

ALASKA LEGISLATURE COMMITTEE FILES 1999-2000 8072

9828 HOUSE HEALTH EDUCATION & SOCIAL SERVICES

HCR

11

FISCAL NOTE

STATE OF ALASKA
1999 LEGISLATIVE SESSION

BILL NO. HCR 11

Revision Date: 4/28/99
Title: SUBSTANCE ABUSE TREATMENT FOR OFFENDERS

Dept. Affected _____
BRU _____
Component _____

Sponsor: Representative Fred Dyson
Requester: _____

Component Serial No. _____

Expenditures/Revenues	(Thousands of Dollars)					
OPERATING EXPENDITURES	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE	(Thousands of Dollars)					
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
1091 Designated Program Receipts						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY98) cost: _____

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Prepared by Rep. Fred Dyson  _____ Phone _____
Co-Chair _____ Phone _____
House HESS _____

Date _____

(7)

JUSE COMMITTEE REPC

Date Referred to Committee: April 26, 1999

FURTHER REFERRALS:

Judiciary

Date of Committee Action: 4/29/99

The HEALTH, EDUCATION AND SOCIAL SERVICES Committee considered:

HCR 11

HOUSE CONCURRENT RESOLUTION NO. 11

SUBSTANCE ABUSE TREATMENT FOR OFFENDERS

Relating to substance abuse treatment for offenders in the criminal justice system.

recommends it be replaced with the following committee substitute _____ the same title a new title

additional referral to _____ Committee attached amendment(s)

ADOPTS: _____ Letter of Intent

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

APPROVES PREVIOUS: (Dept/Date) _____

fiscal note(s) _____

fiscal note(s) _____

zero fiscal note(s) _____

zero fiscal note(s) _____

SIGNING WITH RECOMMENDATIONS	DP	DNP	NR	AM
<i>Paul Ryan</i>	<input checked="" type="checkbox"/>			
<i>John Doyle</i>	<input checked="" type="checkbox"/>			
<i>John Doyle</i>	<input checked="" type="checkbox"/>			
<i>John Doyle</i>	<input checked="" type="checkbox"/>			
<i>John Doyle</i>	<input checked="" type="checkbox"/>			

CHAIR'S SIGNATURE *Paul Ryan*

John Doyle



Alaska State Legislature

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REPRESENTATIVE FRED DYSON

HCR 11 Sponsor Statement

"Relating to substance abuse treatment for offenders in the criminal justice system."

Alaskans pay a high price when quality treatment services are not available. These significant impacts increase community hospital costs, court costs, policing and entitlement programs for the delivery of health and social services. They also increase needs for greater capacity in Alaska's correctional facilities.

Studies within the Department of Corrections show that alcoholism and other drug abuse interfere with efforts to rehabilitate offenders. They cite national data that indicate over eighty percent of offenders were either under the influence of alcohol or other drugs when they committed offenses or their addiction contributed to their criminal behavior.

At present, some treatment or education is offered in each correctional facility in the state. No prison provides services to all prisoners who need or want the service. Nor does any prison provide a continuum of services to the prison population. In addition, there are 27 treatment beds in community treatment programs set aside for prisoners after release from correctional facilities. These beds do not meet current needs. This contributes to recidivism by those who cannot receive treatment upon release.

HCR 11 encourages that efforts within the criminal justice system and at the legislative level be spent on responding to substance abuse with the goal of reducing recidivism.

- E-mail -
Representative_Fred_Dyson
@Legis.state.ak.us

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<http://www.akrepublicans.org>

ADVISORY BOARD ON ALCOHOLISM AND DRUG ABUSE
Draft Resolution on Treatment In the Criminal Justice System

Position Paper

The Advisory Board has maintained an interest in ensuring that all Alaskans have access to quality treatment services. The Board is keenly aware of the high price Alaskans pay when quality treatment services are not available. These significant impacts increase community hospital costs, court costs, policing and entitlement programs for the delivery of health and social services. They also increase needs for greater capacity in Alaska's correctional facilities.

In the fall of 1997, the Advisory Board asked 1,000 "key informants" in Alaska to indicate their level of agreement with the following statement:

Those incarcerated for criminal offenses related to the abuse of alcohol or other drugs should receive appropriate treatment before release from prison.

Seventy-nine percent of the 521 respondents answered with strong agreement, seventeen percent somewhat agreed, five percent somewhat disagreed and three percent strongly disagreed. This was one of the most agreed upon responses of the fifteen questions that were asked on this survey.

Studies within the Department of Corrections show that alcoholism and other drug abuse interfere with efforts to rehabilitate offenders. They cite national data that indicate over eighty percent of offenders were either under the influence of alcohol or other drugs when they committed offenses or their addiction contributed to their criminal behavior.

With these issues in mind, and strong consensus of survey respondents, the Advisory Board seeks to engage the Alaska Legislature in a dialogue on ways to address this significant continuing problem. It is at the heart of the Advisory Board's recently drafted Alaska State Plan for Alcoholism and Drug Abuse Services, **Results Within Our Reach, 1999-2002**. The primary desired result is: **Alaskans life free from the negative consequences of alcohol and other drug use.**

At present, some treatment or education is offered in each correctional facility in the state. No prison provides services to all prisoners who need or want the service. Nor does any prison provide a continuum of services to the prison population. In addition, there are 27 treatment beds in community treatment programs set aside for prisoners after release from correctional facilities. These beds do not meet current needs. This contributes to recidivism by those who cannot receive treatment upon release.

The Advisory Board, the Department of Health and Social Services, the Department of Corrections and the Alaska Mental Health Trust Authority are currently developing a

pilot program to provide a complete continuum of care for female offenders at the Hiland Mountain Prison. This program is funded by a federal grant and a small matching grant from the Alaska Mental Health Trust. In addition, the Department of Corrections, the Division of Alcoholism and Drug Abuse and the Advisory Board have developed a protocol to follow these women and provide services after release.

There is no method for determining how many prisoners are in need of service. There is no method in place to determine the effectiveness of the treatment in reducing criminal recidivism. It makes sound fiscal sense to spend money on treatment for offenders only if that treatment reduces recidivism.

Any action plan that will reduce recidivism and reduce prison costs must have the following components to meet legislative intent for outcome based funding:

- We must measure "the baseline." This is the number of persons entering the corrections system with alcohol or other drug problems. This screening should be part of the classification process for all prisoners. This will establish the universe of people needing services.
- We must offer appropriate treatment to those who screen-in with substance abuse problems.
- We must measure the recidivism rates for this population after release from prison to determine the effectiveness of the treatment
- We should only continue funding of this effort if the recidivism rates drop.

Don Dapceвич, Executive Director
November 1998

CURRENT DRUG ALCOHOL TREATMENT SERVICES AVAILABLE IN THE CORRECTIONS SYSTEM IN ALASKA

Currently some drug alcohol treatment is available in all of the thirteen correctional institutions in Alaska. Following is a summary of those services available in Alaska:

Drug/alcohol Education: Provides inmates with education, clinical assessments and referrals to treatment after completion of sentences. These services are available in the following institutions:

Ketchikan
Mat-Su Pretrial
Point Mackenzie
Sixth Avenue
Yukon Kuskokwim

Education with introduction to Treatment: Provides inmates with education and an introduction to treatment. It does not include a complete outpatient program but does introduce inmates to a treatment regimen. These services are available at:

Cook Inlet pre-trial
Fairbanks Correctional Center

Outpatient Services: Provides of four phases of treatment; assessment, education, primary care and aftercare. The services are tailored to the inmate "turnaround" with more intensity of services for those who are available for the services for longer periods of time. These services are available at:

Anvil Mountain
Lemon Creek
Meadow Creek
Palmer
Spring Creek
Wildwood
Arizona Detention Center

Residential Services: Residential services include intensive treatment that is provided on a continuing, daily basis. It is intensive and provides a full continuum of care including psychological counseling, nutrition, education, and an introduction to support group activity. This program provides services for women only. This program was initiated in 1998 and has a connection with continuing care provided through the "links" program, which follows inmates after discharge through the cooperation of community programs. This program is available at:

Hiland Mountain Prison (for women only)

Do these programs address existing needs?

In 1997 these programs provided 1,577 clinical assessments, 1,681 inmates received education programs and 807 received outpatient services. The Hiland Mountain project is expected to provide services to 64 inmates at any given time.

We do not know what percentage of need these programs are addressing because we do not do assessments on all prisoners. If Alaska's experience is similar to the rest of the country, 70-85% of inmates are in need of treatment services (from reports from the National Center on Addiction and Substance Abuse) and our services were provided to 13% of the inmates.

How do we close the gap between services provided and service need?

In a perfect world we would simply allocate enough resources to meet the need. This is obviously not within the realm of possibility so what can be done?

- **We need to determine if the services that we provide are effective.** We need to determine whether those who participate in treatment re-offend less than those who do not participate in treatment do. The department of Corrections, the Division of Alcoholism and Drug Abuse and the Advisory Board could collaborate to examine the efficacy of the treatment provided
- **We need to determine the persuasiveness of need for treatment.** Some methodology must be put in place to assess the need for treatment among inmates as they enter the prison system. This would require limited resources.
- **We need to broaden the scope of availability of services.** We should examine the possibility of re-engineering the treatment delivery system, possibly trading "hard" prison beds for "soft" community institutions beds with treatment components of service. We should examine alternative treatment delivery systems that would centralize treatment services at fewer institutions that would offer more intensive services.

HCR

15

FISCAL NOTE

STATE OF ALASKA
2000 LEGISLATIVE SESSION

BILL NO. HCR 15

Revision Date: 1/10/00
Title: Developmental Disability Awareness Month

Dept. Affected _____
BRU _____
Component _____

Sponsor: Rep. Porter
Requester: Gov.

Component Serial No. _____

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES []						
------------------------	--	--	--	--	--	--

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
1091 Designated Program Receipts						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY98) cost: _____

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Representative
Fred Dyson
Chair
House HESS



Phone: 465-2199

Phone: _____

Date: 1/20/00



ALASKA STATE LEGISLATURE

SPEAKER OF THE HOUSE BRIAN PORTER

SPONSOR STATEMENT FOR HCR 15

This resolution will designate the month of March as Developmental Disability Awareness Month in a special effort to help people recognize and understand the obstacles and lifestyles of Alaska citizens who experience developmental disabilities.

An estimated 12,000 Alaskans with developmental disabilities experience severe and/or multiple disabilities which are often present at birth and are permanent. These are people with capabilities, competencies, personal needs and preferences. Recognizing March as Developmental Disabilities Awareness Month offers an opportunity for improving the quality of life of people with developmental disabilities in the hope that the barriers and fears that affect their everyday lives can be replaced with awareness and understanding.

Progress continues to be made due, in large part, to the caring people of the Key Campaign. This is a state-wide network of community providers of services, consumers, parents and guardians of people with disabilities, parent organizations, protection and advocacy groups, independent living centers, vocational rehabilitation centers, residential agencies and private citizens who share the unified belief in community-based services.

With the governor's signature on this resolution, the members of the Twenty-First Alaska State Legislature will join the Alaska Key Campaign and all the caring service providers in the state of Alaska in recognizing March as a time specifically set aside to acknowledge those with developmental disabilities and by recognizing these citizens as full members of the family of Alaska.



TONY KNOWLES, GOVERNOR
State of Alaska

GOVERNOR'S COUNCIL ON DISABILITIES AND SPECIAL EDUCATION

P.O. Box 240249 • Anchorage, Alaska 99524-0249 • Phone: 907-269-8990 • Fax: 907-269-8995

Creating Change That Improves The Lives Of People With Disabilities

December 3, 1999

Representative Brian Porter
Speaker of the House of Representatives
Alaska State Legislature
716 West 4th Avenue
Anchorage, Alaska 99501 2133

Dear Representative Porter:

Subject: Proclamation

I am writing to ask your consideration to have the 21 Alaska Legislature proclaim March 2000 as Developmental Disability Month. The Key Campaign is set for February 29 and March 1. The participants would be greatly honored if the Legislature agreed to a joint proclamation.

The people who attend the Campaign events have always valued your assistance in allowing the House and Senate Finance Committees to hold a joint hearing on the issues of concern to people with developmental disabilities and their families. Recognizing March 2000 as DD Month would please them to no end.

For your review, the attachment suggests some language for the proclamation. A Joint Proclamation was last done in March, 1993. I will be sending a copy of the attachment the Senator Pearce, President of the Senate, and I have asked the Governor's Office to consider it as well.

Thank you for your attention to our request and for all of the help you have given to Alaskans with developmental disabilities over the years. If I can answer any questions about this request or help you in anyway, please call me at 269 8991.

Sincerely,

A handwritten signature in black ink, appearing to read "David Maltman", written over a horizontal line.

David Maltman
Executive Director

HCR

24

Comments on Resolution:

Pg 1 # 8-9 Might better be stated as nearly 40% of Alaska Health Care Resources are sent out of state in the form of insurance premiums, Health Care and Hospital services. Aetna figures 1992-3

Pg1 line 16-17 That the commission develop and recommend,

And the residents of Alaska plans for improvement

10-3 Pg 3 Authorization for temporary support staff be accomodated up front when Commission is formed.

Pg 2 line 2 item 3 ^{delete} Requiring uniform rates can be evaluated under item line 13 page 1 _{scary word.}

The Federal State Improvement program HRSA (Health Resource Service Administration) has Authorized 10 States to begin the process of dealing with the whole Health Care issue including the growing ranks of the uninsured. Copy sent to Rep. Dyson's office. This program will award up to 1.3 million each to successful applicants.

That the Administration be encouraged to send a representative to the Pre-Application meeting in Denver on April 26.

Suggested changes

From Jerry Near

1-LS1616D
Lauterbach
4/15/00

CS FOR HOUSE CONCURRENT RESOLUTION NO. 24(HES)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

Offered:
Referred:

Sponsor(s): HOUSE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

A RESOLUTION

1 **Creating the Alaska Health Care Commission.**

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

3 **WHEREAS** health insurance costs and health care costs continue to soar, and a
4 growing number of Alaskans cannot afford either health insurance or health care services; and

5 **WHEREAS** many Alaskans live outside the urban centers where most health care
6 providers are located; and

7 **WHEREAS** there is a drain on the Alaska economy resulting from health care dollars
8 leaving the state because more than 40 percent of the health care and hospital services
9 provided to Alaskans are provided out of state; and

10 **WHEREAS** Alaskans lack the information they need to evaluate the fair market value
11 of health care services; and

12 **WHEREAS** there is a growing disparity between Medicaid, insurance, and cash
13 customer rates charged by health care providers;

14 **BE IT RESOLVED** that the Alaska State Legislature establishes the Alaska Health
15 Care Commission to evaluate and recommend to the Governor, the legislature, and the
16 residents of Alaska options for improvement of Alaska's health care delivery system; and be
17 it

1 **FURTHER RESOLVED** that the Alaska Health Care Commission shall consist of 12
2 voting members who are Alaska residents, appointed as follows:

3 (1) four members appointed by the Speaker of the House, one of whom shall
4 be a member of the majority caucus, one of whom shall be a member of a minority caucus,
5 one of whom shall be a representative of the insurance industry, and one of whom shall be
6 a representative of the health care provider industry;

7 (2) four members appointed by the President of the Senate, one of whom shall
8 be a member of the majority caucus, and one of whom shall be a member of a minority
9 caucus, one of whom shall be a representative of the insurance industry, and one of whom
10 shall be a representative of the health care provider industry;

11 (3) four members appointed by the Governor, one of whom shall represent the
12 interests of the state's public health programs, one of whom shall represent federal health
13 programs administered in the state, and two of whom shall be public members who represent
14 Alaska health care consumers; and be it

15 **FURTHER RESOLVED** that the following three persons may serve on the Alaska
16 Health Care Commission as nonvoting members: the commissioners of health and social
17 services, administration, and community and economic development, or their designees; and
18 be it

19 **FURTHER RESOLVED** that the public members of the Alaska Health Care
20 Commission shall serve without compensation and without per diem and travel expenses
21 authorized for boards and commissions under AS 39.20.180; and be it

22 **FURTHER RESOLVED** that the Alaska Health Care Commission shall select a chair
23 and vice-chair from among its members, and the chair shall vote only to break a tie; the
24 commission shall meet as frequently as the commission determines necessary, and the
25 commission may meet and vote by teleconference; and the commission and its members are
26 entitled to use the services, supplies, equipment, and staff support of the legislative
27 information offices of the Legislative Affairs Agency during regular business hours; and be
28 it

29 **FURTHER RESOLVED** that the Alaska Health Care Commission may, with the prior
30 approval of the legislative council, submit applications to the federal government for grants
31 for the activities of the commission; and be it

1 **FURTHER RESOLVED** that the Alaska Health Care Commission shall prepare a
2 report that includes evaluation of

3 (1) the option of creating a publicly or privately held trust with administrative
4 powers to oversee an Alaska health care delivery system;

5 (2) options for new uses of telemedicine to provide better and more efficient
6 health care delivery to remote areas of Alaska;

7 (3) options for moving toward requiring health care providers to charge the
8 same rates for services to every consumer and toward free market rate setting;

9 (4) options to enable creation of health cooperatives;

10 (5) options to enable creation of medical savings accounts; and

11 (6) other potential non-insurance alternatives for improving the accessibility
12 and affordability of health care for Alaskans; and be it

13 **FURTHER RESOLVED** that the Alaska Health Care Commission shall present a
14 preliminary report to the Governor and the legislature by January 1, 2001, that

15 (1) outlines the options being evaluated;

16 (2) describes an action plan, including a public participation process, outlining
17 a detailed work schedule for preparation of the final report; and

18 (3) includes proposed legislation that would authorize temporary support staff,
19 per diem, and travel expenses for the commission; and be it

20 **FURTHER RESOLVED** that the Alaska Health Care Commission shall submit a draft
21 report by January 1, 2002, and a final report by March 30, 2002, to the Governor and the
22 legislature; and be it

23 **FURTHER RESOLVED** that the Alaska Health Care Commission may propose
24 legislation to extend the final report date; and be it

25 **FURTHER RESOLVED** that the Alaska Health Care Commission is authorized to
26 begin work immediately upon the appointment of its full membership or by June 15, 2000,
27 whichever date is earlier, and that the Alaska Health Care Commission is terminated on
28 March 30, 2002, unless extended under other legislation.

FISCAL NOTE

STATE OF ALASKA
2000 LEGISLATIVE SESSION

NO. _____
BILL VERSION: CS HCR 24(HES)
PUBLISH DATE: _____

Revision Date: _____
Title: "Creating the Alaska Health Care Commission."
Sponsor: House HESS
Requestor: House HESS

Department Affected: Legislative Affairs Agency
BRU: Legislative Council
Component: Council and Subcommittees

COMPONENT SERIAL NO:

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06
PERSONAL SERVICES	40.0	0.0	0	0	0	0.0
TRAVEL	5.6	0.0	0	0	0	0.0
CONTRACTUAL	0.9	0	0	0	0	0.0
SUPPLIES	0.5	0	0	0	0	0.0
EQUIPMENT	4.0	0	0	0	0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	51.0	0.0	0	0	0	0.0

CAPITAL	0	0	0	0	0	0.0
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REVENUE FUND SOURCE	0	0	0	0	0	0.0
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FUNDING: (Thousands of Dollars)

GENERAL FUND	51.0	0.0	0	0	0	0.0
FEDERAL FUNDS						
OTHER FUND SOURCE						
TOTAL	51.0	0.0	0	0	0	0.0

POSITIONS:

FULL-TIME	0	0	0	0	0	0.0
PART-TIME	0	0	0	0	0	0.0
TEMPORARY	0	0	0	0	0	0.0

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary)

HCR 24 establishes an Alaska Health Care Commission composed of 4 Legislators, 1 representative of the insurance industry, 1 representative of Alaska employers, 2 representatives of the health care provider industry, 1 representative of the state's public health programs, 1 representative of federal health care programs, and 2 representatives of Alaska health care consumers. In addition to the 12 voting members, 3 Alaska State Department Commissioners may serve on the Commission as non voting members. The Commission will evaluate health care options in Alaska and present a preliminary report to the Governor and the Legislature by 1/1/01. The Alaska Health Care Commission terminates 1/8/01.

Prepared By: Karla Schofield, Deputy Director *Karla Schofield* Phone: 465-3852
Division: Administrative Services Date: 4/19/00

Approved By: Pamela A. Varni, Executive Director *Pamela Varni*
Agency: Legislative Affairs Agency Date: 4/19/00

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

Personal Services

Legislative staff assistant to the Commission for 7 months - Range 21

40.0

Travel

It is anticipated that the task force will conduct most of their meetings by teleconference.

Two 2 day trips are anticipated to Anchorage in FY01. For the purposes of this fiscal note, the 8 Commission members appointed by the Presiding Officers are assumed to be 2 from Fairbanks, 2 from Anchorage, and 2 from Juneau, 1 from Kotzebue, and 1 from Ketchikan.

Travel costs for the Administration, H&SS and DCED Commissioners or their designees will be paid for by the Executive Branch. Travel costs for the 4 Governor appointees will be paid by the Office of the Governor.

Commission members appointed by Legislature

		<u>Airfare</u>	<u>Per Diem</u>	
Fairbanks	2	488	916	
Anchorage	2	0	0	
Juneau	2	940	916	
Kotzebue	1	621	458	
Ketchikan	1	756	458	
		2,805	2,748	5,553

Total Travel 5.6

Contractual

Phone expenses for 8 members of the task force	700	
Postage expenses to mail out task force report	<u>200</u>	
	900	Total Contractual 0.9

Teleconference expenses within be absorbed in the Legislature's budget.

It is assumed the staff assistant will occupy legislative office space.

The cost of printing the Commission report will be absorbed within the Legislature's budget.

Supplies

Supplies 0.5

Equipment

Computer and printer for staff assistant. 4.0

51.0

FISCAL NOTE

STATE OF ALASKA
2000 LEGISLATIVE SESSION

NO. _____
BILL VERSION: HCR 24
PUBLISH DATE: _____

Revision Date: _____
Title: "Creating the Alaska Health Care Commission."
Sponsor: House HESS
Requestor: House HESS

Department Affected: Legislative Affairs Agency
BRU: Legislative Council
Component: Council and Subcommittees

COMPONENT SERIAL NO:

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06
PERSONAL SERVICES	70.0	70.0	0	0	0	0.0
TRAVEL	11.1	11.1	0	0	0	0.0
CONTRACTUAL	0.9	0.9	0	0	0	0.0
SUPPLIES	0.5	0.3	0	0	0	0.0
EQUIPMENT	4.0	0	0	0	0	0.0
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	86.5	82.3	0	0	0	0.0
CAPITAL	0	0	0	0	0	0.0
REVENUE FUND SOURCE	0	0	0	0	0	0.0

FUNDING: (Thousands of Dollars)

GENERAL FUND	86.5	82.3	0	0	0	0.0
FEDERAL FUNDS						
OTHER FUND SOURCE						
TOTAL	86.5	82.3	0	0	0	0.0

POSITIONS:

FULL-TIME	0	0	0	0	0	0.0
PART-TIME	0	0	0	0	0	0.0
TEMPORARY	0	0	0	0	0	0.0

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary)

HCR 24 establishes an Alaska Health Care Commission composed of 4 Legislators, 2 representatives of the insurance industry, 2 representatives of the health care provider industry, 1 representative of the state's public health programs, 1 representative of federal health care programs, and 2 representatives of Alaska health care consumers. In addition to the 12 voting members, 3 Alaska State Department Commissioners may serve on the Commission. The Commission will evaluate health care options in Alaska and present a preliminary report to the Governor and the Legislature by 1/1/01, a draft report by 1/1/02 and a final report by 3/30/02.

Prepared By: Karla Schotfield, Deputy Director
Division: Administrative Services

Phone: 465-3852
Date: 4/18/00

Approved By: Pamela A. Varni, Executive Director
Agency: Legislative Affairs Agency

Date: 4/18/00

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

Personal Services

Legislative staff assistant to the Commission - Range 21A

70.0

Travel

It is anticipated that the task force will conduct most of their meetings by teleconference.

Two 2 day trips are anticipated to Anchorage in FY01 and again in FY02. For the purposes of this fiscal note, the 8 Commission members appointed by the Presiding Officers are assumed to be 2 from Fairbanks, 2 from Anchorage, and 2 from Juneau, 1 from Kotzebue, and 1 from Ketchikan.

Travel costs for the Administration, H&SS and DCED Commissioners or their designees will be paid for by the Executive Branch. Travel costs for the 4 Governor appointees will be paid by the Office of the Governor.

Commission members appointed by Legislature

		<u>Airfare</u>	<u>Per Diem</u>		
Fairbanks	2	488	916		
Anchorage	2	0	0		
Juneau	2	940	916		
Kotzebue	1	621	458		
Ketchikan	1	756	458		
		2,805	2,748	2 trips/year	5,553 11,106

2 trips/year
5,553 11,106

Total Travel 11.1

Contractual

Phono expenses for 8 members of the task force	700		
Postage expenses to mail out task force report	200		
	900	Total Contractual	0.9

Teleconference expenses within be absorbed in the Legislature's budget.

It is assumed the staff assistant will occupy legislative office space.

The cost of printing the Commission report will be absorbed within the Legislature's budget.

Supplies

Supplies 0.5

Equipment

Computer and printer for staff assistant. 4.0

16.5



**LEGISLATIVE AFFAIRS AGENCY
INFORMATION & TELECONFERENCING**

State Capitol
Juneau, AK 99801-1182
Phone: 465-4648 Fax: 465-2864

To: Wes Keller, Aide
Rep. Dyson

From: ^{SK} Sue Guhufsen, Manager
Legislative Information & Teleconference
LAA

Date: April 19, 2000

Subject: HCR 24

In regards to HCR 24, page 2, lines 26-28 I wanted to point out that while the LIO's stand ready to be of service, several things come to mind that might be a problem:

1. 10 of our 22 offices are closed during the interim
2. we are budgeted for the normal, everyday amount of paper, supplies and the usual wear and tear of equipment
3. our offices are staffed based on the size of the community and the traditional and historical use of the office
4. our staff, while very knowledgeable are not versed in public health issues
5. use of the teleconference facilities is open to the legislators but if this commission should require extensive use we would need to budget for it

Suggested language change would be to delete everything after the word "use" on page 2 line 27 through the word "Agency" on page 2, line 28 and insert "of the Legislature's teleconference facilities".

I know this general subject was brought up during the House Hess committee meeting but thought it wise to point it out to you for any further consideration of the resolution.

If you have any questions, please call me. Thanks.

FISCAL NOTE

STATE OF ALASKA
2000 LEGISLATIVE SESSION

BILL NO. CSHCR 24 (HES)

Revision Date/Time (Note if correction) _____ Dept. Affected Community & Economic Development
 Title *Creating the Alaska Health Care Commission E.RU Insurance
 Component Insurance
 Sponsor (H) HES
 Requester (H) FIN Component No. 354

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
Travel	0.7	0.7				
Contractual	1.7	1.7				
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	2.4	2.4	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal R/PASSD(S) RECON NTCE						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts	2.4	2.4				
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	2.4	2.4	0.0	0.0	0.0	0.0

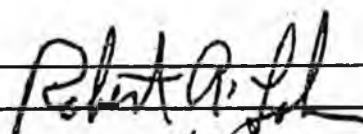
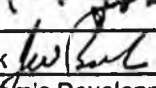
Estimate of any current year (FY2000) cost: _____

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This resolution creates the Alaska Health Care Commission, with 4 of the 12 members appointed by the Governor. It is anticipated that the task force will conduct most of their meetings by teleconference. Two (2) day trips are anticipated to Anchorage in FY01 and again in FY02. For purpose of this fiscal note, the travel cost for one of the DCED Commissioners from Juneau or their designee will be paid for by the department. It is also anticipated that both DCED staff and legal staff will spend close to a month's time preparing information for the Commission. At least one week's of that time will be used by legal staff.

Prepared by: Robert A. Lohr  Phone 269-7900
 Division Insurance Date/Time 4-21-00 3:18 PM
 Approved by Commissioner Deborah B. Sedwick  Date 4-21-00
 Agency Community & Economic Development

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FISCAL NOTE

**STATE OF ALASKA
2000 LEGISLATIVE SESSION**

BILL NO. HCR 24

Revision Date AMENDED 4/21/2000 Dept. Affected Office of the Governor
 Title "Creating the Alaska Health Care Commission" BRU Executive Operations
 Component Executive Office
 Sponsor (H) HES
 Requester (H) HES Component No. 6

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006
Personal Services						
Travel	5.0	5.0				
Contractual	0.4	0.4				
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	5.4	5.4	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	5.4	5.4	0.0	0.0	0.0	0.0

Estimate of any current year (FY2000) cost: 0.0

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This resolution creates the Alaska Health Care Commission, with 4 of the 12 members appointed by the Governor. The resolution also provides for public members to receive per diem and travel expenses. Traditionally such costs are budgeted by the agency or branch housing the commission.

If the legislative agency providing support to the Commission refuses to budget for all the commission members, the funding will be fragmented to include funding to the Office of the Governor for the costs of the 4 Governor appointees. The fiscal impact reflected in this note assumes the same level of activity and costs anticipated for the other 8 commission members.

Prepared by: Michael A. Nizich, Administrative Director Phone 465-3876
 Division Administrative Services Date/Time 4/21/00 4:02 PM
 Approved by: Jim Ayers, Chief of Staff *J. Ayers* Date 04/17/2000
 Agency Office of the Governor

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HJR

6

HOUSE COMMITTEE REPORT

(7)

Date Referred to Committee: January 19, 1999

FURTHER REFERRALS:

Judiciary
Finance

Date of Committee Action: 4/10/99

The HEALTH, EDUCATION AND SOCIAL SERVICES Committee considered:

HJR 6

HOUSE JOINT RESOLUTION NO. 6

CONST. AM: EDUCATION FUNDING

Proposing amendments to the Constitution of the State of Alaska relating to state aid for education.

recommends it be replaced with the following committee substitute _____ the same title a new title

additional referral to _____ Committee
 attached amendment(s)

ADOPTS: _____ Letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept)

APPROVES PREVIOUS: (Dept/Date)

fiscal note(s) _____

fiscal note(s) _____

zero fiscal note(s) Lt Gov
Div of Elections

zero fiscal note(s) _____

SIGNING WITH RECOMMENDATIONS	DP	DNP	NR	AM
<i>[Signature]</i>			<input checked="" type="checkbox"/>	
<i>[Signature]</i>			<input checked="" type="checkbox"/>	
<i>[Signature]</i>			<input checked="" type="checkbox"/>	
<i>[Signature]</i>	<input checked="" type="checkbox"/>		<input checked="" type="checkbox"/>	

CHAIR'S SIGNATURE *[Signature]* *[Signature]*

FISCAL NOTE

STATE OF ALASKA
1999 LEGISLATIVE SESSION

BILL NO. HJR6

Revision Date/Time (Note if correction) _____ Dept. Affected Office of the Governor
 Title Constitutional Amendment relating to BRU Elective Operations
state aid for education Component General and Primary
 Sponsor Representative Kohring
 Requester House HESS Committee Component Serial No. 22

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Personal Services						
Travel						
Contractual	1.5					
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	1.5	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

FUND SOURCE	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
1002 Federal Receipts						
1003 GF Match						
1004 GF	1.5					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	1.5	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY99) cost: _____

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)
 This figure includes the cost of providing information about this issue in the Official Election Pamphlet, as required by AS 15.58. However, only six measures can be printed on an 8-1/2 by 14 inch ballot. If this measure requires printing an 8-1/2 by 18 inch ballot, the cost will increase by \$22.0.

Prepared by Gail Fenumai *Gail Fenumai* Phone 465-3935
 Division Division of Elections Date/Time 3/11/99 8:22 AM
 Approved by Lt. Governor Fran Ulmer *Fran Ulmer* Date 3/11/99
 Agency Office of the Lieutenant Governor

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Fax - (907) 465-3818

REPRESENTATIVE VIC KOHRING
DISTRICT 26

SPONSOR STATEMENT HOUSE JOINT RESOLUTION 6 Representative Vic Kohring

House Joint Resolution 6 will bring Article VII, Section 1, into alignment with the intent of the framers of Alaska's Constitution. In December, 1955, an amendment was introduced adding "or indirect" after the word direct. This amendment was debated extensively. The following points capture the essence of these discussions. The first of three main points is from Don M. Dafoe's, Commission of Education, in a letter to the Constitutional Convention in regard to Section 1 of Article VII which stated, "*In the third sentence we have used the word "direct." It was spelled out that the maintenance and operation or other features of direct help would be prohibited. This was not intended and does not prohibit the contracting or giving of services to the individual child, for that child benefits as his part of society.*" Dafoe further stated, "*We would also point out in the light of letters that have come to this floor relevant to the disbursement of funds to denominational or other private institutions, that this does not prohibit the use of funds in other educational matters, and I am sure that no one on the Committee would object to the inclusion of this work as we have given the amendment here to clarify this one statement.*"

Ralph Rivers, commenting on the understanding and use of "direct," stated, "*The word "direct" is the standard treatment of that subject. He further stated, "Now when you get into the wording "or indirect", then you are getting into an argument as to whether you can even contract with a private institution for the rendering of certain public services, because they might make a profit.*" Ralph further shared the committee's concern with limiting the ability to use public funds for individual students needs, "*You talk about prohibiting the disbursement of money for an indirect benefit to a parochial or private institution. You are reaching clear out to ad infinitum in the realms of logic and association.*"

The final thought comes from Vic Fisher, adding a futuristic attitude to the development of Article VII, Section 1, "*I would just like to add, Mr. President, that while this Commissioner Dafoe points out education is an important field, I do not feel that when it comes to an appropriation of public funds it should receive any special, either more restrictive or more favored treatment. As Mr. White pointed out, the general stipulation is that funds be appropriated only for*

public purpose. Now it seems to me that the definition of public purpose must be made during every age in view of the conditions prevailing at that time. I think that has been one of the strong points of the Federal Constitution. The fact that it has left itself open to that kind of interpretation and, therefore, it seems that if we give favored treatment or discriminatory treatment to this education section, what are we going to do when it comes to health, welfare and just anything else that may come out. I think the public purpose provision should be the only guidance when it comes to appropriating public funds."

The amendment to insert "or indirect" failed 34 nays to 19 yeas.

These concerns are addressed in over twenty Supreme Court cases in the past four decades. For example in *Traverse City School District v. Attorney General*, the Supreme Court reviews Michigan's Constitution on the issues of common understanding, direct benefit, indirect benefit, public purpose, free exercise of religion and equal protection under the law. The Supreme Court on the definition of "direct" ruled, "*The primary rule is the rule of "common understanding" described by Justice Cooley, "A constitution is made for the people and by the people. The interpretation that should be given it is that which reasonable minds, the great mass of the people themselves, would give it...It is not to be supposed that they have looked for any dark or abstruse meaning in the words employed, but rather that they have accepted them in the sense most obvious to the common understanding."*

"Under the amendment, public funds could not be used to support the attendance of nonpublic school students at any location or institution where instruction is offered in whole or in part to nonpublic school students." The Supreme Court ruled, "This is a shocking result. It violates both the free exercise of religion and the equal protection provisions of the United States."

Michigan's Constitution uses the same wording as the Constitution of Alaska, except much more restrictive. The Supreme Court ruled that, "*The language is unconstitutional, void and unenforceable and is severable and capable of being removed from (Michigan Constitution) Article 8 Sec. 2 without altering the purpose and effect of the balance of the sentence and section."*

The third sentence in the Alaska Constitution is a violation of the free exercise of religion and equal protection under the law and is capable of being removed from Article 7, section 1 with out altering the purpose and effect of this section.

It is no longer should we have choice in education, rather what type of educational choices should we have. I encourage your support in paving the way for choice in education, pass House Joint Resolution 6.

ALASKA STATE LEGISLATURE

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(907) 373-1842
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State Capitol Building, Room 421
Juneau, Alaska 99801-1182
(907) 465-2186
Fax - (907) 465-3818

REPRESENTATIVE VIC KOHRING
DISTRICT 26

SECTIONAL ANALYSIS HOUSE JOINT RESOLUTION 6

Section 1. Deletes the last sentence of Article VII, sec. 1 of the Alaska State Constitution (*No money shall be paid from public funds for the direct benefit of any religious or other private educational institution.*).

Section 2. Adds a sentence to Article IX, sec. 6 of the Alaska State Constitution (*however, nothing in this section shall prevent payment from public funds for the direct educational benefit of students as provided by law.*).

Section 3. Places the resolution before the voters in the next general election in accordance with Article XIII, Section 1 of the Alaska State Constitution.

SECTIONAL ANALYSIS



NEA-ALASKA

Affiliated with the National Education Association

HJR 6

NEA-Alaska Position Statement

NEA-Alaska is opposed to any attempt to change the Constitution of the State of Alaska that would allow for any public funds to fund either directly or indirectly, private, religious or home school instruction.

Article VII, sec. 1, Constitution of the State of Alaska states, "no money shall be paid from public funds for the direct benefit of any religious or other private educational institution." The framers of the Constitution spent many hours in debate over this section of the constitution. The debate was not over whether to allow public funds to be spent on private and religious education, but on how the Constitution might be even more prohibitive to this type of expenditure. Clearly the founders wanted public accountability for the expenditure of public monies.

At a time when the State of Alaska is faced with a \$1 billion deficit and some argue an uncertain future, a voucher proposal extending public funding to children enrolled in private and denominational schools and home schools is an extravagance we cannot afford. Our schools are not adequately and equitably funded now.

At a time when our public schools are required to set new educational standards and will be requiring students to pass difficult graduation examinations, weakening educational opportunities of public school children by diverting fiscal resources from public school classrooms to private and home providers is counter productive. Taking money away from these efforts and giving it to students who aren't required to meet similar standards, pass tests or improve learning is inconsistent with the legislature's quality school initiative embodied in SB 36. Giving public money to private and home schools that have no accountability to the public or have no

requirement to meet quality school standards is a poor exercise in fiscal and instructional responsibility.

How much will this proposed amendment cost? In 1997, a year for which data exists, there were 157,691 children between the ages of 5 and 19 of which 129,940 were enrolled in public school, central correspondence or Mount Edgecumbe. When factoring out an estimated 15,768 five year olds and 19 year olds who are not enrolled in kindergarten or public school, we estimate that there were over 11,900 school age children not enrolled in public schools. These children are either being educated at home, or are enrolled in private or denominational schools or are simply not being educated.

It would cost \$46.8 million to give 11,900 students a voucher the equivalent of the Base Student Allocation (\$3,940). If the voucher is increased because of the other variables that determine state aid – School Size Factor, District Cost Factor and Special Needs Factor – the expense spirals upwards radically. In comparison, during the last legislative session, \$26 million was provided districts under SB 36 of which \$13.2 million was distributed to schools to address adverse effects of the school size table, definition of schools and the district cost factor.

Costs could go up even further if a cash voucher serves as an incentive for parents to remove their children, who are enrolled in the public schools, and enroll them in either a home school or private school. The number of students who may fall in this category is unknown. However, if a student exits the public schools for home or private education with a voucher in his or her pocket, public schools will lose funding. The fixed costs of operating a school and staffing a school will continue; however, each departing student will reduce a school district's Base Student Allocation.

Which school districts will be impacted the most by cash vouchers – urban or rural? In 1996-97, the last year home schools reported enrollment, 986 students attended 483 home schools that reported to the Department of Education. Approximately 82% of the home schools were located in urban settings while the balance of 18% were in rural settings including communities like Nome, Sterling, Willow and Chevak. In 1998-99, of those private religious schools reporting, 65% of private religious schools were in urban areas with 86% of the reported total statewide enrollment for private religious schools. In 1998-99, of the only eleven private non-religious

schools reporting, 73% were in urban areas with 83% of the reported total statewide enrollment for private non-religious schools. Given this distribution of home school and private enrollment, cash vouchers will have the greatest impact on urban schools where the largest number of home and private schools exists. If new funding is appropriated for a vouchered education instead of a public education or if current funding is diverted from public classrooms to pay for the voucher, urban schools will be hurt most.

Will the state be asked to pay for the transportation costs for those who would use a voucher scheme? A significant barrier for low-income families seeking greater choices for their child's education is lack of transportation. Many families do not have the means to provide transportation for their children to attend other public school alternatives, let alone private schools. The bill seems to accommodate greater benefit to those who educate at home. That certainly has been the case in other states. Voucher tax dollars in Cleveland were used to fund taxis to provide transportation for children who were already enrolled in private and religious schools.

Vouchers are taxation without representation. Voucher schemes funnel public tax dollars into private and religious schools, yet taxpayers have absolutely no say in how voucher schools would be run. The public deserves a voice in the spending of our collective resource, especially in a voucher scheme that would dramatically increase the public burden for the cost of education.

There are other reasons that a voucher scheme is poor public policy. Currently schools are working to implement new standards, preparing students to pass exit exams and designing new curriculum and opportunities for children. We oppose weakening those efforts through vouchers.

We believe in a strong system of public education. Schools have been critical to Alaska's economic, social and cultural development. Public education is critical to our state's future and its continued development. Public schools demonstrate the very spirit of our democracy by accepting and educating all students regardless of means or position in life. If our state does not continue to inspire that purpose, our most precious resource, our children, will be wasted.

NEA-Alaska wants to provide A+ Schools for Alaska's Kids. Cash vouchers do not contribute to making our schools A+.



Alaska State Legislature

Please enter into the record my testimony to the HESS COMMITTEE
committee name
 committee on HJR 6 . dated 3-19-99
bill/subject

I do not support a Constitutional Amendment on School Funding to allow public educational dollars to be spent on private religious schools.

I do not feel that would be a good idea at all & hope you will NOT move HJR 6 from your committee.

We do not need to dilute public school funds further for schools that do not serve the needs of every level & type of student. We need to support the schools we already have. Thank you for your attention to this matter.

Signed: Cecil Alexander
Testifier

Representing (Optional)
811 SUSITNA DRIVE WASILLA 99654
Address
907-376-5764
Phone No.

ALASKA LEGISLATURE INFORMATION OFFICE



Alaska State Legislature

Please enter into the record my testimony to the Hess
committee name
 committee on HJR 6, dated 3.22.99
bill/subject

Please do all you can to ensure "Year for Year" retirement. As a school dist. employee I support this measure as well as HB111.

I do NOT support HJR 6. Please do not support passage of this measure.

Signed: Karen A. Johnson
Testifier

Representing (Optional)
HCD1 Box 6187-B Palmer, AK 99645
Address

Phone No.

MAR-10-99 FRI 09:41 AM MATSU LIO

FAX NO. 9273788180

P. 01



Alaska State Legislature

Please enter into the record my testimony to the Nese Committee
committee name
 committee on HSR 6 dated March 22, 1999
bill/subject

Please do not pass this bill
 to allow public education money
 to go to private and religious schools.
 I am against this bill. Thank you
 for your assistance.

Sign: Shirley White
 Teacher

Registration (Optional)
P.O. Box 870029 Wrilla AK 99687
 Address
(907) 746-9205 wk.
 Phone No.

200 Legislative Information Office

2/1/99 11:47:34 AM CEA PAGE 02/02

907-946-2230
 418 Alaska St. Palmer AK 99645
 (509)
 David A. Haggard

Amendment on select funding. Government
 should not be apart on private
 or religious schools because the government
 could then dictate to them what they
 can or can't teach/do. Very dangerous to
 our religious freedom and choice.

HSRG
 5-22-99
 HESS Committee

Alaska State Legislature





Alaska State Legislature

Please enter into the record my testimony to the Hess
committee name
 committee on HJR6, dated 3-22-99
bill/subject

I am against the HJR6 Bill.
 Please do not move this bill.

I am in favor of HB11 and
 HB17. Please support these 2
 bills.

Thank you

Signed: Joseph K. Brookman
Testifier

Representing (Optional)
851 Plymouth Circle
Address
(907) 376-8445
Phone No.



Alaska State Legislature

Please enter into the record my testimony to the House Committee
 committee on HTA's Constitutional Amendment to School Funding dated 2-22-99
 RE: Subject

All Committee Members,

This bill is in my opinion Unconstitutional?
 Religious objections fought hard not so many years ago
 to separate Church & State. I am a Catholic and if
 available I would send my kids to private religious
 school - at my expense. all kids should have to
 do have the right to a Free + Public Education -
 Do NOT DOWNGRADE The level of education our
 kids get -- here in Mat-Su it is Already
 bare bones + falling! Please do NOT move
 this bill anywhere, but the Trash. Thank you.

Signed Kathy Zehnder
 Title

Representing (Optional)
P.O. Box 270022, Anchorage AK 99567
 Address
907 376-5198
 Phone No.

Dear Mr. Dyson,

I am writing to you regarding HJR6, the constitutional amendment that would allow for public school funds to be diverted for private school funding. I understand that you chair the HESS committee and that you and others will be reviewing and voting on HJR6 today, March 23.

You have already received a POM from me regarding HB5. In that POM I expressed my concerns that the bill favors a small (mostly moneyed) segment of the population, at the expense of the majority of children and families. Similarly, in my letter to the editor that appeared in the Anchorage Daily News March 19 edition, I addressed these concerns more specifically. I have the same concerns now, with HJR6 up for review.

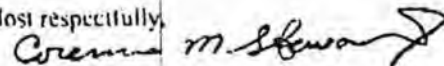
HJR6 would essentially extract from the state's already severely compromised public school budget more than \$46 million right off the bat and the amount would presumably increase. Why would we want to do this? We currently have fifth grade classes with as many as 30 pupils in them. Ask any teacher and he or she will admit that 30 pupils is at least 7 kids too many to make the classroom effective. We also have teachers who routinely spend hundreds of dollars per year on classroom supplies for their students (including paper products, art materials, pencils, and computer-related products) because individual school budgets even now cannot provide the necessary essentials. The biggest reason, however, is this: we must keep in mind that public schools do much more than teach the three R's. They have to. With an ever-increasing number of single-parent families and a growing segment of the population rapidly becoming what's been termed the "working poor," these days children are left largely unattended, except during those few hours a day when they attend public schools. In some cases, public schools provide the one square meal a day these kids get. In other cases they ensure essential health and psychiatric services. They provide special education services for children with developmental and other disabilities. Finally, they provide structure and a code of social ethics to children who may actually get these nowhere else but inside the public school walls. The list goes on.

These days there has been much real concern about the breakdown of our society in terms of the family and in terms of our individual and collective code of ethics. The ways and means to stop this societal erosion are not arrived at simply. I do not presume to have all the answers. One thing, however, is certain. Taking money away from public schools will not make things better for the children of our communities. Quite the contrary. The depletion of public school funds will harm far more children and families than the proposed re-routing of school budget funds will help.

In conclusion, please consider the following logical argument: If HB5 was found, upon examination, to be essentially unconstitutional, are we to then change the constitution itself, compromising the very ideals upon which it was founded?

Mr. Dyson, please consider these arguments when it comes time to vote on HJR6.
I thank you for your time.

Most respectfully,


Corene Stewart
P.O. Box 771551
Eagle River, AK 99577
(907) 688-4052

Fax to : 1 (907) 467-4587

P.S. I would ask that you please share this letter with
your colleagues on the committee: Coghille, Green, Morgan,
Whitaker, Brice and Kempler
Thank you!

AkCLU Testimony on HJR 6
Page 2 of 2

religion and having public funds diverted to private and parochial schools. My office is currently researching tuition rates, admissions policies, and numbers of religious and secular private schools in Alaska, and we will submit a position paper on school vouchers soon. However, of the roughly 40 private schools in Anchorage we have contacted so far, more than 80% are religious institutions. If a major and foreseeable consequence of this voucher plan is to funnel a large portion of the money used for vouchers into church schools, then this is precisely what the founders of this country sought to avoid: money raised from everyone's taxes being used to support sectarian religious institutions.

We also want to caution that it is shortsighted of supporters of private and parochial schools to be seduced by the possibility of direct or indirect government aid. Separation of church and state is for the protection of the sanctity of religion as well as for the protection of individual rights, because government regulations follow government money as surely as night follows day.

Finally, voucher schemes would abandon our local public schools for two reasons. First, this voucher scheme will constitute a new and huge government expenditure. Where will all this money come from at a time when government spending is being cut and Alaskans are facing difficult choices between creating new taxes, capping the PFD, or deleting our capital reserves? There is only one place it can come from: the existing public school budget. Government support for parents who pay private school tuition inescapably means less government money for our already-struggling public schools. Second, the use of tax dollars to encourage some parents and students to abandon public schools in the name of "competition" is *not* a plan for the improvement of Alaska's public schools. A real plan to improve the public schools would address issues like class size, teacher training, student standards, ensuring that every school has access to computers and books, encouraging parental involvement in education, and ensuring that education takes place in a safe environment. Vouchers siphon money away from the public schools, money needed to improve the neighborhood school where most parents choose to send their children.

For all these reasons, the AkCLU urges you to oppose HJR 6. Alaska's constitution should not be amended to pave the way for a program that is discriminatory, bad public policy, and constitutionally suspect under the First Amendment and under the Equal Protection provision of the Alaska Constitution.

Please feel free to contact me at 258-0044 if you have any further questions. I thank the Committee for the opportunity to speak today.



Alaska State Legislature

PLEASE ENTER into the records my testimony to the Nesca Committee

COMMITTEE ON HJR 6 DATED 3-22-99
CA/SUBJECT

To all Committee members,

Please do not pass this bill regarding public education dollars going toward private and religious schools. We should not change Alaska's Constitution to allow this action. This would not be in the best interest of public education which is already on a short budget. Private schools should stay private. Thank you for your assistance with this matter.

Signed: Barbara Mack
Teacher

Representing (Optional)
POB 470955 Unalaska AK 991087
Address
(907) 376-2238 hm. (907) 746-9205 wk.
Phone No.

1.03 LEGISLATIVE INFORMATION SYSTEM

PAGE 02/88

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P. 01



Alaska State Legislature

Please enter into the record my testimony to the HESS committee name
 committee on HTR6 dated 03/19/99
 bill/subject

I support public schools. I urge members of the HESS committee NOT to move HTR6 from their committee.

Signed: Steve Levine
 Testifier

Representing (Optional)
P.O. Box 875011, Wasilla, AK
 ADDRESS
373-3220
 PHONE No.

1/88 Legislative Information Office

PA/PA 374



Alaska State Legislature

Please enter into the record my testimony to the Gless
 committee on HR 6 dated 3/22/99
committee name
bill/subject

Do Not pass this bill
 out of your committee.
 I oppose changing &
 Amending the Alaska
 Constitution to use public
 education funding for private
 or religious schools. Please
Do Not support the bill
 Thank you

Signed: Sandy Reuser
 Teacher

Representing (Optional)
FO Box 871256 Wasilla, Ak 99687
 Address
373-6198-
 Phone No.

ALASKA LEGISLATURE

Item 1

**History of the
Blaine Amendment**

AKA

The Enabling Act of 1889

BLAINE CONCEPT DEVELOPED

- 1530's Protestant Reformation ended the Church of England's control over religious liturgy.
- 1600's Protestant churches were being established in the United States.
- 1875 In order to squelch the growth of the Roman Catholic Church in the United States Representative Blaine introduced an amendment. This amendment prevented any public monies from being given to the Catholic Church for education. The amendment failed.
- 1888 Although the amendment failed to be incorporated in the U.S. Constitution, the Blaine Amendment became known as an the Enabling Act. A requirement for the admission for Montana, Washington, North and South Dakota.
- NOTE Since the late 1800's some 36 states adopted the Blaine wording and intent into that states constitution.
- 1971 *Traverse City School District v. Attorney General*
Supreme Court ruled the Michigan's Constitution, Article VIII, Section 2 (prohibiting public funds for private education) was *"Unconstitutional, void, and unenforceable, because it contravened free exercise of religion guaranteed by the United States Constitution and was Violative of equal protection of laws provisions of the United States Constitution.*
- 1972 *Warren v. Nusbaum*
U.S. Supreme Court decision interpret state constitutions to parallel the First Amendment. Therefore, the recent First Amendment cases should control state constitutional interpretation.
- 1994 *Campbell v. Manchester Board of School Directors*
The Court unanimously overturned its prior ruling remarking *"Jurisprudence has evolved greatly since 1961 and in directions unpredictable at the time, thus we must examine the constitutional issues anew in light of more recent teachings."*

1999 · · Kotterman v. Killian

The Court ruled that *"primary beneficiaries of the credit are taxpayers who contribute to the school tuition organizations, parents who might otherwise be deprived of an opportunity to make meaningful decisions about their children's education's, and the children themselves. Private schools are at best only incidental beneficiaries."* By creating the program, the legislature *"hoped to encourage the development of educational settings that would invigorate learning improve academic achievement, and provide additional choices to parents and children."*

"The Blaine Amendment was a clear manifestation of religious bigotry, part of a crusade manufactured by the contemporary Protestant establishment to counter what was perceived as a growing Catholic Menace. We would be hard pressed to divorce the amendment's language from the insidious discriminatory intent that prompted it."

The Blaine Amendment
State Constitutional School Provision

prepared by D. Harvey McIntyre
Archdiocese of Seattle Canon Lawyer

A movement away from sectarian schools toward the common or public elementary schools had been developing at the local and state government levels in many parts of the country since the early part of the 19th century. The original common school movement, while opposing sectarian religious instruction, openly supported teaching basic community values which were obviously Christian and implicitly Protestant. Many Roman Catholic immigrants desirous of protecting their own religious and ethnic traditions found the common schools totally unacceptable and sought a share of the public education funds to support their own schools. As a result many advocates of the common schools opposed these Catholic efforts by adopting legal and constitutional restrictions against the use of any public funds for sectarian schools and sectarian control of public schools.

The federal government joined the campaign for a free non-sectarian school system in 1875 when President Ulysses S. Grant called for a constitutional amendment requiring all states to establish such public schools. His proposal was stricter than the common school movement by prohibiting all religious instruction in such schools. Soon Republican Congressman James G. Blaine, himself a longtime advocate of extending federal Establishment restrictions to the states, introduced during the same year a constitutional amendment into the House of Representatives. However, unlike President Grant's call, the Blaine amendment, while prohibiting state support for sectarian religion, specifically protected Christian instruction: "This article shall not be construed to prohibit the reading of the Bible in any school or institution." The Blaine Amendment passed the House in 1876 by a vote of 180 to 7 and fell only two votes short of the required Senate two-thirds majority. For the next decade Blaine continued to support a constitutional amendment without success. In 1889 Senator William W. Blair introduced a similar amendment and expressed his support for a restrictive public school provision in the Enabling Act for the admission of new states. For Blair also the prohibition of sectarian instruction in public schools was conditioned by a requirement that such schools educate their students in "virtue, morality, and the principles of the Christian religion." Beginning in the previous year of 1888 the intent of the unsuccessful constitutional amendment effort had shifted to the insertion of the public school provision into Enabling Acts for the admission of new states. The bill began in the house as H.R. 8566 and was passed in the Senate as S. 185 in 1889 to enable the admission of the states of North and South Dakota, Montana and Washington.

The Washington Constitutional Convention of 1889 was composed of a comfortable majority of Republican delegates who were undoubtedly Blaine Republicans. The Republican delegates from the earlier Washington Territory to the National Republican Convention had solidly backed Blaine for President three times as did the state delegation in 1892. These delegates also supported Blaine's well-known views on religious establishment and common schools. The Constitutional Convention discussion was remarkably parallel to congressional debate on the Blaine Amendment and Blair's comments on the Enabling Act's public school provision.

It should be no surprise therefore to discover that Washington State's establishment clauses are remarkably similar to those found in the Blaine amendment.

Application of the school provision sections of our state constitution should consider the framers distinction between religion and sectarianism which mirrored the national common school movement: they saw religion as a positive moral force for society and a positive influence for students. The repeated failure of the federal constitutional amendment and the inclusion of the public school provision in only the last third of the states admitted, explains why only some states prohibit financial support for students in sectarian schools, and why federal policy requires an equitable distribution of federal funds to sectarian, and independent private as well as common school students.

Note: This summation is based on the excellent article co-authored by Robert F. Utter and Edward J. Larson in the Spring, 1988 edition of the Hastings Constitutional Law Quarterly, "Church and State on the Frontier: The History of the Establishment Clauses in the Washington State Constitution."

ALASKA STATE LEGISLATURE



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REPRESENTATIVE VIC KOHRING
DISTRICT 26

SPONSOR STATEMENT **HOUSE JOINT RESOLUTION 6** Representative Vic Kohring

The common school movement, aka the public school system, began in the mid-19th Century. President Grant called for a constitutional amendment requiring all states to establish such schools. In 1876, Republican Congressman James Blaine introduced an amendment to the Common School Bill. The Blaine Amendment was defeated by only two votes. Although unsuccessful, his efforts shifted to the insertion of the public school provision into Enabling Acts for the admission of new states. Blaine's Enabling Act bill passed in 1889 to enable the admission of Montana, Washington, North and South Dakota as states. Over the next sixty years, some thirty-six States, including Arizona and Alaska, adopted wording almost identical to the original Blaine Amendment. As a result of the establishment clause in the Blaine amendment, the First Amendment to the Constitution has been interpreted to prohibit financial support for religious schools.

Public Schools changed little until 1965. Congress passed legislation to provide full educational opportunities to economically disadvantaged children: Title I of the Elementary and Secondary Education Act, which provided funds to local schools for the specific purpose of providing remedial education, guidance services and counseling. Many cities developed programs that met the needs of public school and provided services to students enrolled in private schools.

The first of three benchmark court cases, *Lemon v Kurtzman* 1971, established a three-part test to evaluate whether practices of schools and individuals violated the intent of the First Amendment. In 1985, *Aguilar v. Felton*, the Supreme Court considered whether it was permissible for a school system to place public school teachers in private parochial schools to provide Title 1 remedial services to students. The Supreme

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Court found the program created an excessive entanglement of church and state. The Court indicated that remedial services could be provided to a religious school, but the services must be provided at a neutral site.

In 1997, *Agostini v. Felton* sought relief from the Court's earlier decision based on the excessive cost of complying with the neutral site provision of the *Aguilar* decision. In 1997, the court asserted that with appropriate safeguards, providing Title I programs on parochial school grounds was not a violation of the Establishment Clause. Furthermore, the Court determined the program did not excessively entangle government, or that public funds for religious schools were not automatically inappropriate or invalid.

This case is significant to State and local leaders and educators for three reasons

- It is important to stay up-to-date on legal matters that are dynamic and changing.
- The Supreme Court does change its mind on the separation of church and state.
- A national movement toward a more flexible view concerning public funds being spent in parochial schools.

The *Agostini* case will have a major impact on Alaska's schools. It is my opinion that it is time for Alaska to take advantage of these recent court cases and move in the same direction. The U.S. Supreme Court affirmed its trend of moving toward greater acceptance of allowing the use of public funds in private schools to provide appropriate education to all. If the Alaska Supreme Court refuse to change its archaic decision in the *Sheldon Jackson College v. the State*, then Alaska Legislature must provide the vehicle necessary for Alaskans to change the Constitution. Stop the education deficit in Alaska. Pass HJR6 for the survival of Alaska's youth.

I strongly encourage your support on House Joint Resolution 6.

Item 2

History of

Article VII

Constitutional Convention

Education Section Minutes

Pages 1508 to 1535

Dec. 1955 to 1956

PRESIDENT EGAN: If there is no objection, then the Convention will stand at recess until 1:30 p.m.

RECESS

PRESIDENT EGAN: The Convention will come to order. We have before us the article on health, education and welfare. Miss Awes.

AWES: I placed an amendment on the desk which has been submitted by the Bill of Rights Committee.

PRESIDENT EGAN: Mrs. Sweeney.

SWEENEY: Mr. President, I just wanted to get this thing off my desk before we got started on this other thing. Mr. President, your Committee on Engrossment and Enrollment to whom was referred Committee Proposal No. 3, has compared same with the original and finds the same correctly engrossed, and the first enrolled copy will be on the delegates' desks this afternoon. I move the adoption and ask unanimous consent.

PRESIDENT EGAN: Mrs. Sweeney asks unanimous consent that the report be adopted. If there is no objection, Committee Proposal No. 3 is referred to Style and Drafting. Does the special Committee to read the journal have a report to make at this time? Mr. White.

WHITE: I made a report this morning and there is no additional report.

KNIGHT: On rechecking we find that page 9 of the journal for the 43rd day, roll call, under "nays", strike "Barr" and insert "Awes".

PRESIDENT EGAN: Page 9 of the journal of the 43rd day, the first name should be "Awes" instead of "Barr" under the "nays". You ask unanimous consent?

KNIGHT: I do, Mr. President.

PRESIDENT EGAN: Is there objection to adopting the journal of the 43rd day with the suggested correction as offered by the special Committee to read the journal? Hearing no objection, it is so ordered and the journal for that day is ordered approved. At this time we have before us the article on health, education and welfare, and we have the proposed amendment, as proposed by the Committee on Preamble and Bill of Rights. The Chief Clerk will read that proposal. Mr. Sundborg.

SUNDBORG: I would like to report for the Style and Drafting Committee, if I may at this time, that the Committee is hard at

work utilizing the subcommittee method on the articles which had been referred to us. The subcommittees consist of three members each, and they are going over the proposals word by word. We have adopted within our Committee a procedure whereby after the subcommittee has agreed upon its recommendations to the full Committee, but before the full Committee has acted, the subcommittee will contact the substantive committee involved with the view to having one member who would be a spokesman for that committee sit with our subcommittee to go over in detail the suggested changes so that we may be certain that we are following the intent of the committee which originally drafted the article or the intent of the body as expressed here on the floor in amendments. Then after our subcommittees have so conferred with the representative of the substantive committee, the full Style and Drafting Committee will consider their report and report something back here to the Convention floor. My purpose in announcing this to the Convention at this time is to alert each of the major committees to the fact that we will want to have you designate a spokesman or representative of your committee to meet with our subcommittees as we work on your proposals.

PRESIDENT EGAN: That is a matter you will undoubtedly take up with each committee as you come to that.

SUNDBORG: We will notify the committee when we would desire a meeting but we would like to have them be ready to nominate someone to represent them so we will not be delayed.

PRESIDENT EGAN: The Chief Clerk will please read the proposed amendment to Section 1.

CHIEF CLERK: "Section 1, article health, education and welfare, add the word 'educational' before the word 'institution' on the last line."

PRESIDENT EGAN: What is the pleasure of the Committee?

AWES: The Committee met and unanimously adopted this proposed amendment. The word is put in purely for clarification purposes, and I ask the adoption and ask unanimous consent.

PRESIDENT EGAN: Miss Awes asks unanimous consent for the adoption of the proposed amendment. Is there objection? Mr. Taylor.

TAYLOR: Point of information. Is that the only amendment, to put the word "educational" in front of the word "institution"? I am not objecting.

PRESIDENT EGAN: If there is no objection -- Mr. Victor Rivers.

V. RIVERS: I will have to object a little further because that does not in my opinion cover the context of certain communications that we had read here. I will object for this time.

BUCKALEW: I second it.

PRESIDENT EGAN: The subject is open for discussion. Mr. Hellenthal.

HELLENTHAL: I rise to a point of order. I don't think that it is necessary to vote on the proposed amendment. The Committee met and unanimously decided that the word should be included, and rather than have their report remimeographed they merely want to present it with the word in it, and then in the proper course of time the matter will be considered.

PRESIDENT EGAN: No, Mr. Hellenthal, it will have to be amended. Your report is before us and the only manner it can be amended in now is by the action of the body. I understand what your feeling was here, but that is out of that jurisdiction at this time. Miss Awes.

AWES: I will give a little explanation of this. This word, as I said before, was merely for clarification purposes. It was the opinion of the Committee that is what this meant originally, but it was implied by virtue of the fact it was in the education section, but there have been so many comments and so many questions, both from the members of the body and from the communications which have come into the Committee and the Convention, we thought it would be better if this were amended to conform with the intent, at least so it is clear what the intent of the Committee is, and that is the only purpose in submitting this at this time.

HERMANN: Point of information, if we adopt this amendment now and insert the word "educational" before "institution", it will not be possible to remove it later, will it, by amendment from the floor?

PRESIDENT EGAN: It would not be possible to remove the word "educational", Mrs. Hermann, that is true. The Chair just wondered, Mrs. Hermann, if the word "educational" being there, if there are any other institutions in the Territory other than educational institutions that would be affected by this.

COGHILL: I rise to a point of information on that. It is in the educational article, Section 1 of the health, welfare, and education, and it should be germane to that section, and that is just clarifying the intent of the Committee.

PRESIDENT EGAN: Is there further discussion of the proposed amendment?

ROBERTSON: Point of inquiry, does the word "private" mean parochial?

PRESIDENT EGAN: Do you mean is it all-inclusive? Is that right, Mr. Robertson?

ROBERTSON: Yes, that's right. I don't understand the word "private".

AWES: Well, I think undoubtedly it does. You will notice before the word "private" comes the word "religious". "Religious or other private educational institutions", so I think that would undoubtedly be any educational institution that is not supported and run by the state.

V. RIVERS: The basis to my objection to that is this, we had some statements here for matching funds for hospitals under the Hill-Burton Act under legislative acts and of the Territorial legislature. Now it seems to me if we are going to put in other educational institutions, it might refer back to religious institutions or other private institutions, but I think that under this section they also want to include perhaps that no public funds shall be paid for the direct benefit of any religious institution, so if "education" qualifies "religious", then also you have not taken care of the fact that they will be authorized or allowed to prescribe for religious institutions. Also, I believe if that does not apply, then we have eliminated certain groups that operate hospitals from benefiting under Hill-Burton funds and similar appropriations. It seems to me the word "education" is not adequate to cover it unless we all feel it is adequately covered in some other part of the constitution.

PRESIDENT EGAN: Mr. Armstrong.

ARMSTRONG: Mr. President, I would suggest that before we have a discussion at this point, that if this could be accepted as Miss Awes has suggested, we could go ahead with the suggestions of the article and the intent. We are starting at the end of the article instead of the beginning, and I think we are warping Miss Awes' intent out of shape by getting into a lengthy discussion of what was asked as an addition for clarification and I believe we would find that we would have a much more intelligent approach to this thing if we could start at the beginning of the article and read it through, think it through, discuss it and then make any of these amendments. I would say, too, that if we are going to have a lengthy discussion at this point it might be well to just withdraw the motion, because I think we would be defeating our intent.

PRESIDENT EGAN: The article has been read for the second time in its entirety. Mr. White.

WHITE: I don't wish to complicate the situation, but we may run into this again. If I understand the article that is before us

on the floor, the Committee did not ask to withdraw it, but I think Mrs. Hermann raised a very valid point. If this word is inserted now, we can't move later during the course of the debate to strike it. I would move that the rules be suspended and that the Committee be allowed to substitute its unanimous amendment with the thought in mind that we can then later remove it if during the course of the debate it appears to be the wish of the body to do so.

PRESIDENT EGAN: The Chair stated it could not be removed and the Chair would stand corrected to a certain point on that statement, that is by a suspension of the rules or rescinding of the action of course you could do it.

WHITE: I so move, Mr. President, and ask unanimous consent.

PRESIDENT EGAN: Mr. White, please state the motion.

WHITE: That the rules be suspended and that the Committee be allowed to submit its proposed amendment as though a part of the Committee report.

KILCHER: Point of information. Could it possibly be handled in such a manner as to have the report reconsidered and recommitted and come out again a second time?

PRESIDENT EGAN: The effect of Mr. White's motion under suspension of the rules would accomplish that. Mr. Riley

RILEY: Mr. President. I think this is in line with Mr. White's suggestion that this article of this proposal now before us be considered under a suspension of the rules, simply as a committee substitute for the same article. I think that would put the thing in motion.

PRESIDENT EGAN: Right, and have the word "educational" placed before the word "institution".

RILEY: That would enable us to work either way from that word afterwards.

V. RIVERS: That would cover my objection. I have no objection to that.

PRESIDENT EGAN: If there is no objection then, then it is so ordered, and the word "educational" has been inserted before the word "institution" as if this were a substitute committee report. Now, Section 1 is open for amendment. Mr. Hurley.

HURLEY: Mr. President, I would like to ask a question of the Chairman of the Bill of Rights Committee. Would your Committee consider in using the terminology "direct benefit" whether or not that would be a directive or a license to the legislature to appropriate money for the indirect benefits? If so, what was their conclusion?

AWES: I don't think it is a direct order to the legislature to do anything. I think we prohibited what we wanted to prohibit. I don't think that tells the legislature they are supposed to do anything else.

METCALF: I have an amendment.

COGHILL: I rise to a point of order. I submitted an amendment to this section before the noon recess, and it has never been recognized, and I was recognized by the Chair.

PRESIDENT EGAN: Were you recognized for that purpose before the noon recess? If you were, then the Chief Clerk may read the proposed amendment as offered by Mr. Coghill. The Chair feels sorry about that, Mr. Coghill.

CHIEF CLERK: "Section 1, line 7, after the word 'direct' insert the words 'or indirect'."

COGHILL: I move and ask unanimous consent.

R. RIVERS: I object.

METCALF: I second the motion.

PRESIDENT EGAN: It has been moved and seconded that the words "or indirect" be inserted after the word "direct" in line 7, Section 1.

WHITE: Point of order. I believe there was a letter presented to the Convention the other day that the Convention agreed to defer the reading of until we reached this section. It seems to me proper we hear it before we consider any business.

PRESIDENT EGAN: Is there such a communication? The Chief Clerk might read the communication that was referred to before we act upon this amendment.

CHIEF CLERK: (A letter from Mr. Don M. Dafoe, Commissioner of Education, enclosing a statement on Section 1 of the article on health, education and welfare to the effect that he believed the statement somewhat oversimplified and setting forth seven points which he believed should be included in the constitution, was read.)

PRESIDENT EGAN: Mr. Armstrong.

ARMSTRONG: Mr. President, the Committee has asked me to speak to this section, and seeing it has been amended I hope you will liberally construe that I am talking to the amendment, but the Enabling Act that we have before us says on page 3, "The provision shall be made for the establishment and maintenance of a

system of public schools which shall be open to all children of said state and free from sectarian control." Mr. President, your Committee on Health, Education and Welfare approached this whole subject of education with great care and consideration. Many methods were sought out to provide and protect for the future of our public schools. We had to recognize that the public schools were our responsibility and that it was our duty to provide for all children of the state in matters of education. The Convention will note that in Section 1 that the Committee has kept a broad concept and has tried to keep our schools unshackled by constitutional road blocks. May I draw to your attention further the fact that we have used the words "to establish and maintain by general law". This is a clear directive to the legislature to set the machinery in motion in keeping with the constitution and whatever future needs may arise. Your Committee has also spelled out the fact that all children shall have the opportunity of schools, and that if the need arises for vocational schools, rehabilitation centers, schools for the retarded and other forms of education, that it is completely possible under this proposal. It is not only wise but mandatory under the Enabling Act to spell out that schools are operated in the public interest by the state and kept from sectarian control. In the third sentence of this section it deals with the public funds. This term was used because we felt that state funds may at times go through many hands before reaching the point of their work for the public, and so the term "public funds" was then used as a guide to every portion of our state financing, borough, city or other entity for the disbursement of these monies. In this third sentence we have used the word "direct". It was spelled out that the maintenance and operation or other features of direct help would be prohibited. This was not intended and does not prohibit the contracting or giving of services to the individual child, for that child benefits as his part of society. This section gives the education department, or other departments, the right to seek out the child, independent of his religious affiliation, to help him to become a strong and useful part of society wherein it touches health and matters of welfare. We would also point out in the light of letters that have come to this floor relevant to the disbursement of funds to denominational or other private institutions, that this does not prohibit the use of funds in other educational matters, and I am sure that no one on the Committee would object to the inclusion of this word as we have given the amendment here to clarify this one statement. Now it reads as it has been amended by the Committee, "No money shall be paid from public funds for the direct benefit of any religious or other private educational institution." We did this to take any doubt away on the part of this Convention of our motives, and we state that where there are welfare cases for children in homes and when there are indigents in hospitals that we do not wish to interfere with that practice of helping to serve people

through those institutions. It is the feeling of the Committee, after long work and thorough study, that these basic recommendations that we have given here on this section on education should be accepted by the Convention.

V. FISCHER: May I ask the delegate a question?

PRESIDENT EGAN: You may, Mr. Fischer, if there is no objection.

V. FISCHER: The article on finance, the proposal on finance, has the following Section 7: "No tax shall be levied or appropriation of public money made or public property transferred, nor shall the public credit be used, except for a public purpose." Now, that is the article and proposal on finance which would govern not only education but all expenditures of the state, and unless there is a very special reason for having separate and different language here, we probably should treat financial matters only in the finance article, so my question to you is, is there a special reason why we should have the third sentence of Section 1 in the health, education and welfare article?

ARMSTRONG: Your Committee on Health, Education, and Welfare discussed this prior to coming to the floor this afternoon. I believe it was our unanimous feeling that this should be taken as a part of education so that it could always be clarified in relationship to this subject. We realize there are two other matters in proposals that deal directly with finance, but we felt that when we came to those things they would have to be correlated with our action at this point. I feel that this matter needs to be clarified here and that was the action of the Committee and their reason for retaining it here instead of postponing it to the finance section.

R. RIVERS: I speak directly to the proposed amendment to the section. As I understand it, or remember it after all this general discussion --

PRESIDENT EGAN: Before you proceed, it seems that some of the delegates don't realize what the proposed amendment is. After the word "direct" insert the words "or indirect". You may proceed.

R. RIVERS: The standard approach is that no public funds shall be disbursed for the direct benefit of any religious institution or parochial schools. The word "direct" is the standard treatment of that subject. Now when you get into the wording "or indirect", then you are getting into an argument as to whether you can even contract with a private institution for the rendering of certain public services because they might say they might make a profit. Now I agree that it might not be interpreted that way, but you are only stirring up an argument when

you talk about prohibiting the disbursement of money for an indirect benefit to a parochial or private institution. You are reaching clear out to ad infinitum in the realms of logic and association. You don't treat it that way, you don't stir up that kind of an argument. If there is a public purpose for which money is to be expended it does not matter if some of it does result in an indirect benefit to some private concern, which may be a contractor, so I definitely don't want to see the words "or indirect" inserted in this section.

COGHILL: Speaking in defense of my proposed amendment, I would first like to say I am very prone to the problem of putting any religious persecution into the Constitutional Convention or among the delegates. It would be the same thing as me trying to convince Mr. Ralph Rivers of the principles of the Republican party, and he in turn of the party he belongs to. I don't believe that is the problem at all. I think that they certainly have a right, a private right or a religious right, or a parochial right under our constitution to have schools. However, I believe that the way our government was set up 175 years ago, that the founders felt that public education was necessary to bring about a form of educating the whole child for civic benefit through a division of point of the home taking a certain part of the child, the church taking a certain part of this education, and the government or state through public schools taking the other part. I adhere to that principle, and I might say that I am the president of the Association of Alaska School Boards and one of the formers of that twelve-point program we developed in Anchorage last October. I think that the problem could probably be well misconstrued here as to the motive and intent. However, I feel that the intent of public education is primarily a state function and does not belong to any private or any one particular group, whether they are in the minority or the majority. I believe we should take direct steps to maintain a free public education not encroached upon by any quarter. I think it might be well to bring out in the argument for the direct or indirect benefit of public funds for education is the matter that is now being faced in Europe and in particular in the Netherlands where they have what is called the form of educational pacification, where the government is splitting the tax dollar among some 500 different church groups providing for a parochial school benefit on an indirect basis, and in a community where there is maybe 500 school children there will be as high as seven or eight small schools scattered out throughout the community, not providing for the fullest benefit in the educational field as far as having a good complete centralized program. I think that sectarianism segregation in our educational system is bad for the children. I do not deny the right of people to have their own schools. However, I think that we should always look to the interest of the founders of our nation when they brought about the separation of church and state. The

problem was brought, and it was brought about by Thomas Jefferson quite well when he said, "If a nation expects to be ignorant and free in the state of civilization, it expects something that never shall be". Therefore out of his deliberations with John Madison they brought about a form of free public education starting in Virginia, and it has come forward ever since under the intent of having the tax dollar only brought to the public educational system. I know there have been many law cases on it, Supreme Court rulings and what not, and I think that the matter still is divided as far as the general public is concerned, as between the sects of religion and not on the principle of preserving the free public education as an instrument of the state.

RILEY: Mr. President, I should like to address a question, if I may, to the Committee Chairman, but meanwhile I wish to commend Mr. Coghill on quoting with favor, Thomas Jefferson. Miss Awes, it runs in mind and I have not the delegate proposal before me, that there was a delegate proposal submitted in language substantially the same as this would read if Mr. Coghill's amendment were adopted. Could you tell me what your experience was in Committee, what the Committee thinking was in rejecting that language?

AWES: That I believe, if I recall rightly, was Proposal No. 2 and submitted by Mr. Johnson. It was carefully considered by the Committee, and Mr. Johnson was requested to come in and speak with us on it. We considered both the words "direct" and "indirect" and we felt that the words "or indirect" would, as Mr. Rivers said, reach out into infinity practically, and probably it is not even known what the results of that might be. We did feel it would shut out certain things that should not be prohibited. For instance, the welfare department was giving certain free care to the children of the community, and it might be administered through the schools. Well, we feared that "indirect" would make it impossible to give any of these welfare benefits, for instance, to children who were in private schools, and we did not feel that any prohibition should go that far, and so the Committee did carefully consider that word and unanimously agreed we should not use it.

RILEY: It has been said the Committee gave it correct attention and rejected it permanently?

AWES: That is right.

RILEY: Thank you.

METCALF: Mr. Chairman and delegates, I very much favor the inclusion in this section of the words "or indirect". As I read the section, it refers to our school system, and in this book, "Constitutions of the States", there are 16 states that have sections in their constitutions preventing public tax dollars

from being spent for private schools in any way, shape or form. Here is the section from the State of Missouri. The constitution was drawn in 1945, which some of you may have read. It says that, "No money shall ever be taken from the public treasury directly or indirectly in aid of any church, sect or denomination of religion, or in aid of any priest, preacher, minister, or teacher thereof as such, and that no preference shall be given to or any discrimination be made against any church, or any form of religious faith or worship." I am a firm believer in freedom of religion, and we have been aware in the progress of history, medieval times down to colonial times, that at times there have been persecutions practiced. Those are unpleasant things and they have gone past into history. I am for the free public school system, being a licensed teacher and having taught in public school systems in the Territory. I am also a firm believer in the complete separation of church and state, especially with the use of state money and state property. As I said again, I don't believe that the state property or taxes should be used and transferred to a religious group to be used directly or indirectly to the economic or political religious detriment of some other group or individual, and all activity should be on a free and competitive basis, and if I may just have a few minutes, I have a situation in Seward where a religious group have been given the use of the building and land by the Territory, and they are in competition, economic competition to my economic detriment. It is an actual fact, and I not only speak for myself but I speak for four or five people who happen to be affected similarly, and that is why I am trying to point out that I do not like to see state property or money transferred over to religious groups because persecution often times can come about. In this instance here, they have a Territory land, building valued around 60,000 dollars, and they are in active competition with private enterprise, and they have other advantages -- free snow removal, cheap help, no taxes, and I just point out these little things here that make me very much opposed to the use of state money or property in any way, shape or form by religious groups. I therefore favor the inclusion of this phrase "or indirect".

PRESIDENT EGAN: Mr. Smith.

SMITH: Mr. President, I had the opportunity to talk rather at great length with the superintendent of schools in Ketchikan during the Christmas recess on this very subject. He had suggested that the word "indirect" be inserted here, but during the course of the conversation he also said that the public school people were desirous of providing that the standards in the parochial schools be in some manner made equal to those in the public schools. Of course, the only way that could be provided would be through supervision by the State Board of Education. I pointed out to him that the insertion of the word "indirect" here would defeat that purpose and he immediately

said that he agreed and he did not want the word "indirect" inserted.

McCUTCHEON: Mr. President, will the Chair permit a question through the Chair to Mr. Coghill?

PRESIDENT EGAN: The Chair will permit a question through the Chair to Mr. Coghill.

McCUTCHEON: Mr. Coghill, could you cite me at least a few instances how indirect benefit might accrue. Are there specific types of instances within your knowledge of how this would apply? Because of your delivery here a few moments ago I assumed that there must be various types of specific indirect benefits which you would wish to prohibit. I would like to know what they are.

COGHILL: Through the Chair to Mr. McCutcheon, I believe by putting the indirect benefit clause in there that any social welfare, health arrangements that might be made with the state with any private or parochial institution would be on a contractual basis and would be providing a service to the public and not to the institution, and that is the purpose of the indirect clause in there. It would allow them to have a contract to produce or to show full value for the value of money received from the tax coffer, from the funds. In other words, to provide a hot lunch program with Territorial money or to provide a health program in a school, I do not deny that to the private schools because I feel that that is an instrument of public benefit because the child is benefiting from it from a public standpoint, and a contractual agreement between the organization and our organized state would therefore be in effect. Does that answer your question?

McCUTCHEON: In part. Your intent would be then that if some private institution of one nature or another were to supply this particular service under contract to the state that there could be no profit in that as it extended to that institution? That is, they would have to supply that service at the actual cost? That there could be no profit derived from that particular transaction. Is that the point you are making, that it would not prohibit supplying these various types of welfare programs, hot lunches, etc., but there could not be a profit factor involved?

COGHILL: That is correct, because we in the public school system, we are not allowed to make profit on such things.

KILCHER: I think that the position is not clear at all. What Mr. McCutcheon brought up is not clear at all, a benefit is not the same as a profit, so if they don't want any profit, why don't they mention it. I can see where a private school is benefited by getting nonprofit assistance. If, for instance, it is possible

for a private school to get lunch money assistance on nonprofit basis for its children, it may make the difference for them to be able to operate or not. If they are not getting lunch money or such things, they might not be able to operate, so by getting these nonprofit assistances for the children, they are getting benefited greatly. As a matter of fact, the benefit is so great it means survival or not, so I think the issue is not clear. On the principle I think I should be against the amendment because it does not clear the issue at all in that respect.

COGHILL: Maybe to clarify a point for Mr. Kilcher, one thing we want to keep in mind is the fact that the state has set up a public educational system for all children. The people that are sending their children to private, parochial, or any other type of institution are segregating themselves from the public and therefore they should not derive the benefit from the tax dollar. We are providing it. We have spent thousands, hundreds of thousands to provide a good educational system, and if we go to the pacification plan, we are destroying that principle and that in turn answers your interpretation of profit or benefit.

PRESIDENT EGAN: Mr. Gray.

GRAY: If I may ask Mr. Coghill, in reference to your remarks, does your state guarantee to offer a complete educational system?

COGHILL: It certainly will, Mr. Gray, after we write the articles on the legislation.

GRAY: You feel you have a complete educational system today?

COGHILL: I certainly think so.

GRAY: I think there are a lot of areas where a lot of children have no opportunity for public education.

COGHILL: I feel that it is quite a privilege to be a part of a public educational system and be able to criticize it, to be able to criticize our methods and our procedures and to work on those. I will agree with you wholeheartedly, Mr. Gray, that there are lots of things we have to do. However, in my recent trip to Washington, D. C., and being a conferee on the White House Conference on Education, we found with the exception of one disgruntled person, we found that our educational system in Alaska was far above the educational systems of the states. We have a progressive educational system in the sense that we are moving forward. I think one of our biggest thorns is the Alaska Native Service, if that's what you are referring to.

TAYLOR: There has been a lot of sparring around here on this subject. Everybody seems to duck the issue, and I am going to

ask Mr. Coghill a question if I may, through the Chair.

PRESIDENT EGAN: You may, Mr. Taylor.

TAYLOR: Mr. Coghill, what-in the event that the word "indirect" was inserted into this measure, what effect would that have on the school bus law that is now in effect?

COGHILL: What effect would that have on the school bus law? I know I am up against a pretty good attorney, but I think that will in turn not affect too much of the school bus system in Alaska because it can be on a public work contractual basis, take it completely out of the educational picture, put it on the welfare picture.

AWES: I would like to make one statement. Mr. Coghill suggested that we insert the words "or indirect". The Committee very carefully considered that word "indirect". We were not sure of the far-reaching effects it would have. Mr. Coghill now proposes that he explains what it means. I can't agree with his interpretation in any respect, and he would have us believe from the explanation he has given so far that it means precisely nothing. I don't believe that any court would so interpret it, and I think he should either give us some reason for having it in there or else if it doesn't mean anything, then I think we should take it out, but I am not satisfied with any explanation he's given yet.

PRESIDENT EGAN: Mr. McCutcheon.

MCCUTCHEON: Since the Committee considered this at considerable length about this matter of "direct" or "indirect" wording in this particular section, you must have in mind several specific instances where "indirect" might apply in some fashion in a derogatory manner. If you do have such an idea or some particular questions how this word "indirect" might affect adversely to thinking upon your particular section here, I would like to hear some of them. If your Committee has gone into this so thoroughly, there must have been one or two problems that have arisen where there would be some question about including the word "indirect".

AWES: I have already given one very good example, and that is this question of welfare services which are often administered to children through the schools. Mr. Coghill says that the word "indirect" would not prevent these. I very definitely think that the word "indirect" would prevent them. I think that is one very good example.

POULSEN: May I ask Mr. Coghill a question?

PRESIDENT EGAN: You may, Mr. Poulsen.

POULSEN: If the word "indirect" is put in, would that mean there is such a thing as subsidy to hospitals would be eliminated?

COGHILL: Mr. Poulsen, this is an educational article with the educational institution.

POULSEN: It still comes under public welfare, matching funds for instance.

COGHILL: Mr. Poulsen, if you will note that the Committee amended their proposal to have "educational" inserted before institutions, and so this is strictly an educational article, sir.

WHITE: May I direct a question to Mr. Coghill?

PRESIDENT EGAN: You may, Mr. White.

WHITE: Mr. Coghill, are there children's homes, foster homes in the Territory which provide any education at all to the children who are entitled to admission to those homes?

COGHILL: The children's homes that have schools with them, is that what you mean?

WHITE: Are there any such institutions in the Territory of Alaska that provide any education at all to the children admitted to them?

COGHILL: Yes, there is.

WHITE: What would happen to them under your proposed amendment?

COGHILL: What would happen to these institutions now operating?

WHITE: Do any of these receive any public funds either from the Federal government or the Territorial government?

COGHILL: I don't believe they do because the contract schools went out before 1900. They had a form of contract for schools and that went out. I think that all your foster homes would be deriving an indirect benefit or some sort or another, and there are plenty of them.

WHITE: I think your statement could be corrected, but I'm not the one to do it. I'll defer to someone else, but in the event it is corrected, I would like to hear your answer to the question as to what would happen to them under your amendment.

PRESIDENT EGAN: Mr. Sundborg.

SUNDBORG: I have here a copy of a memorandum from Henry A. Harmon, Director of the Department of Public Welfare of the Territory to the Attorney General on this very subject, listing

a number of schools operated by private and religious organizations to which the Territory now pays funds through the Department of Public Welfare. They show that such institutions not only include a few Catholic institutions, but also Seventh Day Adventists, Moravian, and Presbyterian. It is very brief. I wonder if I might ask to have it read.

PRESIDENT EGAN: If there is no objection the communication can be read. Mr. Fischer.

V. FISCHER: I think it should be read only if it covers educational institutions.

SUNDBORG: It does only that.

PRESIDENT EGAN: The Chief Clerk may read the communication.

(This letter giving information as to payments made by the Territory to various children's institutions in the Territory was read by the Chief Clerk.)

ARMSTRONG: Mr. President, there are several sources of income in the private institution. First of all, an institution can apply for a surplus of food, and upon the signature of the administrator, that food is made available in a limited quantity. I might give an example of butter, beans, and staples of that type. I think that is given on the basis that no Territorial agency is able to give a large enough sum to a private institution to support that child. I might give you an example of one institution that probably is receiving 900 dollars a year from the Territory, but the actual cost breakdown without new buildings and capital expenditures run in excess of 1300 dollars a year to adequately take care of that child. In that institution there was no educational facilities, that is just housing. Another source of income would be then this Territorial grant of 50 dollars which is in lieu of home care. The child as a ward of the Territory and as such must be put into a foster home or into a private institution. They choose, wherever possible, to put the child in a foster home and let that child go to the private school. If a family situation is so complicated, they want to keep that family structure together and hold that family, the child is placed in a private home. There are a few, very few of the schools that have boarding facilities and educational facilities, but there are some that exist, Mr. White, in the Territory, and most of the grants by the Territorial Department of Welfare are given for the boarding home facilities and not for the education, and I think that could be borne out by the fact that they are looking for a holding situation for the child. The educational facilities are incidental at that particular point, but there are a number of places that are together. I hope that will help.

BUCKALEW: Mr. President, I don't think the question has been answered yet by any of the persons who have spoken on this subject.

If the word "indirect" is in there, it is going to eliminate almost any kind of aid. It will, for example, eliminate the free lunch, eliminate bus transportation, eliminate, for example, if we had a school or an institution where they had a school, it would eliminate the state giving any support to the child because that would be indirect support to the institution. I think when the members vote on it, I think they ought to understand the word "indirect" cuts out everything, just eliminates all kinds of support, and I don't think there is any question about it.

PRESIDENT EGAN: Mr. Rosswog.

ROSSWOG: Mr. Chairman, I would like to say that I cannot agree with Mr. Coghill that contracts would not be indirect help. I believe you could construe them to be indirect help. I believe that we should leave these words out of the section, and I believe the Committee has done a very good job. They have considered all angles of it, and I would like to say that I support the Committee resolution.

COGHILL: In closing the argument, I might just leave the thought with the delegates that on this particular subject of the direct or indirect benefit to the private or religious educational institution, would guarantee every citizen of the new State of Alaska that any money diverted from the public funds to any such organization in complete competition with your public institutions, if you will, that there will be a sound contractual agreement between your government and this private institution to provide public service and not to the benefit of the individual institution.

UNIDENTIFIED DELEGATE: Question.

PRESIDENT EGAN: The Chief Clerk will please read the proposed amendment.

CHIEF CLERK: "Section 1, line 7, after the word 'direct' insert the words 'or indirect'."

JOHNSON: I request a roll call.

KILCHER: I am sorry to take another minute. There is one problem that has not come up in this discussion. I am a father of seven children, five of which have had the Calvert course for several years with good results. I understand that the Calvert course could possibly be construed not to be available anymore either if indirect help were not available to a private school. The Territory pays it. My children go to a private school, or most of them. The biggest ones though hike over the road, and the Territory pays an indirect system. It could possibly be construed to include the Calvert course, which is a great problem in Alaska.

COGHILL: I might answer that, being familiar with the Calvert course, that the Territorial Department of Education, that is one of their recognized correspondence courses for the outlying areas, and if any family on a CAA remote station or someone on a remote part of the Yukon River, etc., would want to further the education of their children, write to the Commissioner of Education and they are referred to the Calvert course, and in higher institutions it would be the correspondence courses from the University of Nebraska.

PRESIDENT EGAN: The question is, "Shall the proposed amendment as offered by Mr. Coghill be adopted by the Convention?" The Chief Clerk will call the roll.

(The Chief Clerk called the roll with the following result:

Yeas: 19 - Barr, Boswell, Coghill, Collins, Cooper, Cross, Harris, Hilscher, Hinckel, Johnson, King, Knight, Laws, McCutcheon, Metcalf, Nerland, Poulsen, Robertson, Sweeney.

Nays: 34 - Armstrong, Awes, Buckalew, Davis, Doogan, Emborg, H. Fischer, V. Fischer, Gray, Hellenthal, Hermann, Hurley, Kilcher, Lee, Londborg, McLaughlin, McNealy, McNees, Marston, Nordale, Peratrovich, Reader, Riley, R. Rivers, V. Rivers, Rosswog, Smith, Stewart, Sundborg, Taylor, Walsh, White, Wien, Mr. President.

Absent: 2 - Nolan, VanderLeest.)

CHIEF CLERK: 19 yeas, 34 nays, and 2 absent.

PRESIDENT EGAN: So the "nays" have it and the proposed amendment has failed of adoption.

WHITE: I have an amendment to Section 1.

PRESIDENT EGAN: The Chief Clerk will please read the proposed amendment as offered by Mr. White and Mr. Fischer.

CHIEF CLERK: "Section 1, strike the last sentence."

WHITE: I move the adoption of the amendment.

V. FISCHER: I second it.

ARMSTRONG: I object. Mr. President, I feel that we will complicate our finance situation by trying to write this into a later report for clarification. I think here in one sentence you pinpoint it; you clarify it once and for all, but when you start to define this thing again in a larger amendment, you

have a hopeless task. I don't think it can be done, and I believe you want it here where they read it, they understand it and they know the precepts we are following. I think we would be wasting time to now delete this after we have had this vote of confidence for the Committee's report and then try to take it up again later. So I shall vote to kill the amendment and would ask the delegates to do likewise.

WHITE: I feel again that we are getting into a legislative matter here, and I feel that the broad policies that have been laid down in the Federal Constitution are good enough for our purposes here. Those policies that are contained in our Section 5 of our bill of rights which says, "No law shall be made respecting an establishment of religion or prohibiting the free exercise thereof". In a section, I forget the number of it, in a finance article saying that no funds shall be spent for other than a public purpose. I think those two sections are good enough to spell out the broad outline. In addition, I feel that while I am not a lawyer that almost every argument that has been applied against the use of the word "indirect" could just as logically be applied against the use of the word "direct", and I think it will lead us into trouble.

PRESIDENT EGAN: The question is, "Shall the proposed amendment as offered by Mr. White and Mr. Fischer be adopted"? Mr. Fischer.

V. FISCHER: I would just like to add, Mr. President, that while this Commissioner Dafoe points out education is an important field, I do not feel that when it comes to an appropriation of public funds it should receive any special, either more restrictive or more favored treatment. As Mr. White pointed out, the general stipulation is that funds be appropriated only for public purpose. Now it seems to me that the definition of public purpose must be made during every age in view of the conditions prevailing at that time. I think that has been one of the strong points of the Federal Constitution. The fact that it has left itself open to that kind of interpretation and, therefore, it seems that if we give favored treatment or discriminatory treatment to this education section, what are we going to do when it comes to health, welfare and just anything else that may come out. I think the public purpose provision should be the only guidance when it comes to appropriating public funds.

PRESIDENT EGAN: Mr. Gray.

GRAY: I would like to ask the Chairman of Style and Drafting if they would have the authority to move this section, if it directly belonged to taxation, would Style and Drafting have that authority?

PRESIDENT EGAN: Would the Rules Committee have the answer to that question?

SUNDBORG: Our rules, I believe, outline the authority of the Style and Drafting Committee and they do provide that after the various proposals have been adopted in third reading that the Style and Drafting Committee has an opportunity to arrange any material, section, subsections and I believe even sentences where it properly belongs in the constitution. It might be that Style and Drafting would have that authority, but, of course, that authority would be subject to approval here on the floor because we can't do anything in our Committee, of course, unless it is approved in a subsequent report that we make to the plenary session.

PRESIDENT EGAN: Mr. Smith.

SMITH: Mr. President, I merely wanted to point out that this problem has arisen in a good many of the States. It has arisen in connection with the education, and therefore I feel that this provision should remain in the section under education.

COGHILL: Mr. White brought up the thought that the Federal Constitution was all-inclusive. However, it might be well to remember that during the years that they were writing the Federal Constitution they left all educational matters to the individual states, and the purpose of leaving these educational matters to them was because of the trouble they were having at that time between different groups and different communities and different states being quite well controlled by different churches of one sort and another, such as the Quakers in Penn State and down in Virginia and over in Rhode Island and through that area. I feel that this should stay in the article, although my amendment did not ride, I am going to vote for it because I feel at least we have a certain provision for the direct benefit of tax dollars. I might, if I may, Mr. President, read the Supreme Court's decision of 1947 of the Emerson case, and I will not read the whole section but just in one part. It says, "No tax in any amount, large or small, can be levied to support any religious activities or institution whatever they may be called, or whatever form they may adopt to teach or practice religion. Neither state nor federal government can openly or secretly participate in the affairs of any religious organizations or groups and vice versa."

WHITE: If I may close briefly. I am not for or against bus transportation to certain institutions. I am not for or against hot lunches to certain institutions. I again think we would be much better advised to stick to the broad outlines. In partial reply to Mr. Coghill, I might mention that 100 years from now the state might wish to get involved in some sort of G.I. Bill of its own, following another war. I would not be in favor of it now, but 100 years from now I might. Why not leave ourselves open?

BARR: Point of information. I seem to remember when we first started out there was a sheet of paper on our desk to outline certain things that was mandatory to place in our constitution to conform with the Federal Constitution and with our accepted principles of American government. I will ask Mr. Armstrong, I believe, wasn't this practically the same wording in one of those paragraphs and did it not specifically mention schools? Mr. White has put in his amendment because he said the other phrasing in the Finance Committee report would take care of it. That mentioned public funds should be used for public purposes, but aren't we required to state in our constitution that public funds should not be used for private schools?

ARMSTRONG: No sir, not according to the House Enabling Act that we have used as a guide. On page 3, line 14, it just makes the general provision that for the establishment and the maintenance of a system of public schools which shall be open to all children of the state and free from sectarian control. That is the only thing, but I might add that I believe that there are 39 states that have added some type of safeguard in their constitutions directly in connection with education, and I believe every new constitution that has come out has held to some provision of this type, practically in every case they have been written in at this point, so I don't know why we should be afraid to follow that pattern. I don't think it is unusual to keep it here. I think it is healthy to keep it here, and I believe this is where it belongs.

McNEES: I call for the question.

PRESIDENT EGAN: The question is, "Shall the proposed amendment as offered by Mr. White and Mr. Fischer be adopted by the Convention?"

JOHNSON: I request a roll call.

PRESIDENT EGAN: The Chief Clerk will call the roll.

(The Chief Clerk called the roll with the following result:

Yeas: 13 - V. Fischer, Hurley, Kilcher, Laws, Lee, McCutcheon, Nolan, Poulsen, Reader, Riley, Sundborg, Walsh, White.

Nays: 41 - Armstrong, Awes, Barr, Boswell, Buckalew, Coghill, Collins, Cooper, Cross, Davis, Doogan, Emberg, H. Fischer, Gray, Harris, Hellenthal, Hermann, Hilscher, Hinckel, Johnson, King, Knight, Londborg, McLaughlin, McNealy, McNees, Marston, Metcalf, Nerland, Nordale, Peratrovich, R. Rivers, V. Rivers, Robertson, Rosswog, Smith, Stewart, Sweeney, Taylor, Wien, Mr. President.

Absent: 1 - VanderLeest.)

CHIEF CLERK: 13 yeas, 41 nays and 1 absent.

PRESIDENT EGAN: The "nays" have it and the proposed amendment has failed of adoption. Are there other amendments to Section 1? Mr. Victor Rivers.

V. RIVERS: May I ask a question? I notice that the Committee has come in with the words "direct benefit". I notice that some of the other states' constitutions, including that of Hawaii, say "support or benefit". What was the intent of limiting them to the word "direct"? I would like to know a little about the intent of the Committee rather than in dealing with both "support" or "benefit".

PRESIDENT EGAN: Miss Awes.

AWES: I don't recall that the Committee considered the words "support" or "benefit". I think the purpose we wanted to achieve was brought out in the arguments on an earlier amendment and we felt these words did it, and I don't recall the words "support" or "benefit" came before the Committee.

V. RIVERS: In other words, the Committee did not consider the words "support" or "benefit"?

AWES: That is right.

PRESIDENT EGAN: That seems to be the understanding of the Chair. Mr. Armstrong.

ARMSTRONG: As I recall, Mr. President, we probably discussed the question of the support of private schools, but we did not feel it needed to be in this particular section, and I don't recall, Mr. Rivers, that we considered that as a part of the text. I certainly would agree with what Miss Awes has said, although we discussed in Committee such things as direct legislation for the building of a school or the maintenance of a private school, which would be support, but it was our understanding that that would be covered under this word "direct benefit". This would prohibit the direct appropriation for building or maintenance of private institutions.

V. RIVERS: Mr. President, I am going to make a motion. I think that the word "direct" limits the interpretation of this. I am going to make a motion that the word "direct" be stricken and insert in lieu thereof the words "support of", line 7.

BARR: I second it.

PRESIDENT EGAN: The matter is open for discussion. Mr. Rosswog.

ROSSWOG: I would just question the striking of the words "direct benefit". The "support" I can see that, but "direct benefit", it might leave the question wide open again as far as I'm concerned.

PRESIDENT EGAN: Is there further discussion of the proposed amendment? Mr. Coghill.

COGHILL: I move and ask unanimous consent for a five-minute recess.

PRESIDENT EGAN: If there is no objection the Convention will stand at recess for five minutes.

RECESS

PRESIDENT EGAN: The Convention will come to order. Mr. Robertson.

ROBERTSON: May I ask Mr. Rivers, what in your opinion would be the implication or result of the proposed change?

PRESIDENT EGAN: Mr. Victor Rivers.

V. RIVERS: There is some question in my mind as to what interpretation the words "direct benefit" would receive from the courts and just how narrow they would consider a "direct benefit" to be. I notice in other state constitutions, I don't have all the constitutions available, but the wording I provided was identical with the State of Hawaii. In Nevada they say, "No money shall be expended, either city, county or state, for benefit of sectarian purposes." In the case of Puerto Rico they also have the same broad general language. I hesitate to use the Puerto Rican constitution as a model for I don't care too much for it, but in that highly religious little Commonwealth they have adopted the same principle, but there again I feel that the word "direct" may be interpreted very narrowly by the courts and may lead to a great many funds that would go for support that I personally do not feel should be going to support of sectarian institutions.

TAYLOR: Mr. Rivers, do you not believe that if you leave that word out it will create more confusion than it will, leaving it in?

V. RIVERS: I don't think so. It will leave a little broader field for interpretation. However, Mr. Chairman, I believe that after considering the matter I will withdraw my amendment and ask unanimous consent to do so for the moment.

PRESIDENT EGAN: Mr. Victor Rivers asks unanimous consent that his proposed amendment be withdrawn. Hearing no objection, it is so ordered. Mr. Barr.

BARR: I ask that we now revert to the introduction of proposals.

PRESIDENT EGAN: If there is no objection, the Convention will now revert to the order of business of introduction of proposals. The Chief Clerk may read the proposals as introduced by Mr. Barr.

COOPER: Is this a delegate proposal or committee proposal? Was not the date set January 8?

CHIEF CLERK: That is today.

PRESIDENT EGAN: The Chief Clerk may read the proposal.

CHIEF CLERK: "Delegate Proposal No. 44, introduced by Mr. Barr, DEPARTMENT OF LABOR."

PRESIDENT EGAN: What committee would you like that to be referred to, Mr. Barr? I believe it should go to the Executive, both of those should. Would the Committee on the Executive be the proper committee? If there is no objection the Committee Proposal will be referred to the Committee on the Executive. The Chief Clerk will please read the second proposal.

CHIEF CLERK: "Delegate Proposal No. 45 introduced by Mr. Barr, OFFICE OF THE ATTORNEY GENERAL."

PRESIDENT EGAN: Committee on the Executive.

BARR: Would it be possible afterwards to have that referred also to the Judiciary?

PRESIDENT EGAN: If there is no objection, it will be referred from the Committee on the Executive to the Committee on the Judiciary. If there is no objection it is so ordered. Are there other amendments to Section 1? Mr. Johnson?

JOHNSON: I have no amendment. I would like to direct a question to the Chairman of the Bill of Rights Committee concerning this section.

PRESIDENT EGAN: If there is no objection, Mr. Johnson, you may direct a question.

JOHNSON: Miss Awes, in the second line, the wording "system of public schools" appears. Now in a number of state constitutions I have noticed that they use the word "system of free public schools". It is assumed I imagine that you intended that we should have a system of free public schools here, but you did not specifically use the word, and I wondered if the Committee had considered that matter and if so, why it was left out?

AWES: We did consider the matter. The first two sentences in this section are taken almost word for word from the Enabling

Act. The word "free" was mentioned. We did not feel it was necessary since we say that a "system of public schools shall be open to all children" and since there is already a well set up system of schools which are free, we were afraid that the word, while not necessary, might cause some confusion if it were used. For instance, this section is intended to refer not only to grade schools and high schools, but also other educational institutions. For instance, a state university, and there may be vocational schools, etc., established, which is customary throughout the country to charge tuition for, sometimes less to residents of the state than to other persons. Also, a city running its own school system, I think, customarily charges a small tuition fee to children who come in from other places, and we were afraid if we used the word "free" that it might raise questions whether or not certain practices like this should be continued or considered. We did not think that was a matter for the constitution.

JOHNSON: Thank you.

HURLEY: I would like to speak on the matter of personal privilege and ask unanimous consent.

PRESIDENT EGAN: You may, Mr. Hurley.

(Mr. Hurley spoke under a question of personal privilege regarding the article on health, education and welfare.)

PRESIDENT EGAN: Are there other amendments to Section 1, article on health, education and welfare? Mrs. Hermann.

HERMANN: Mr. President, I have an amendment to follow Section 1. I want to change Section 2. I have this amendment, it is neither an amendment to Section 2 nor Section 1. I just want to get a new Section 2 and renumber it.

PRESIDENT EGAN: You are asking that Section 2 be deleted?

HERMANN: No, not deleted, just moved down. This actually belongs under the education section, that is the reason I put it in. It has nothing to do with what is already written, however.

PRESIDENT EGAN: Would the Chief Clerk please read the amendment as offered. Mr. Ralph Rivers.

R. RIVERS: Mrs. Hermann wants to inject some new material between the sections. What she has so happens to come in logical order between Sections 1 and 2. We are taking these up section by section, but are we not at liberty to interject new sections in between sections?

PRESIDENT EGAN: She wants to inject a new Section 2 and renumber 2, 3, 4, and 5. The Chair is just hard at getting it through his head. The Chief Clerk may read the proposed amendment.

CHIEF CLERK: "Add a new Section 2 and renumber succeeding sections: 'The state shall provide for a Unified Library Service.'"

HERMANN: I move the adoption of the amendment.

PRESIDENT EGAN: Mrs. Hermann moves the adoption of the proposed amendment.

HERMANN: I ask unanimous consent.

BUCKALEW: Objection.

TAYLOR: I second the motion.

PRESIDENT EGAN: The motion is open for discussion. Mrs. Hermann.

HERMANN: I very probably should have submitted this suggestion to the Committee on Preamble and Bill of Rights, but it was not made to me until after they had turned in their report, and it is submitted at the request of the present Territorial Library Board that we open the way for the establishment of a unified library service for the State of Alaska, which is in keeping with the unified library service that we have recently established for the Territory of Alaska, and it properly comes under the educational article of the constitution, so I have submitted it for that reason. I shall be glad to answer any questions anyone wishes to ask.

DOOGAN: I would like to ask Delegate Hermann a question. Don't you suppose this could very easily be handled by the legislature rather than making it a constitutional provision?

HERMANN: It provides that the legislature shall do it, that is draw up all the regulations concerning it. It was just simply giving them the authority to do it.

SUNDBORG: May I address a question to Mrs. Hermann? Would there be anything in the constitution, if adopted without your proposed amendment, which would prevent the legislature from doing that at any time it pleased to do so?

HERMANN: Frankly, Mr. Sundborg, I don't know, but I submitted the amendment at the request of the Library Board. They think they need the authority.

McNEALY: If I could address a question to Mrs. Hermann. I am probable a little thickheaded today of all days, but what is the meaning of the word "unified"?

HERMANN: The last legislature established for the Territory of Alaska what is designated as a "unified library service". It means a Territorial library service under the direction of a

Territorial librarian that seeks to get uniformity in the operations of libraries throughout the Territory. It also has as one of its major objectives the collection of documents and materials to include in all of these libraries. I think if the assembly will remember, we had a letter some time back from Miss Phelps who is the Territorial Librarian, suggesting that some place be made the repository of everything that is of any historical importance that came out of this Convention, and that is what she is attempting to do for all the libraries, so that in every community we will have libraries having material available that deals with the Territorial development in all of its forms, as well as the customary library material. It also seeks to set up uniformity in operations and proceedings. As most of you likely know, we have a Territorial Library Aid bill whereby we contribute matching funds to certain libraries for the purpose of acquiring books and other periodicals, and all of that is supposed to be reduced to a uniformity of procedure that will do away with much of the confusion that has resulted from every little library and every little place setting up its own rules of procedure and probably not adhering very closely to them after it sets them up.

RILEY: Mrs. Hermann, would you have any objection to the journal showing that the amendment offered by Mrs. Hermann is by request?

HERMANN: I think it was Mr. Barr the other day who said he never introduced anything by request and I am trying to emulate Mr. Barr's noble example. I have no real objection.

MARSTON: May I ask, Delegate Hermann, did you say that the Territory could do all this without us going through the operation here?

HERMANN: Frankly, I said that I did not know. I have not given the question a great deal of thought. I just received this request in the last day, and the Library Board feels that the authority is necessary before the state can pass a law creating it.

TAYLOR: Mrs. Hermann, do you not believe that due to the fact we now have in effect a law providing for a unified library system, it would naturally carry over into the state, be a state law?

HERMANN: If it is re-enacted by the first Territorial or State legislature.

TAYLOR: If the legislature re-enacted the present laws, it would not need this?

HERMANN: I might say there is a provision in the Hawaiian Constitution providing for this very thing and that is probably what induced the sponsors of this request to ask it.