have misused the plates the additional revenue will be negligible.

SECTION 54

This amendment takes away the authority to issue vehicle titles to mobile homes. In almost all cases the mobile homes are permanently mounted in trailer parks and should be classed as real property. A title is usually only required when the mobile home is financed because the banks feel getting a vehicle title is easier than filing a UCC lien or a real property lien. Since the title is optional the division usually cannot guarantee ownership since there is no clear chain of documents normally associated vehicle ownership. There would be a small loss of revenue from the approximately 150 titles issued each year.

Revenue - 150 title and lien fees @ \$10 (\$1,500)

SECTION 55

This amendment improves efficiency by removing ambiguity associated with senior citizen exemptions and eliminating associated problems. Many senior citizens buy and sell several vehicles during the year and try to claim exemptions on each one. The statute only allows one exemption per year. There is no fiscal impact.

SECTION 56

Historically only 25-30% of vehicle owners use the mail to renew vehicle registrations. The remainder, over 300,00, come in person to a DMV office adding to the long lines when there is no need to do so. This section charges an additional \$10 for those who do not use the mail service. This approach was taken over giving a discount to those who use the mail because it is a revenue generator rather than a revenue loss. It places the cost directly on those who are creating the efficiency loss. Even with this incentive it is estimated that 200,000 owners will still come in person to renew their vehicles.

Revenue - 200,000 @ \$10 \$2,000,000

FISCAL NOTE

N^o 5 -REVISED

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Bill Version: HB 65

(H) Publish Date: 2/1/93

Revision Date 1/29/93 Department Affected: Natural Resources
 Title: "An Act Relating to Financial Administration of State Government" BRU: Park & Recreation Management
 Components: Park Management
 Sponsor: Rules Committee
 Requestor: Governor Hickel Component Serial No. 452

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	38.2	19.0	15.0	15.0	0.0	0.0
TRAVEL						
CONTRACTUAL	27.0	15.0	12.0	12.0	0.0	0.0
SUPPLIES	10.8	6.0	5.0	5.0	0.0	0.0
EQUIPMENT						
LAND&STRUCTURES						
GRANTS,CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	76.0	40.0	32.0	32.0	0.0	0.0

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

REVENUE fund source:	150.0 PR	200.0 PR	300.0 PR	400.0 PR	400.0 PR	400.0 PR
----------------------	----------	----------	----------	----------	----------	----------

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts	76.0	40.0	32.0	32.0	0.0	0.0
1006 GF/MHTIA						
Other						
TOTAL	76.0	40.0	32.0	32.0	0.0	0.0

POSITIONS:

FULL-TIME	0.0	0.0	0.0	0.0	0.0	0.0
PART-TIME	0.0	0.0	0.0	0.0	0.0	0.0
TEMPORARY	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY93) Impact: \$ No fiscal impact anticipated

ANALYSIS: (Attach a separate page if necessary)
 See Attached

Prepared by: Nell C. Johannsen Phone: 762-2600
 Division: Parks & Outdoor Recreation Date: 1/29/93

Approved by Commissioner: Glenn A. Olds Date: 1/29/93
 Agency: Department of Natural Resources

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HB 65-
No. 5- Revised
7/2/2

Department of Natural Resources

HB 65 Bill Analysis

The state park fee program to be funded by this fiscal note consists of the design, construction and installation of fee collection stations at approximately 44 locations in the state park system. Each fee station is estimated to cost \$4,000, including labor, supplies and contractual expenses.

The fee stations would be installed in phases, over a four year period. Eighteen stations would be installed in FY94, and ten stations installed in FY95. Eight stations would be installed in both FY96 and FY97. First year costs include design and production of fee collection envelopes and annual pass decals, as well as design and production of standard drawings and plans for the fee stations. These one-time costs are estimated at \$4,000.

No new positions would be required by this legislation. Additional administrative and management costs would be absorbed by existing staff.

The estimate of revenue to be produced by this bill is based on visitation records for selected park units, as well as financial records for the existing camping fee program. In the fourth year of implementation, this new fee program is expected to generate annual revenues of approximately \$400,000. Potential revenues to the state from this program exceed the state's costs in each of the four year implementation period. In subsequent years, these user fees would help offset increased park maintenance and operating costs as well as possible general fund budget reductions. The net financial effect of this program would be positive, with fee revenues greater than operating costs.

The fiscal note provided by the Division of Parks addresses both sections 63 and 71 of the bill. The fiscal impact of section 71, which provides statutory authority for temporary fees in state parks, is reflected under FY94. The fiscal impact for FY95 and thereafter is in connection with section 63 of the bill, and is based on regulations which will be promulgated during FY94.

FISCAL NOTE

No. 4
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____ Department Affected: Labor
 Title: An act relating to the improve- BRU: Labor Standards & Safety
ment of state finances...Sec. 46 Component: Mechanical Inspection
 Sponsor: Rules Committee
 Requestor: Governor COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	22.5	22.5	22.5	22.5	22.5	22.5
TRAVEL						
CONTRACTUAL						
SUPPLIES	2.5	2.5	2.5	2.5	2.5	2.5
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	25.0	25.0	25.0	25.0	25.0	25.0

CAPITAL						
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REVENUE	25.0 *	25.0 *	25.0 *	25.0 *	25.0 *	25.0 *
FUND SOURCE:	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005	PR #1005

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt	25.0	25.0	25.0	25.0	25.0	25.0
1006 GF/MHTIA						
Other						
TOTAL	25.0	25.0	25.0	25.0	25.0	25.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

See attached

Prepared by: Don Study, Director Phone: 465-4855
 Division: Labor Standards & Safety Date: 1/13/93

Approved by Commissioner: Charles W. Mahler
 Agency: Department of Labor Date: 1/13/93

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Fiscal Note Analysis for:

"An Act relating to ... establishment of certain fees ..."

The Department of Labor is affected by four sections of this bill. Separate fiscal notes have been prepared for each section. Sections 44 through 46 of this bill would allow the department to establish certain fees and certification time periods by regulation. Section 48 would increase an existing fee set by statute.

In anticipation of new fees and fee increases to be set by regulation, a fund source charge from general funds to program receipts was included in the department's FY 94 budget submittal. Because the \$93.5 in fee income is reflected in the department's operating budget, it is excluded from this fiscal note.

The net fiscal impact of the sections of this bill (and associated regulations) relevant to this department is the general fund gains \$94.6, and the department gains \$25.0 expenditure authorization to cover the costs of services provided.

Section 46:

This section would remove an existing fee structure from statute and enable the department to establish by regulation the fees for an application and examination, certificate of fitness, renewal or duplicate certificate for electricians and plumbers.

This section of the bill would have no direct fiscal impact, however, the department anticipates changing the fee structure by regulation. No application/examination fee is currently charged; a \$50 application and examination fee would generate approximately \$23.8 annually in program receipts. This fee reflects the cost of providing these services.

A regulation establishing a \$10 fee for duplicate certificates of fitness would generate approximately \$1.2 annually in program receipts. The \$10 fee reflects the cost of providing the duplicate certificate.

* Regulations establishing a \$160, two-year certificate of fitness fee--with an \$80, one-year certificate of fitness issued for a three year period until the current three-year certificates are phased out--are anticipated. These fee changes are expected to generate \$93.5 annually. The revenue associated with this change is included in the department's operating budget submittal as program receipts. Two points are relevant: 1) the general fund gains \$93.5 and 2) the fiscal note does not reflect the receipt of the revenue because it is in the operating budget.

For purposes of calculating fiscal impact, an effective date of July 1, 1993 is assumed.

FISCAL NOTE

No. 3
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

**STATE OF ALASKA
 1993 LEGISLATIVE SESSION**

Revision Date: _____ Dept. Affected: Health and Social Services
 Title: An act relating to the improvement of state finances...sec. 67-68 BRU: Medial Assistance
 Component: Medicaid Non Facility
 Sponsor: _____
 Requestor: _____ COMPONENT SERIAL NO. 0229

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY94	FY95	FY96	FY97	FY98	FY99
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	35.4 *	40.2	43.0	48.2	53.2	58.2
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	35.4 *	40.2	43.0	48.2	53.2	58.2

CAPITAL						
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REVENUE FUND SOURCE						
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FUNDING: (Thousands of Dollars)

1002 Federal Receipts	17.7 *	20.1	21.5	24.1	26.6	29.1
1003 GF Match	17.7 *	20.1	21.5	24.1	26.6	29.1
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other						
TOTAL	35.4 *	40.2	43.0	48.2	53.2	58.2

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$0.0

ANALYSIS: (Attach a separate page if necessary)

See attached for more.

*The fiscal impact of this bill has not been considered within the Governor's original FY94 budget. An adjustment may be included as a budget amendment after further consideration.

Prepared by: Kimberly B. Busch, Director
 Division: Medical Assistance Phone: 907-465-3355
 Date: 1/13/93

Approved by Commissioner: Theodore A. Mala, MD, MPH
 Agency: Department of Health and Social Services Date: 1/13/93

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Fiscal Note Analysis continuation

An Act relating to the improvement of State financing through reduction of operating costs.

The Division of Family and Youth Services currently pays a direct monthly subsidy to adoptive parents of hard-to-place children. A hard-to-place child is a child who is not likely to be adopted or to obtain a guardian by reason of physical or mental disability, emotional disturbance, recognized high risk of physical or mental disease, age, membership in a sibling group, racial or ethnic factors, or any combination of these.

The monthly subsidy is considered a reimbursement for costs of supporting hard-to-place children. AS 25.23.190 provides for continuation of the subsidy if necessary to assure placement of a hard-to-place child. The subsidy covers many ongoing maintenance costs including, food, shelter, clothing, school supplies, recreation and transportation costs, counseling or other types of therapy, as well as medical costs.

The bill would authorize Alaska to add the Medicaid option to provide medical coverage for state-subsidized adoptive children who are not otherwise eligible for Medicaid. Medicaid would then pay for these children's medical needs eliminating the need for the DFYS payments to cover those medical costs in their subsidies, and accessing federal Medicaid funding available to the state at a 50 percent match rate.

Future subsidy agreements for hard-to-place children will allow for the Medicaid coverage available under the bill. Subsidy agreements already in force, however, do not provide for an offset for the cost of medical care that may be paid under the bill. For this reason the fiscal note only considers the coverage available for future adoptions of hard-to-place children with special medical needs.

The experience under the program shows that the number of new subsidy agreements have begun to lessen. For FY91 new agreements for children with special medical needs totaled 46. After FY92 there have been 14 placements that have special medical needs. The projected number of special needs placements and the associated medical cost is anticipated to show only slight growth in future years.

A December 1992 review of DFYS files established a FY 93 base year average medical cost per child of \$2,400. The current medical inflation rate of 5.5% is assumed to continue. These costs for future placement of special medical need children and the federal offset available under the bill are shown in the table on the following page.

Calculation of Medical Costs for New Placements under the Bill
and
Anticipated Federal Revenue to Offset General Fund Spending.

	New Place- ments	X	Base Year Medical Cost	X	Medical Infla- tion Rate	=	Total Annual Medical Costs	÷ 2 =	New Federal Revenue & GF Offset
FY 94	14	X	\$2,400	X	1.055	=	\$35,448	÷ 2 =	\$17,724
FY 95	16	X	\$2,400	X	1.055	=	\$40,512	÷ 2 =	\$20,256
FY 96	17	X	\$2,400	X	1.055	=	\$43,044	÷ 2 =	\$21,522
FY 97	19	X	\$2,400	X	1.055	=	\$48,108	÷ 2 =	\$24,054
FY 98	21	X	\$2,400	X	1.055	=	\$53,172	÷ 2 =	\$26,586
FY 99	23	X	\$2,400	X	1.055	=	\$58,236	÷ 2 =	\$29,118

Cross ref: Fiscal note by the Div. of Family and Youth Services

FISCAL NOTE

No. 2
 Bill Version: HB 65
 (H) Publish Date: 1/15/93

STATE OF ALASKA
1993 LEGISLATIVE SESSION

Revision Date: _____ Department Affected: Environmental Conservation
 Title: An act relating to the improvement of state finances...sec. 66 BRU: Environmental Quality
 Sponsor: Rules Committee Component: Air Quality Management
 Requestor: Governor

COMPONENT SERIAL NO. 1428

EXPENDITURES/REVENUES:	(Thousands of Dollars)					
OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0.0	1,618.0	1,962.2	2,235.4	1,572.8	1,572.8
TRAVEL	0.0	109.0	211.8	229.4	63.5	63.5
CONTRACTUAL	0.0	20.0	20.0	20.0	20.0	20.0
SUPPLIES	0.0	25.5	35.5	45.5	25.5	25.5
EQUIPMENT	0.0	109.5	22.5	20.0	0.0	0.0
LAND&STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS,CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	1882.0	2252.0	2550.3	1681.8	1681.8

CAPITAL						
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REVENUE						
FUND SOURCE: 1005	0.0	3747.1	4117.1	4421.8	3742.6	3742.6

FUNDING:

1002 FEDERAL RECEIPTS						
1003 GF MATCH						
1004 GF						
1005 GF/PROGRAM RECPT	0.0	1882.0	2252.0	2550.3	1681.8	1681.8
1006 GF/MHTIA						
OTHER						
TOTAL	0.0	1882.0	2252.0	2550.3	1681.8	1681.8

POSITIONS:

FULL-TIME	0.0	22.5	27.0	31.0	21.8	21.8
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: \$

ANALYSIS: (Attach a separate page if necessary.)

see attachment

Prepared by: *Christine Underwood*, Administrative Officer
 Division: Administrative Services
 Phone: 465-5010
 Date: 1/13/93

Approved by Commissioner: *Janice Adair*, Assistant Commissioner
 Agency: Department of Environmental Conservation
 Date: 1/13/93