

ALASKA LEGISLATURE COMMITTEE FILES, 2003-2004 8672

10994 HOUSE RULES

1	(64) Inlet View repair drinking	Anchorage	45,000
2	water main		
3	(65) Career Center replace	Anchorage	800,000
4	heating water piping		
5	(66) Chester Valley heating/	Anchorage	500,000
6	ventilation/air conditioning/		
7	direct digital control upgrade		
8	(67) Hanshew replace variable air	Anchorage	500,000
9	volume boxes		
10	(68) Rabbit Creek heating/	Anchorage	500,000
11	ventilation/air conditioning/		
12	direct digital control upgrade		
13	(69) West High School library	Anchorage	300,000
14	replace victaulic fittings		
15	(70) Campbell replace pumps/	Anchorage	200,000
16	domestic hot water heater		
17	(71) Campbell replace heating	Anchorage	300,000
18	water piping		
19	(72) Orion replace fan unit	Anchorage	100,000
20	(73) Music Department heating/	Anchorage	300,000
21	ventilation/air conditioning/		
22	direct digital control upgrade		
23	(74) Gladys Wood heating/	Anchorage	700,000
24	ventilation/air conditioning/		
25	direct digital control upgrade		
26	(75) Data Processing heating/	Anchorage	500,000
27	ventilation/air conditioning/		
28	direct digital control upgrade		
29	(76) O'Malley replace drinking	Anchorage	100,000
30	water tank		
31	(77) Mears replace hot water heater	Anchorage	125,000

1	(78) Iditarod Elementary School	Matanuska-Susitna	15,000
2	fencing		
3	(79) Butte Elementary School	Matanuska-Susitna	81,000
4	ADA ramp		
5	(80) Talkeetna Elementary School	Matanuska-Susitna	10,000
6	fencing		
7	(81) Houston Middle School roof	Matanuska-Susitna	650,000
8	repair		
9	(82) Administration concession	Matanuska-Susitna	15,000
10	kitchen		
11	(83) Administration roofing	Matanuska-Susitna	550,000
12	(84) Snowshoe roofing	Matanuska-Susitna	400,000
13	(85) Burchell High School clock/	Matanuska-Susitna	30,000
14	intercom system		
15	(86) Susitna Valley High	Matanuska-Susitna	850,000
16	School roof repair		
17	(87) Colony High School running	Matanuska-Susitna	130,000
18	track upgrade		
19	(88) Wasilla High School running	Matanuska-Susitna	130,000
20	track upgrade		
21	(89) Palmer High School running	Matanuska-Susitna	65,000
22	track repair		
23	(90) Palmer High School visitor	Matanuska-Susitna	50,000
24	bleachers Machetanz Field		
25	(91) Wasilla Middle School	Matanuska-Susitna	40,000
26	resurface gym floors		
27	(92) Delta Elementary School	Delta	859,000
28	construction		
29	(93) Nikiski/North Star	Kenai	350,000
30	consolidation construction		
31	and rehabilitation		

1	(94) Nanwalek and Port Graham	Kenai	700,000
2	teacher housing upgrade		
3	(95) Seward schools fiber optic	Kenai	100,000
4	installation		
5	(96) District-wide arsenic	Kenai	1,100,000
6	remediation		
7	(97) Homer and Kenai track repair	Kenai	1,500,000
8	(98) District-wide asphalt repair	Kenai	1,000,000
9	(99) District-wide carpeting and	Kenai	150,000
10	floor repair		
11	(100) District-wide locker	Kenai	100,000
12	replacement		
13	(101) District central kitchen	Fairbanks	6,000,000
14	upgrade/relocation		
15	(102) Downtown schools upgrades	Fairbanks	2,000,000
16	(103) Nome High School gym	Nome	500,000
17	renovation		
18	(104) Nome High School heating/	Nome	500,000
19	ventilation/air conditioning/		
20	changes and abatement		
21	work		
22	(105) Nome NACTEC renovation	Nome	800,000
23	and upgrades		
24	(106) Juneau elementary schools	Juneau	3,000,000
25	maintenance and ADA		
26	improvements		
27	(107) Alaska State Archives	Juneau	1,300,000
28	Building, relocation, design		
29	and site development		
30	(108) Ketchikan High School,	Ketchikan	232,000
31	repair humanities		

1	building roof		
2	(109) Ketchikan High School,	Ketchikan	65,000
3	repair curtain wall		
4	(110) Valley Park, Houghtaling,	Ketchikan	385,000
5	Point Higgins schools,		
6	replace playground equipment		
7	(111) Kodiak Island Borough	Kodiak	237,000
8	KMS, concrete repair		
9	(112) Port Alsworth library,	Port Alsworth	363,000
10	renovation and		
11	reconfiguration		
12	(113) Cantwell School roof	Cantwell	343,905
13	replacement and electrical		
14	code upgrade		
15	(114) Cantwell School sprinkler	Cantwell	608,077
16	installation, fire alarm		
17	upgrade, new well		

18 (c) The amount of \$³51,584,000 may be appropriated from the proceeds of bonds
 19 issued under AS 14.42.220(a)(3) to the University of Alaska for the following projects in the
 20 amounts listed, subject to reallocation between projects in accordance with AS 37.07.080(e):

21	PROJECT	LOCATION	AMOUNT
22	(1) Integrated Science Facility	Anchorage	\$21,600,000
23	construction		
24	(2) School of Fisheries and	Juneau	7,500,000
25	Ocean Science research		
26	facility design and		
27	construction		
28	(3) Bioinformational and	Fairbanks	10,000,000
29	Computer Science		
30	research facility		
31	construction		

*Am # 1
Ketchikan
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1	(4) Safety code and Americans	Statewide	5,974,000
2	with Disabilities Act		
3	improvements		
4	(5) Lucy Cuddy Center upgrade	Anchorage	1,000,000
5	and renewal		
6	(6) Bristol Bay classroom	Dillingham	1,000,000
7	expansion construction		
8	(7) Paul/Ziegler classroom	Ketchikan	1,000,000
9	renovation and campus		
10	improvements		
11	(8) Sitka campus improvements	Sitka	250,000
12	(9) Tanana Valley campus	Fairbanks	1,000,000
13	classroom expansion		
14	and renovation		
15	(10) Hendrickson Building	Juneau	1,213,000
16	renovations		
17	(11) Homer campus new facility	Homer	1,375,000
18	classroom construction		
19	(12) Prince William Sound	Valdez	1,000,000
20	facilities classroom		
21	construction		
22	(13) Fishery Industrial	Kodiak	510,000
23	Technology Center		
24	renovations and		
25	improvements		
26	(14) Benny Benson Building	Kodiak	662,000
27	learning center expansion		

28 * Sec. 36. Section 6 of this Act takes effect January 1, 2005.

29 * Sec. 37. Except as provided in sec. 36 of this Act, this Act takes effect immediately under
30 AS 01.10.070(c).

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
DEED CIP Projects										
Major Maintenance	Blackwell School New Well	Anvik	6	Morgan	\$92				\$92	
Major Maintenance	Glennian Elementary School									
Major Maintenance	Exterior Upgrade	Copper River	12	Harris	\$2,095				\$2,095	
Major Maintenance	Nulato Structural Roof Repair	Yukon Koyukuk	6	Morgan	\$829				\$829	
Major Maintenance	Nenana Boiler Replacement / Heating System Upgrade	Nenana	6	Morgan	\$393				\$393	
Major Maintenance	Tetlin School Site Civil Improvements	Alaska Gateway	6	Morgan	\$222				\$222	
Major Maintenance	Allakaket Renovate Water/Sewer Facility	Allakaket	6	Morgan	\$303				\$303	
Major Maintenance	Elicavicular Elementary Exterior Upgrades	Saint Marys	39	Foster	\$459				\$459	
Major Maintenance	Kake Elementary Ventilation System Upgrade	Kake	5	Kookesh	\$394				\$394	
Major Maintenance	Tetlin School Building Improvements	Tetlin	6	Morgan	\$873				\$873	
Major Maintenance	David LoLis Memorial School Emergency Repairs and Boiler Relocation	Grayling	6	Morgan	\$180				\$180	
Major Maintenance	Top of the Kuskokwim School Boiler Replacement	Nikolai	6	Morgan	\$173				\$173	
Major Maintenance	Innoko River School Tank Farm Pipeline & Remediation	Shageluk	6	Morgan	\$247				\$247	
Major Maintenance	Holy Cross School Vocational Education Shop upgrade	Holy Cross	6	Morgan	\$177				\$177	
Major Maintenance	Allakaket Restroom Renovation	Allakaket	6	Morgan	\$311				\$311	
Major Maintenance	Andreafski High School Code Upgrades	Saint Marys	39	Foster	\$179				\$179	
Major Maintenance	Annette Island Schools Security Safety and Upgrades	Annette Island	5	Kookesh	\$1,090				\$1,090	
Major Maintenance	Dot Lake School Mechanical Upgrade	Dot Lake	6	Morgan	\$782				\$782	
Major Maintenance	Minto Restroom Renovation	Minto	6	Morgan	\$179				\$179	
Major Maintenance	Thorne Bay House Access Ramp	Thorne Bay	1	Williams	\$139				\$139	
Major Maintenance	Kaltag Exterior Siding Replacement	Kaltag	6	Morgan	\$351				\$351	
Major Maintenance	Iditarod Fire Alarm Upgrades	Iditarod	6	Morgan	\$192				\$192	
Major Maintenance	Kilbuck Elementary Deferred maint	Bethel	38	Kapsner	\$5,401				\$5,401	
Major Maintenance	Mikeinguut Eliitnaurvat Elementary Deferred Maint	Bethel	38	Kapsner	\$2,331				\$2,331	

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
Major Maintenance	W. Miller Memorial Deferred maint	Napakiak	38	Kapsner	\$2,598				\$2,598	
Major Maintenance	Eek K-12 Deferred Maint	Eek	38	Kapsner	\$1,094				\$1,094	
Major Maintenance	Nuniwaarmiut K-12 Deferred Maint	Mekoryuk	38	Kapsner	\$1,110				\$1,110	
Major Maintenance	Rocky Mountain K-12 Deferred maint	Goodnews Bay	38	Kapsner	\$1,376	\$23,570	16.71%		\$1,376	
Major Maintenance	Dillingham High School heating controls	Dillingham	37	Moses	\$218				\$218	
Major Maintenance	Yakutat Grade School renovation	Yakutat	5	Kookesh	\$1,000				\$1,000	
School Construction	Mt. Eccles construction reimbursement	Cordova		Kookesh	\$350				\$350	
School Construction	Noatak School construction match	Noatak		Joule	\$3,100	\$4,668	3.31%		\$3,100	
School Construction	Sheldon Point K-12	Rural		Foster	\$10,667				\$10,667	
School Construction	Howard Valentine K-12, Coffman Cove	Southeast Island	1	Williams	\$3,748	\$14,415	10.22%		\$3,748	
Nome										
Major Maintenance	Nome HS gym renovation	Nome		Foster	\$500				\$500	
Major Maintenance	Nome HS HVAC changes & abatement work	Nome	39	Foster	\$500				\$500	
Major Maintenance	NACTEC renovations & upgrades	Nome	39	Foster	\$800	\$1,800	1.28%		\$800	
Anchorage School District										
Major Maintenance	College Gate lighting MPR	Anchorage	22	Cissna	\$50			\$50		
Major Maintenance	College Gate ceiling tile replacement	Anchorage	22	Cissna	\$30			\$30		
Major Maintenance	Anchorage High Schools radio repeater systems	Anchorage	17-32	Anchorage Areawide	\$2,100			\$2,100		
Major Maintenance	Anchorage Multi Schools security system replacement	Anchorage	17-32	Anchorage Areawide	\$900			\$900		
Major Maintenance	Anchorage Multi Schools Fire Alarm replacement	Anchorage	17-32	Anchorage Areawide	\$1,200			\$1,200		
Major Maintenance	Anchorage Multi Schools Intercom Clock replacement	Anchorage	17-32	Anchorage Areawide	\$333			\$333		
Major Maintenance	Rabbit Creek heat tape, roof drains	Anchorage	31	Lynn	\$140			\$140		
Major Maintenance	Turnagain site lighting	Anchorage	26	Berkowitz	\$100			\$100		
Major Maintenance	ASD Operations Building electrical upgrade	Anchorage	17-32	Anchorage Areawide	\$60			\$60		
Major Maintenance	Service High School bleachers	Anchorage	30	Meyer	\$100			\$100		
Major Maintenance	Mears Middle School bleachers	Anchorage	29	Samuels	\$80			\$80		
Major Maintenance	West High School bleachers	Anchorage	26	Berkowitz	\$150			\$150		
Major Maintenance	Romig kitchen panels upgrade	Anchorage	26	Berkowitz	\$30			\$30		

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
Major Maintenance	Turnagain sewer heat tape	Anchorage	26	Berkowitz	\$30			\$30		
Major Maintenance	Central kitchen lights replacement	Anchorage	25	Croft	\$20			\$20		
Major Maintenance	Romig locker room lights replacement	Anchorage	26	Berkowitz	\$60			\$60		
Major Maintenance	Lake Otis electrical distribution building service	Anchorage	22	Cissna	\$30			\$30		
Major Maintenance	West HS reroof library	Anchorage	26	Berkowitz	\$900			\$900		
Major Maintenance	Mt. Ilamna reroof building	Anchorage	18	Dahlstrom	\$735			\$735		
Major Maintenance	Willow Crest replace carpet all classrooms	Anchorage	25	Croft	\$150			\$150		
Major Maintenance	Tudor replace vinyl asbestos tile	Anchorage	24	Heinze	\$630			\$630		
Major Maintenance	Ocean View reroof section H	Anchorage	28	McGuire	\$40			\$40		
Major Maintenance	Ptarmigan reroof section C	Anchorage	19	Anderson	\$210			\$210		
Major Maintenance	Rabbit Creek reroof section C&I	Anchorage	31	Lynn	\$40			\$40		
Major Maintenance	Wonder Park reroof section I	Anchorage	20	Gruenberg	\$75			\$75		
Major Maintenance	Susitna reroof section C	Anchorage	19	Anderson	\$15			\$15		
Major Maintenance	Hanshaw provide ADA operators on main entry door	Anchorage	30	Meyer	\$50			\$50		
Major Maintenance	Susitna replace carpet classrooms and office area	Anchorage	19	Anderson	\$150			\$150		
Major Maintenance	Willow Crest replace domestic water piping	Anchorage	25	Croft	\$450			\$450		
Major Maintenance	Inlet View HVAC DDC upgrade	Anchorage	26	Berkowitz	\$800			\$800		
Major Maintenance	Inlet View repair leak on DW main	Anchorage	26	Berkowitz	\$45			\$45		
Major Maintenance	Career Center replace heating water piping	Anchorage	17-32	Anchorage Arewide	\$800			\$800		
Major Maintenance	Chester Valley HVAC/DDC upgrade	Anchorage	19	Anderson	\$500			\$500		
Major Maintenance	Hanshaw replace VAV boxes	Anchorage	30	Meyer	\$500			\$500		
Major Maintenance	Rabbit Creek HVAC/DDC upgrade	Anchorage	31	Lynn	\$500			\$500		
Major Maintenance	West HS Library replace piping fittings	Anchorage	26	Berkowitz	\$300			\$300		
Major Maintenance	Campbell replace pumps/DHW heater	Anchorage	29	Samuels	\$200			\$200		
Major Maintenance	Campbell replace heating water piping	Anchorage	29	Samuels	\$300			\$300		
Major Maintenance	Orion replace fan unit	Anchorage	18	Dahlstrom	\$100			\$100		
Major Maintenance	ASD Music Department HVAC/DDC upgrade	Anchorage	17-32	Anchorage Arewide	\$300			\$300		
Major Maintenance	Gladys Wood HVAC/DDC	Anchorage	27	Rokeberg	\$700			\$700		
Major Maintenance	ASD Data Processing HVAC/DDC upgrade	Anchorage	17-32	Anchorage Arewide	\$500			\$500		
Major Maintenance	O'Malley replace DW tank	Anchorage	31	Lynn	\$100			\$100		
Major Maintenance	Mears replace hot water heater	Anchorage	29	Samuels	\$125	\$14,628	10.37%	\$125		

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
Mat-su School District										
Major Maintenance	Iditarod Elementary fencing	Mat-su	14	Kohring	\$15			\$15		
Major Maintenance	Butte Elementary ADA ramp	Mat-su	16	Stoltze	\$81			\$81		
Major Maintenance	Talkeetna Elementary fencing	Mat-su	15	Masek	\$10			\$10		
Major Maintenance	Houston Middle roof repair	Mat-su	15	Masek	\$650			\$650		
Major Maintenance	Admin concession kitchen	Mat-su	13-16	Mat-su Areawide	\$15			\$15		
Major Maintenance	Admin roofing	Mat-su	13-16	Mat-su Areawide	\$550			\$550		
Major Maintenance	Snowshoe roofing	Mat-su	16	Stoltze	\$400			\$400		
Major Maintenance	Burchell H.S. integrated clock and intercom system	Mat-su	14	Kohring	\$30			\$30		
Major Maintenance	Su-Valley H.S. Roof Repair	Mat-su	15	Masek	\$850			\$850		
Major Maintenance	Colony H.S. running track	Mat-su	13	Gatto	\$130			\$130		
Major Maintenance	Wasilla H.S. running track	Mat-su	14	Kohring	\$130			\$130		
Major Maintenance	Palmer H.S. running track	Mat-su	13	Gatto	\$65			\$65		
Major Maintenance	Palmer H.S. visitor bleachers at Machentanz Field	Mat-su	13	Gatto	\$50			\$50		
Major Maintenance	Wasilla Middle School resurface gym floors	Mat-su	14	Kohring	\$40	\$3,016	2.14%	\$40		
Delta										
Major Maintenance	New Delta Elementary School	Delta	12	Harris	\$859	\$859	0.61%	\$859		
Kenai School District										
Major Maintenance	Nikiski / North Star Consolidation housing	Kenai	34	Chenault	\$350			\$350		
Major Maintenance	Nawalek and Port Graham Teacher housing	Kenai	35	Seaton	\$700			\$700		
Major Maintenance	Seward fiber optics	Kenai	35	Seaton	\$100			\$100		
Major Maintenance	Arsenic Remediation	Kenai	33-35	Kenai Areawide	\$1,100			\$1,100		
Major Maintenance	Homer / Kenai Track repairs	Kenai	33-35	Kenai Areawide	\$1,500			\$1,500		
Major Maintenance	District wide asphalt repair	Kenai	33-35	Kenai Areawide	\$1,000			\$1,000		
Major Maintenance	District wide floor repair	Kenai	33-35	Kenai Areawide	\$150			\$150		
Major Maintenance	District wide locker replacements	Kenai	33-35	Kenai Areawide	\$100	\$5,000	3.54%	\$100		
Fairbanks NS Borough										
Major Maintenance	Upgrade & Relocate Central Kitchen	Fairbanks	,7-11	Fairbanks Areawide	\$6,000			\$6,000		
Major Maintenance	Upgrade Downtown Schools	Fairbanks	9, 10	Holm, Stepovich	\$2,000	\$8,000	5.67%	\$2,000		
Fairbanks										
Major Maintenance	Cantwell School Sprinkler Inatallation, Fire Alarm Upgrade & New Well	Fairbanks	8	Guttenberg	\$608			\$608		
Major Maintenance	Cantwell School Roof Replacement and Electrical Code Upgrade	Fairbanks	8	Guttenberg	\$343	\$951	0.67%	\$343		

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
Juneau School District										
Major Maintenance	Maintenance & Americans with Disabilities Act Improvements for Juneau Elementary Schools	Juneau	3,4	Juneau	\$3,000	\$3,000	2.13%	3000		
Kodiak										
Major Maintenance	Kodiak Island Borough KMS Concrete Repair	Kodiak	36	Ogg	\$237			\$237		
Major Maintenance	Lake & Peninsula School District, Port Alsworth Library Renovations/Reconfigurations	Port Alsworth	36	Ogg	\$363	\$600	0.43%	\$363		
Ketchikan										
Major Maintenance	Ketchikan High School, Repair Humanities Building Roof	Ketchikan	1	Williams	\$232			\$232		
Major Maintenance	Ketchikan High School, Repair Curtain Wall	Ketchikan	1	Williams	\$65			\$65		
Major Maintenance	Valley Park, Houghtaling, Pt. Higgins, Replace Playground Equipment	Ketchikan	1	Williams	\$385	\$682	0.48%	\$385		
University Projects										
	Integrated Science Facility	Anchorage	17-32	Anchorage Areawide	\$21,600			\$21,600		
	School of Fisheries and Ocean	Juneau	3,4	Juneau Areawide	\$6,000			\$6,000		
	Bioinformation and CS Facility	Fairbanks	,7-12	Fairbanks Areawide	\$10,000			\$10,000		
	Safety Code and ADA	Statewide	99	Statewide	\$5,974					\$5,974
	Lucy Cuddy Center	Anchorage	17-32	Anchorage Areawide	\$1,000			\$1,000		
	Bristol Bay Classroom	Dillingham	37	Moses	\$1,000				\$1,000	
	Paul/Ziegler Classroom	Ketchikan	1	Williams	\$1,000			\$1,000		
	Sitka Campus	Sitka	2	Wilson	\$250			\$250		
	Tanana Valley Campus	Fairbanks	,7-12	Fairbanks Areawide	\$1,000			\$1,000		
	Hendrickson Building	Juneau	3,4	Juneau Areawide	\$1,213			\$1,213		
	Homer Campus	Homer	35	Seaton	\$1,375				\$1,375	
	Prince William Sound Classroom	Valdez	12	Harris	\$1,000			\$1,000		
	Fisheries Industrial Tech. Center	Kodiak	32	Ogg	\$510			\$510		
	Benny Benson Building - Kodiak College	Kodiak	32	Ogg	\$662	\$51,584	36.57%	\$662		
Museum Projects										
Anchorage Museum	Anchorage Museum	Anchorage	17-32	Anchorage Areawide	\$5,000	\$5,000	3.54%	\$5,000		
Alaska State Museum	Alaska State Library, Archives & Museums Expansion design	Juneau	3,4	Juneau Areawide	\$1,300	\$1,300	0.92%	\$1,300		
City of Ketchikan	Library	Ketchikan	,1	Ketchikan	\$2,000	\$2,000	1.42%	\$2,000		

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
TOTAL					<u>\$141,073</u>	<u>\$141,073</u>	100.00%	\$88,271 63%	\$46,828 33%	\$5,974 4%
								\$141,073		100%

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CS FOR HOUSE BILL NO. 404()

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY

**Offered:
Referred:**

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the Alaska Commission on Postsecondary Education; relating to the
2 Alaska Student Loan Corporation; relating to bonds of the corporation; relating to loan
3 and grant programs of the commission; relating to an exemption from the State
4 Procurement Code regarding certain contracts of the commission or corporation;
5 making conforming changes; and providing for an effective date."

6 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

7 * **Section 1.** AS 14.42.030(e) is amended to read:

8 (e) The commission may

9 (1) adopt regulations under AS 44.62 (Administrative Procedure Act)

10 to

11 (A) carry out the purposes of

12 (i) AS 14.43.091 - 14.43.750, 14.43.990, AS 14.44, and

13 AS 14.48; and

1 (ii) AS 14.43.910 and 14.43.920 as they relate to the
2 purposes of AS 14.43.091 - 14.43.750, 14.43.990, AS 14.44, and
3 AS 14.48; [AND]

4 (B) ensure compliance with the requirements imposed by state
5 and federal statutes and regulations governing the guaranty, insurance,
6 purchase, or other dealings in eligible loans by federal agencies,
7 instrumentalities, or corporations; and

8 (C) establish standards for the

9 (i) administration of hearings conducted under
10 AS 14.43.153; and

11 (ii) administrative enforcement of collection orders
12 under AS 14.43.151 - 14.43.155;

13 (2) delegate to the executive director of the commission or a
14 subcommittee of the commission any duty imposed on or power granted to the
15 commission by this chapter, AS 14.43, AS 14.44, or AS 14.48, except its power to
16 adopt regulations and its duty to consider appeals under AS 14.43.100(b) and
17 AS 14.48.120;

18 (3) establish task forces, committees, or subcommittees, not
19 necessarily consisting of commission members, to advise and assist the commission in
20 carrying out its functions;

21 (4) contract with or use existing institutions of postsecondary
22 education or other individuals or organizations to make studies, conduct surveys,
23 submit recommendations, or otherwise contribute to the work of the commission;

24 (5) establish fees for the review of an out-of-state institution that

25 (A) requests approval for participation in the programs under
26 AS 14.43.091 - 14.43.750, 14.43.990, and AS 14.44; and

27 (B) is not accredited by a national or regional accreditation
28 association recognized by the Council for Higher Education Accreditation; and

29 (6) collect all fees and costs incurred in collection of the amount owed
30 on a loan or repayment obligation if the loan or repayment obligation becomes
31 delinquent or in default; in this paragraph, fees and costs include attorney fees, court

1 costs, and collection fees charged by a collection agency.

2 * Sec. 2. AS 14.42.210(a) is amended to read:

3 (a) The education loan fund is established in the corporation. The education
4 loan fund is a trust fund to be used to carry out the purposes of AS 14.42.100 -
5 14.42.990, AS 14.43.091 - 14.43.175, 14.43.400 - 14.43.420, 14.43.600 - 14.43.700,
6 14.43.710 - 14.43.750, 14.43.990, and AS 14.44.025. The fund consists of money or
7 assets appropriated or transferred to the corporation for the fund and money or assets
8 deposited in it by the corporation. The corporation may establish separate accounts in
9 the fund.

10 * Sec. 3. AS 14.42.210(b) is amended to read:

11 (b) Money and other assets of the education loan fund may be used to

12 (1) secure bonds of the corporation;

13 (2) pay the costs of administration of the fund;

14 (3) invest in education loans and investments under AS 37.10.071;

15 (4) finance programs approved under AS 14.43.091 - 14.43.175,
16 14.43.400 - 14.43.420, 14.43.600 - 14.43.700, 14.43.710 - 14.43.750, or
17 AS 14.44.040; and

18 (5) pay the costs of administering and collecting the loans and
19 repayment obligations under the financial aid programs listed in (4) of this subsection.

20 * Sec. 4. AS 14.42.220(a) is amended to read:

21 (a) The [SUBJECT TO (f) OF THIS SECTION, THE] corporation may
22 borrow money and may issue bonds, on which the principal and interest are payable
23 from its income and receipts or other assets or a designated part or parts of them. The
24 corporation may use the proceeds of its bonds for any purposes that the
25 corporation considers appropriate, including providing money to

26 (1) make or purchase education loans;

27 (2) finance programs identified in AS 14.42.210;

28 (3) finance projects of the state as those projects may be identified
29 by law; and

30 (4) pay for any other purpose or program of the corporation that
31 is authorized in AS 14.42.100 - 14.42.310.

1 * **Sec. 5.** AS 14.42.220 is amended by adding a new subsection to read:

2 (g) The corporation may not issue bonds to finance projects under (a)(3) of
3 this section in an aggregate amount that exceeds \$200,000,000. The corporation may
4 issue the bonds in a single issuance or in several issuances, without limitation as to the
5 number of issuances or timing, except that bonds may not be issued to finance projects
6 under (a)(3) of this section before January 1, 2005, or after December 31, 2008.

7 * **Sec. 6.** AS 14.43.120(u) is amended to read:

8 (u) The corporation [COMMISSION] by regulation shall set a loan
9 origination fee, not to exceed five percent of the total education loan amount, to be
10 assessed upon an education loan that is funded from the education loan fund of the
11 corporation [ALASKA STUDENT LOAN CORPORATION]. The loan origination
12 fee shall be deducted by the commission at the time the loan is disbursed. The
13 [SUBJECT TO APPROPRIATION, THE] loan origination fees shall be deposited into
14 an origination fee account within the education loan fund of the corporation
15 [ALASKA STUDENT LOAN CORPORATION], and subsequently used by the
16 corporation to offset losses incurred as a result of death, disability, default, or
17 bankruptcy of the borrower.

18 * **Sec. 7.** AS 14.43.122(a) is amended to read:

19 (a) The commission may offer

20 (1) a borrower who has received more than one education loan
21 [UNDER AS 14.43.091 - 14.43.160] the option of consolidating the multiple loans
22 into a single loan; or

23 (2) to consolidate education loans made [UNDER AS 14.43.091 -
24 14.43.160] to married borrowers if the married borrowers agree to be jointly and
25 severally liable for repayment of the consolidated loan, regardless of the borrowers'
26 future marital status or the death of one of the borrowers.

27 * **Sec. 8.** AS 14.43.145(a) is amended to read:

28 (a) For the purposes of this chapter, a loan is in default after a loan payment
29 has become 180 or more days past due or, for a loan under AS 14.43.161 - 14.43.168
30 or 14.43.170 - 14.43.175, the default requirements established by the commission have
31 been met. Upon default,

- 1 (1) repayment of the remaining balance is accelerated and due;
- 2 (2) the commission may take the borrower's permanent fund dividend
- 3 under AS 43.23.067;
- 4 (3) the commission may issue an order to withhold and deliver under
- 5 AS 14.43.147;
- 6 (4) the commission may provide notice of the default to a licensing
- 7 entity for nonrenewal of the license under AS 14.43.148; [AND]
- 8 (5) the commission may record the lien created under AS 14.43.149;
- 9 and
- 10 (6) the commission may establish an administrative collection
- 11 order under AS 14.43.151 - 14.43.155.

12 * **Sec. 9.** AS 14.43 is amended by adding new sections to read:

13 **Sec. 14.43.151. Authority and procedure to administratively establish and**

14 **enforce a collection order.** If a judgment in favor of the commission has not been

15 entered by the court regarding a defaulted loan awarded under this chapter, the

16 commission may establish a duty to repay the defaulted loan through a collection order

17 using the procedures prescribed in AS 14.43.152 - 14.43.155 and may enforce the

18 collection order. Action under this section may be undertaken at the commission's

19 discretion if the borrower is in default under AS 14.43.145.

20 **Sec. 14.43.152. Initiation of administrative action to establish a collection**

21 **order; required notice.** (a) An action to establish a collection order authorized under

22 AS 14.43.151 is initiated by the commission's serving on the borrower a notice of

23 establishment of collection order. The notice shall be served by mailing the notice to

24 the borrower at

25 (1) the borrower's most recent address provided to the commission by

26 the borrower; or

27 (2) another address known to the commission.

28 (b) The notice served under (a) of this section must state

29 (1) the amount of the liability for default under AS 14.43.145 for

30 which the borrower is found to be responsible; the amount stated under this paragraph

31 shall include all principal, interest, and collection fees;

1 (2) that a lien may be recorded against the borrower's property as
2 authorized under AS 14.43.145(a)(5);

3 (3) that the borrower may appear at a hearing held by the commission
4 and show cause that a collection order should not be entered because, at the time of the
5 notice,

6 (A) no loan payment was more than 180 days past due or, for a
7 loan under AS 14.43.161 - 14.43.168 or 14.43.170 - 14.43.175, the default
8 requirements established by the commission had not yet been met; or

9 (B) the borrower had entered into, or was in compliance with,
10 an agreement to forbear default with the commission; and

11 (4) that, if the borrower served with the notice does not request a
12 hearing within 30 days after the date of mailing of the notice, a collection order will be
13 entered and the property of the borrower will be subject to a lien under AS 14.43.149
14 in the amount stated in the collection order without further notice or hearing.

15 **Sec. 14.43.153. Hearings in administrative action to establish a collection**
16 **order; burden of proof.** (a) A borrower served with a notice of establishment of
17 collection order under AS 14.43.152 is entitled to a hearing before the commission if
18 the request for a hearing is served on the commission by registered mail, return receipt
19 requested, within 30 days after the date the notice is mailed to the borrower.

20 (b) If a request for a hearing in accordance with (a) of this section is made, the
21 issuance of a collection order is automatically stayed pending the decision of the
22 hearing officer for the commission. If a request for a hearing is not made, the
23 collection order is final at the expiration of the 30-day period specified in (a) of this
24 section.

25 (c) A borrower claiming that the notice is incorrect has the burden at hearing
26 to document the existence of one of the conditions described in AS 14.43.152(b)(3)(A)
27 and (B).

28 (d) Within 60 days after the date of the hearing, the hearing officer shall enter
29 a decision determining whether default has occurred and, if default has occurred,
30 specifying the amount of the collection order and declaring that the property of the
31 borrower is subject to a lien under AS 14.43.149 in the amount of the collection order.

1 (e) If the borrower who requested the hearing fails to appear at the hearing, the
2 hearing officer shall enter a decision

3 (1) confirming that a default has occurred;

4 (2) confirming the amount of the collection order;

5 (3) declaring that the property of the borrower is subject to a lien under
6 AS 14.43.149 in the amount stated under (2) of this subsection.

7 (f) The decision of the hearing officer is a final decision that may be appealed
8 to the superior court under the Alaska Rules of Appellate Procedure.

9 **Sec. 14.43.154. Collection orders as judgments.** A collection order is
10 equivalent to a judgment and becomes vested

11 (1) at the expiration of the 30-day period described in AS 14.43.153(b)
12 if a hearing is not requested; or

13 (2) on the date the hearing officer enters a decision in favor of the
14 commission if a hearing was requested by the borrower.

15 **Sec. 14.43.155. Nature of remedies.** AS 14.43.154 provides a remedy in
16 addition to and not as a substitute for any other remedies available to the commission.

17 * **Sec. 10.** AS 14.43.161 is amended to read:

18 **Sec. 14.43.161. Purpose; creation.** There is established the AlaskAdvantage
19 [ALASKA ADVANTAGE] loan program to provide postsecondary educational
20 financial assistance through the federal guaranteed student loan program. The
21 AlaskAdvantage [ALASKA ADVANTAGE] loan program is the primary source for
22 financial aid to eligible borrowers under this chapter.

23 * **Sec. 11.** AS 14.43.166 is amended to read:

24 **Sec. 14.43.166. Repayment of loans.** A borrower's obligation to commence
25 repayment of the principal and interest on a loan under AS 14.43.161 - 14.43.166 and
26 14.43.168 [AS 14.43.161 - 14.43.168] begins six months after the borrower's
27 completion or other termination of the postsecondary education program. The
28 commission may accelerate the repayment of any loan made in error or in reliance
29 upon a false statement made by the borrower. The commission shall determine the
30 period over which loans are repaid; however, the maximum period of repayment of
31 loans may not exceed the maximum period permitted under applicable provisions of

1 the federal guaranteed student loan program.

2 * **Sec. 12.** AS 14.43.168(b) is amended to read:

3 (b) The provisions of AS 14.43.145 - 14.43.155 [AS 14.43.145 - 14.43.150]
4 apply to loans under AS 14.43.161 - 14.43.168 that are in default.

5 * **Sec. 13.** AS 14.43.170 is amended to read:

6 **Sec. 14.43.170. Creation; purpose.** There is created the Alaska supplemental
7 education loan program to provide postsecondary educational supplemental financial
8 assistance. Supplemental financial assistance is available only if the financial aid
9 available through the AlaskAdvantage [ALASKA ADVANTAGE] loan program is
10 insufficient to cover the costs of attendance at a postsecondary institution or if the
11 borrower does not qualify for financial aid under the federal guaranteed student loan
12 program. The commission shall make the public aware of the Alaska supplemental
13 education loan program to facilitate providing loans to as many eligible borrowers as
14 possible.

15 * **Sec. 14.** AS 14.43.171 is amended to read:

16 **Sec. 14.43.171. Applicability of other laws.** The provisions of
17 AS 14.43.120(d)(4), 14.43.122, 14.43.135, 14.43.140, 14.43.145 - 14.43.160,
18 14.43.164, 14.43.166, and 14.43.168 [AND 14.43.166 - 14.43.168] apply to the loans
19 made under AS 14.43.170 - 14.43.175 as if the loans were made under those
20 applicable provisions.

21 * **Sec. 15.** AS 14.43.172(c) is amended to read:

22 (c) In addition to the provisions of (a) of this section, a borrower is eligible for
23 a loan under AS 14.43.170 - 14.43.175 if the borrower

24 (1) is not delinquent in payment [ON AND HAS NEVER BEEN IN
25 DEFAULT] on a loan previously awarded by the commission;

26 (2) at the time of application or loan disbursement, does not have a
27 past due child support obligation established by court order or by the child support
28 enforcement division under AS 25.27.160 - 25.27.220;

29 (3) has not, within the previous five years, had a loan discharged or
30 written off by the commission for any reason;

31 (4) does not have a status, at the time of application for a loan or

1 disbursement of loan money, that would prevent the borrower from repaying the loan
2 as it becomes due;

3 (5) has not, within the previous five years, defaulted on another loan
4 made to the borrower by a lending entity unless the borrower can show good faith
5 efforts to repay the loan and extraordinary circumstances that led to the default;
6 [AND]

7 (6) does not have a credit history, at the time of application for a loan,
8 that demonstrates chronic inability or unwillingness to pay an extension of credit or
9 loan as it becomes due; and [.]

10 (7) has [AS] complied with the military selective service registration
11 requirements imposed under 50 U.S.C. App. 453 (Military Selective Service Act), if
12 those requirements were applicable to the person.

13 * Sec. 16. AS 14.43.172(d) is amended to read:

14 (d) The commission may not make a loan to a borrower who has been in
15 default on a loan previously awarded by the commission unless [IF

16 (1)] the previously awarded loan has been paid in full [; AND

17 (2) ANOTHER INDIVIDUAL WHO SATISFIES THE
18 REQUIREMENTS OF (c) OF THIS SECTION COSIGNS THE LOAN].

19 * Sec. 17. AS 14.43.300(a) is amended to read:

20 (a) An education loan to a recipient under AS 14.43.250(b)(1) - (4) or (6) may
21 not exceed \$2,500 a school year for an undergraduate student or \$5,000 a school year
22 for a graduate student [, EXCLUSIVE OF LOAN GUARANTEE FEES UNDER (g)
23 OF THIS SECTION,] and may not be made to a student for more than six years. An
24 education loan to a recipient under AS 14.43.250(b)(5) may not exceed the cost of
25 tuition and required fees, [LOAN GUARANTEE FEES UNDER (g) OF THIS
26 SECTION,] books and educational supplies, room and board, and transportation for
27 two round trips between the recipient's home and school each year. A loan under
28 AS 14.43.250(b)(5) may not be made for more than five years of undergraduate study,
29 five years of graduate study, or a combined maximum of eight years of study.

30 * Sec. 18. AS 14.43.400 is amended to read:

31 Sec. 14.43.400. **Purpose; creation.** There is created [ESTABLISHED] the

1 AlaskAdvantage education [ALASKA STATE EDUCATIONAL INCENTIVE]
2 grant program to provide financial assistance to eligible students to enable them to
3 attend, or continue their attendance at, postsecondary educational institutions. Funds
4 designated by the corporation or appropriated for this program may [SHALL] be
5 used as matching funds for the state's participation in the federal [STATE STUDENT
6 INCENTIVE] grant program under 20 U.S.C. 1070c - 1070c-4 [(P.L. 92-318; 20
7 U.S.C. 1070c - 1070c-3)].

8 * **Sec. 19.** AS 14.43.405(a) is repealed and reenacted to read:

9 (a) The AlaskAdvantage education grant program created under AS 14.43.400
10 - 14.43.420 shall be administered by the executive director of the commission.

11 * **Sec. 20.** AS 14.43 is amended by adding a new section to read:

12 **Sec. 14.43.406. Applicability of other laws.** (a) To the extent they are not in
13 conflict with the provisions of AS 14.43.400 - 14.43.420, the provisions of
14 AS 14.43.162(b), 14.43.910, and 14.43.920 apply to a grant made under AS 14.43.400
15 - 14.43.420.

16 (b) In determining a student's eligibility for a grant under AS 14.43.400 -
17 14.43.420, the executive director of the commission shall apply the standards
18 contained in the definitions of "full-time student," "half-time student," and "school
19 year" in AS 14.43.160 as if those provisions were applicable to application for the
20 grant.

21 * **Sec. 21.** AS 14.43.410 is amended to read:

22 **Sec. 14.43.410. Distribution of funds.** The funds [APPROPRIATED] for the
23 AlaskAdvantage education [EDUCATIONAL INCENTIVE] grant program may
24 [SHALL] be allocated to eligible students in accordance with the provisions of the
25 federal [STATE STUDENT INCENTIVE] grant program under 20 U.S.C. 1070c -
26 1070c-4 and regulations adopted under AS 14.43.105 and 14.43.405.

27 * **Sec. 22.** AS 14.43.410 is amended by adding a new subsection to read:

28 (b) The commission may set aside a portion of grant awards for otherwise
29 eligible applicants whose employment prevents them from attending school on a full-
30 time basis. The commission shall adopt regulations to carry out the purposes of this
31 subsection.

1 * **Sec. 23.** AS 14.43.415 is repealed and reenacted to read:

2 **Sec. 14.43.415. Eligibility; priority.** (a) For an applicant to be eligible for a
3 grant under AS 14.43.400 - 14.43.420, the applicant must be

4 (1) a resident of this state;

5 (2) enrolled or about to be enrolled

6 (A) at an institution approved to participate in federal financial
7 aid programs under 20 U.S.C. 1070 - 1099c-2, as amended, located in this
8 state; and

9 (B) on at least a half-time basis; and

10 (3) able to demonstrate financial need in accordance with standards for
11 determining financial need established by the commission under 20 U.S.C. 1070c-2, as
12 amended.

13 (b) The commission shall give an applicant eligible under (a) of this section
14 priority for a grant award if that applicant is, or is about to be, enrolled in a program of
15 study that is preparatory for employment in an occupation or profession for which the
16 Department of Labor and Workforce Development, or another workforce data source
17 selected as reliable by the commission, indicates there is a severe shortage of trained
18 individuals in this state. Additionally, the commission may give an applicant priority
19 for a grant award if that applicant has participated in a secondary education program
20 of study that can be demonstrated to the commission to be a predictor for success at
21 the postsecondary education level for a program of study described in this subsection.
22 For purposes of this subsection,

23 (1) "occupation or profession" means a job for which specific
24 postsecondary certification is a prerequisite for entry-level placement;

25 (2) "severe shortage" means a current or recurring job vacancy rate of
26 15 percent or greater, as determined by the Department of Labor and Workforce
27 Development or by another workforce data source determined reliable by the
28 commission.

29 (c) The commission shall adopt regulations to establish a prioritization process
30 for awarding grants under AS 14.43.400 - 14.43.420.

31 * **Sec. 24.** AS 14.43.420(a) is amended to read:

1 (a) A grant made under AS 14.43.400 - 14.43.420 [AS 14.43.400 - 14.43.500]
2 may not be in an amount less than \$500 [\$100] nor more than \$2,000 [\$1,500] for
3 each school [ACADEMIC] year.

4 * Sec. 25. AS 14.43.420 is amended by adding a new subsection to read:

5 (c) A student may receive not more than a total of \$8,000 in grants awarded
6 under AS 14.43.400 - 14.43.420.

7 * Sec. 26. AS 14.43.740(a) is amended to read:

8 (a) The provisions of AS 14.43.100, 14.43.120(a) - (c), (m), and (r) - (u),
9 14.43.122 [14.43.110, 14.43.120(a) - (d), (m), AND (r) - (u)], 14.43.135, 14.43.145 -
10 14.43.155 [14.43.145 - 14.43.150], and 14.43.910 - 14.43.990 apply to a loan made
11 under AS 14.43.710 - 14.43.750.

12 * Sec. 27. AS 14.43.740 is amended by adding a new subsection to read:

13 (g) The commission may, by regulation, set loan limits for loans made under
14 AS 14.43.710 - 14.43.750.

15 * Sec. 28. AS 14.43.990 is amended by adding new paragraphs to read:

16 (5) "AlaskAdvantage" means the service mark registered by the
17 commission under 15 U.S.C. 1051 (Trademark Act) that is used to describe financial
18 aid and higher education outreach programs and services provided by the commission;

19 (6) "education loan" means a loan made to finance the cost of
20 attendance in a postsecondary education program that is made by the commission or is
21 a loan received through the federal guaranteed student loan program.

22 * Sec. 29. AS 14.44.040(c) is amended to read:

23 (c) If a program participant defaults on the repayment obligation, the
24 provisions of AS 14.43.145 - 14.43.155 [AS 14.43.145 - 14.43.150] apply to collect
25 on the obligation as if it were a defaulted loan under AS 14.43.

26 * Sec. 30. AS 36.30.850(b) is amended by adding a new paragraph to read:

27 (44) contracts of the Alaska Commission on Postsecondary Education
28 or the Alaska Student Loan Corporation for the guarantee and disbursing of financial
29 aid money to institutions of postsecondary education under the financial aid programs
30 under AS 14.43.091 - 14.43.750 and AS 14.44.025.

31 * Sec. 31. AS 14.42.110, 14.42.220(f); AS 14.43.122(b), 14.43.300(g), 14.43.405(b),

1 14.43.420(b), and 14.43.500 are repealed.

2 * Sec. 32. The uncodified law of the State of Alaska is amended by adding a new section to
3 read:

4 TRANSITION: REGULATIONS. The Alaska Student Loan Corporation may
5 proceed to adopt regulations to implement the changes made by sec. 6 of this Act. The
6 regulations take effect under AS 44.62 (Administrative Procedure Act), but not before the
7 effective date of sec. 6 of this Act.

8 * Sec. 33. The uncodified law of the State of Alaska is amended by adding a new section to
9 read:

10 REVISOR OF STATUTES INSTRUCTIONS. (a) The revisor of statutes is
11 instructed to change the heading of Article 5 of AS 14.43 from "Article 5. Alaska Advantage
12 Loan Program." to "Article 5. AlaskAdvantage Loan Program."

13 (b) The revisor of statutes is instructed to change the heading of Article 8 of AS 14.43
14 from "Article 8. Educational Incentive Grant Program." to "Article 8. AlaskAdvantage
15 Education Grant Program."

16 * Sec. 34. The uncodified law of the State of Alaska is amended by adding a new section to
17 read:

18 REGULATIONS ATTORNEY INSTRUCTIONS. Wherever in the Alaska
19 Administrative Code the term "Alaska advantage" is used, it shall be read as
20 "AlaskAdvantage" when to do so would be consistent with the changes in this Act. Under
21 AS 44.62.125(b)(6), the regulations attorney is instructed to make changes in the Alaska
22 Administrative Code consistent with this section.

23 * Sec. 35. The uncodified law of the State of Alaska is amended by adding a new section to
24 read:

25 LEGISLATIVE IDENTIFICATION OF PROJECTS FOR FINANCING. (a) The
26 amount of \$37,177,204 may be appropriated from the proceeds of bonds issued under
27 AS 14.42.220(a)(3) to the Department of Education and Early Development to be awarded as
28 grants under AS 14.11.008 for design, construction, and major maintenance for public
29 schools, subject to reallocation between projects in accordance with AS 37.07.080(e), for the
30 following projects:

31 MUNICIPALITY OR

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	PROJECT	REAA LOCATION	AMOUNT
1			
2	(1) Blackwell School new well, Anvik	Iditarod Area	\$ 90,179
3	(2) Glennallen Elementary School	Copper River	2,053,591
4	exterior upgrade		
5	(3) Nulato structural roof repair	Yukon-Koyukuk	812,850
6	(4) Nenana boiler replacement/heating	Nenana City	373,737
7	system upgrade		
8	(5) Tetlin School site civil	Alaska Gateway	217,794
9	improvements		
10	(6) Allakaket renovate water/sewer	Yukon-Koyukuk	297,846
11	facility		
12	(7) Elicavicular Elementary exterior	Saint Mary's	436,769
13	upgrades		
14	(8) Kake Elementary ventilation	Kake City	354,626
15	system upgrade		
16	(9) Tetlin School building	Alaska Gateway	855,840
17	improvements		
18	(10) David Louis Memorial School	Iditarod Area	176,525
19	emergency repairs and boiler		
20	relocation, Grayling		
21	(11) Top of the Kuskokwim School	Iditarod Area	170,030
22	boiler replacement, Nikolai		
23	(12) Innoko River School tank farm	Iditarod Area	242,091
24	pipeline and remediation,		
25	Shageluk		
26	(13) Holy Cross School vocational	Iditarod Area	174,205
27	education shop upgrade		
28	(14) Allakaket restroom renovation	Yukon-Koyukuk	305,625
29	(15) Andreafski High School code	Saint Mary's	170,911
30	upgrades		
31	(16) Annette Island schools	Annette Island	1,069,046

1	security/safety and major		
2	maintenance upgrades		
3	(17) Dot Lake School mechanical	Alaska Gateway	766,393
4	upgrade		
5	(18) Minto restroom renovation	Yukon-Koyukuk	175,567
6	(19) Thorne Bay House access ramp	Southeast Island	136,264
7	(20) Kaltag exterior siding	Yukon-Koyukuk	344,220
8	replacement		
9	(21) Iditarod fire alarm upgrades	Iditarod Area	189,134
10	(22) Kilbuck Elementary School	Lower Kuskokwim	5,293,929
11	deferred maintenance, Bethel		
12	(23) Mikelnguut Elitnaurviat	Lower Kuskokwim	2,285,298
13	Elementary School deferred		
14	maintenance, Bethel		
15	(24) W. Miller Memorial K-12	Lower Kuskokwim	2,546,547
16	deferred maintenance, Napaskiak		
17	(25) Eek K-12 deferred maintenance	Lower Kuskokwim	1,072,783
18	(26) Nuniwaarmiut K-12 deferred	Lower Kuskokwim	1,088,697
19	maintenance, Mekoryuk		
20	(27) Rocky Mountain K-12 deferred	Lower Kuskokwim	1,349,304
21	maintenance, Goodnews Bay		
22	(28) Nunam Iqua K - 12	Lower Yukon	10,454,223
23	new school construction,		
24	Sheldon Point		
25	(29) Howard Valentine K - 12	Southeast Island	3,673,180
26	new school construction,		
27	Coffman Cove		
28	(b) The amount of \$51,084,000 may be appropriated from the proceeds of bonds		
29	issued under AS 14.42.220(a)(3) to the University of Alaska for the following projects in the		
30	amounts listed, subject to reallocation between projects in accordance with AS 37.07.080(e):		
31	PROJECT	LOCATION	AMOUNT

1	(1) Integrated Science Facility	Anchorage	\$21,600,000
2	construction		
3	(2) School of Fisheries and	Juneau	5,000,000
4	Ocean Science research		
5	facility design and		
6	construction		
7	(3) Bioinformational and	Fairbanks	10,000,000
8	Computer Science		
9	research facility		
10	construction		
11	(4) Safety code and Americans	Statewide	5,974,000
12	with Disabilities Act		
13	improvements		
14	(5) Lucy Cuddy Center upgrade	Anchorage	1,000,000
15	and renewal		
16	(6) Bristol Bay classroom	Dillingham	1,000,000
17	expansion construction		
18	(7) Paul/Ziegler classroom	Ketchikan	500,000
19	renovation and Ketchikan		
20	campus improvements		
21	(8) Sitka campus improvements	Sitka	250,000
22	(9) Tanana Valley campus	Fairbanks	1,000,000
23	classroom expansion		
24	and renovation		
25	(10) Hendrickson Building	Juneau	1,213,000
26	renovations		
27	(11) Homer campus new facility	Homer	1,375,000
28	classroom construction		
29	(12) Prince William Sound	Valdez	1,000,000
30	facilities classroom		
31	construction		

1	(13) Fishery Industrial	Kodiak	510,000
2	Technology Center		
3	renovations and		
4	improvements		
5	(14) Benny Benson Building	Kodiak	662,000
6	learning center expansion		

7 * **Sec. 36.** Section 6 of this Act takes effect January 1, 2005.

8 * **Sec. 37.** Except as provided in sec. 36 of this Act, this Act takes effect immediately under
9 AS 01.10.070(c).

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
DEED CIP Projects										
Major Maintenance	Blackwell School New Well	Anvik	6	Morgan	\$90				\$90	
	Glennfen Elementary School									
Major Maintenance	Exterior Upgrade	Copper River	12	Harris	\$2,053				\$2,053	
Major Maintenance	Nulato Structural Roof Repair	Yukon Koyukuk	6	Morgan	\$813				\$813	
	Nenana Boiler Replacement /									
Major Maintenance	Heating System Upgrade	Nenana	6	Morgan	\$374				\$374	
	Tellin School Site Civil									
Major Maintenance	Improvements	Alaska Gateway	6	Morgan	\$218				\$218	
	Allakaket Renovate Water/Sewer									
Major Maintenance	Facility	Allakaket	6	Morgan	\$298				\$298	
	Elicavicular Elementary Exterior									
Major Maintenance	Upgrades	Saint Marys	39	Foster	\$437				\$437	
	Kake Elementary Ventilation System									
Major Maintenance	Upgrade	Kake	5	Kookesh	\$355				\$355	
	Tellin School Building									
Major Maintenance	Improvements	Tellin	6	Morgan	\$856				\$856	
	David Louis Memorial School									
	Emergency Repairs and Boiler									
Major Maintenance	Relocation	Grayling	6	Morgan	\$176				\$176	
	Top of the Kuskokwim School Boiler									
Major Maintenance	Replacement	Nikolai	6	Morgan	\$170				\$170	
	Innoko River School Tank Farm									
Major Maintenance	Pipeline & Remediation	Shageluk	6	Morgan	\$242				\$242	
	Holy Cross School Vocational									
Major Maintenance	Education Shop upgrade	Holy Cross	6	Morgan	\$174				\$174	
Major Maintenance	Allakaket Restroom Renovation	Allakaket	6	Morgan	\$306				\$306	
	Andreafski High School Code									
Major Maintenance	Upgrades	Saint Marys	39	Foster	\$171				\$171	
	Annette Island Schools Security									
Major Maintenance	Safety and Upgrades	Annette Island	5	Kookesh	\$1,069				\$1,069	
	Dot Lake School Mechanical									
Major Maintenance	Upgrade	Dot Lake	6	Morgan	\$766				\$766	
Major Maintenance	Minto Restroom Renovation	Minto	6	Morgan	\$175				\$175	
Major Maintenance	Thorne Bay House Access Ramp	Thorne Bay	1	Williams	\$136				\$136	
Major Maintenance	Kaltag Exterior Siding Replacement	Kaltag	6	Morgan	\$344				\$344	
Major Maintenance	Iditarod Fire Alarm Upgrades	Iditarod	6	Morgan	\$189				\$189	
Major Maintenance	Kilbuck Elementary Deferred maint	Bethel	38	Kapsner	\$5,294				\$5,294	
	Mikelnguut Ellitnaurvat Elementary									
Major Maintenance	Deferred Maint	Bethel	38	Kapsner	\$2,285				\$2,285	

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
Major Maintenance	W. Miller Memorial Deferred maint	Napakiaak	38	Kapsner	\$2,546				\$2,546	
Major Maintenance	Eek K-12 Deferred Maint	Eek	38	Kapsner	\$1,073				\$1,073	
Major Maintenance	Nunwaarmiut K-12 Deferred Maint	Mekoryuk	38	Kapsner	\$1,089				\$1,089	
Major Maintenance	Rocky Mountain K-12 Deferred maint	Goodnews Bay	38	Kapsner	\$1,349	\$23,048	26.11%		\$1,349	
School Construction	Sheldon Point K-12	Rural		Foster	\$10,454				\$10,454	
School Construction	Howard Valentine K-12, Coffman Cove	Southeast Island	1	Williams	\$3,673	\$14,127	16.01%		\$3,673	
University Projects										
	Integrated Science Facility	Anchorage	17-32	Anchorage Areawide	\$21,600			\$21,600		
	School of Fisheries and Ocean	Juneau	3,4	Juneau Areawide	\$5,000			\$5,000		
	Bioinformation and CS Facility	Fairbanks	,7-12	Fairbanks Areawide	\$10,000			\$10,000		
	Safety Code and ADA	Statewide	99	Statewide	\$5,974					\$5,974
	Lucy Cuddy Center	Anchorage	17-32	Anchorage Areawide	\$1,000			\$1,000		
	Bristol Bay Classroom	Dillingham	37	Moses	\$1,000				\$1,000	
	Paul/Ziegler Classroom & program equipment	Ketchikan	1	Williams	\$500			\$500		
	Sitka Campus	Sitka	2	Wilson	\$250			\$250		
	Tanana Valley Campus	Fairbanks	,7-12	Fairbanks Areawide	\$1,000			\$1,000		
	Hendrickson Building	Juneau	3,4	Juneau Areawide	\$1,213			\$1,213		
	Homer Campus	Homer	35	Seaton	\$1,375				\$1,375	
	Prince William Sound Classroom	Valdez	12	Harris	\$1,000			\$1,000		
	Fisheries Industrial Tech. Center	Kodiak	32	Ogg	\$510			\$510		
	Benny Benson Building - Kodiak College	Kodiak	32	Ogg	\$662	\$51,084	57.88%	\$662		

FY 2005 Education Bond Worksheet
In Thousands

Category	Name	Area	District	Rep	detail	total	%	urban	rural	statewide
TOTAL					\$88,259	\$88,259	100.00%	\$42,735 48%	\$39,550 45%	\$5,974 7%
								\$88,259	100%	

ALASKA COMMISSION ON POSTSECONDARY EDUCATION
DRAFT SECTIONAL ANALYSIS
HB404 (Rules) (5/4/04)

BILL SECTION	AK STATUTE SECTION TITLE	PAGE	LINE	PURPOSE OF SECTION	TYPE OF CHANGE
1	ACPE authorized functions. 14.42.030(e)	1-3	7-1	Adds authority to establish and enforce collection orders on defaulted loans and provide for borrower appeals of collection orders.	Amended Language
2	Education loan fund. 14.42.210(a)	3	2-9	Conforming change to add revised grant program.	Amended Language
3	14.42.210(b)	3	10-19	Conforming change; by reference, specifically authorizes grant program funding.	Amended Language
4	Bonds of the corporation. 14.42.220(a)	3	20-31	Expand the use of bond proceeds to pay costs of state projects.	Amended Language
5	Bonds of the corporation. 14.43.220(g)	4	1-3	Places a cap on the aggregate amount of bonds the corporation may issue to finance state capital projects.	New Language
6	Conditions of loans. 14.43.120(u)	4	4-14	Makes determination of an origination fee a corporation function and automatically places fees into the education loan fund of the corporation.	Amended Language
7	Consolidation of loans. 14.43.122(a)	4	15-23	Increases flexibility for offering loan consolidation options.	Amended Language
8	Default. 14.43.145 (a)	4-5	24-8	Provides authority to establish a collection order as a means of recovering on defaulted loans.	Amended Language
9	Authority and procedure to administratively establish and enforce a collection order. 14.43.151	5	9-16	Describes administrative process for establishing a lien through a collection order.	New Language
	Initiation of administrative action to establish a collection order; required notice. 14.43.152	5-6	17-11	Steps for establishing collection order; notice to borrower.	

BILL SECTION	AK STATUTE SECTION TITLE	PAGE	LINE	PURPOSE OF SECTION	TYPE OF CHANGE
	Hearings in administrative action to establish a collection order; burden of proof. 14.43.153	6-7	12-5	Provides due process for borrower to contest establishment of collection order through administrative hearing.	
	Collection order as judgments. Sec. 14.43.154	7	6-11	Provides that collection order is equivalent to judgment.	New Language.
	Nature of remedies. 14.43.155	7	12-13	Provides that collection order is an alternate remedy to commission.	New Language
10	Purpose; creation. 14.43.161	7	14-19	Conforming change of trademark name.	Amended Language.
11	Repayment of loans. 14.43.166	7	20-29	Requires immediate repayment of consolidation loans.	Amended Language.
12	Default. 14.43.168(b)	7-8	30-1	Conforming change to incorporate new administrative collection order authority.	Amended Language
13	Creation, purpose. 14.43.170	8	2-11	Conforming change of trademark name.	Amended Language
14	Applicability of other laws. 14.43.171	8	12-17	Changes applicable cite to allow for consolidation of supplemental education loans.	Amended Language
15	Eligibility. 14.43.172(c)	8-9	18-9	Revised so borrower that has fully repaid a defaulted loan may be eligible for new loan without a cosigner.	Amended Language
16	Eligibility. 14.43.172(d)	9	10-15		
17	Limits and conditions of loans. 14.43.300(a)	9	16-26	Eliminates reference to guarantee fees on memorial scholarship loans	Amended Language
18	Purpose: creation. 14.43.400	9-10	27-4	Revised to rename and describe grant program.	Amended Language
19	Administration. 14.43.405(a)	10	5-7	Conforming change of name of grant program to be administered as provided in 14.42.030.	Amended Language
20	Applicability of other laws. 14.43.406	10	8-17	Conforms by incorporating reference to other aid programs, grant program residency requirement, confidentiality of financial need information, repayment for an ineligible recipient, and definitions.	New Language

BILL SECTION	AK STATUTE SECTION TITLE	PAGE	LINE	PURPOSE OF SECTION	TYPE OF CHANGE
21	Distribution of funds. 14.43.410	10	18-23	Conforming change of name of grant program.	Amended Language
22	4.43.410(b)	10	24-28	Revised to permit grants for half-time study.	New Language
23	Eligibility; priority. 14.43.415	10-11	29-27	Revised to require in-state attendance. Requires prioritization of eligible programs of study based on state workforce needs.	Amended Language
24	Limitation on grants. 14.43.420(a)	11	28-31	Revises minimum and maximum grant amounts.	Amended Language
25	14.43.420(c)	12	1-3	Sets maximum grant dollars per recipient.	New Language
26	Loan terms and conditions. 14.43.740(a)	12	4-8	Removes student-specific loan maximum; permits loan consolidation and administrative collection from liens.	Amended Language
27	14.43.740(g)	12	9-11	Permits commission to set loan limits by regulation.	New Language
28	Definition. 14.43.990	12	12-18	Provide definition for AlaskAdvantage, the agency's service mark registered under the Trademark Act.	New Language.
29	Repayment condition for program participants. 14.44.040(c)	12	19-22	Conforming change to include new authority for collection order for defaulted WICHE PSEP loans.	Amended Language
30	Application of this chapter. General Provisions to state procurement code. 36.30.850(b)	12	23-27	Excludes contracts for electronic services entered into by the Commission and Corporation for financial aid administration.	Amended Language

BILL SECTION	AK STATUTE SECTION TITLE	PAGE	LINE	PURPOSE OF SECTION	TYPE OF CHANGE
31	Repealer section.	12	28-29	<p>Repeal AS 14.42.110. Purpose of corporation.</p> <p>Repeal AS 14.42.220(f), limits aggregate amount of bonds that can be issued in two consecutive years other than through legislation.</p> <p>Repeal 14.43.122(b). Limits consolidated loan interest rate to be weighted average of the interest rates on loans being consolidated.</p> <p>Repeal 14.43.300(g). ACPE authority to set loan origination fee on memorial education loans. Duplicate language of 14.43.120(u) incorporated by reference.</p> <p>Repeal 14.43.405(b). Student aid provisions applicable to the grant program. Replaced in Sec. 18.</p> <p>Repeal 14.43.420(b). Allows grant to be used at accredited postsecondary educational institution, already stated in eligibility section 14.43.415. See Sec. 20.</p> <p>Repeal 14.43.500 Defines resident. Replaced in Sec. 18 by incorporating residency requirement of 14.43.162. Defines undergraduate. Term not used in remaining text.</p>	Amending Language.
32	Transition language.	12-13	30-4	Authorization to promulgate regulations.	
33	Instructions to Revisor	13	5-12	Conforming changes to titles in Articles 5 and 8.	
34	Instructions to Regulations Attorney	13	13-19	Instructions to make conforming changes to insert "AlaskAdvantage" in regulations.	

BILL SECTION	AK STATUTE SECTION TITLE	PAGE	LINE	PURPOSE OF SECTION	TYPE OF CHANGE
35	Identification of Projects for Financing	13-16		Identification of capital projects of the Department of Education and Early Development and the University of Alaska for which ASLC Capital Project Revenue Bond proceeds may be appropriated.	
36	Effective date section.	17		Providing for Sec. 6 to be effective January 1, 2005.	
37	Effective date section.	17		Providing for, except as stated in Sec. 36, this Act to have an immediate effective date.	

Department of Education & Early Development
 Debt Reimbursement Program
 Voter Approved under HB2003
 April 27, 2004

Borough/Municipality	Amount Voter Approved	
Aleutians East	13,000,000	
Anchorage	287,987,477	
Juneau	79,783,299	
Kenai	14,700,000	
Ketchikan	9,000,000	
Kodiak	9,443,431	
Lake & Peninsula	-	
Mat-Su	49,898,744	
Nome	3,881,183	
North Slope	6,847,874	
Northwest Arctic	24,000,000	
Petersburg	3,507,000	
Sitka	20,890,880	
Valdez	17,000,000	
Wrangell	-	
Total Voter Approved	\$ 539,939,888	
Less: Bonds Sold	306,532,331	- Already in Debt Program
Total Bonds Unsold	<u>233,407,557</u>	- Balance in future debt reimbursement

Bonds At 10 year Maturity	19,400,000	Annual debt payments for remaining
Bonds At 15 year Maturity	14,200,000	\$230 million. (State Share)
Bonds At 20 year Maturity	11,600,000	

Department of Education & Early Development
Debt Reimbursement Program
Bonds Remaining Unsold Excluding EED Authorized w/o Voter Approval
 April 27, 2004

Borough/Municipality	Remaining Unsold
Aleutians East	-
Anchorage	124,825,000
Juneau	56,792,539
Kenai	-
Ketchikan	-
Kodiak	-
Lake & Peninsula	-
Mat-Su	27,899,138
Nome	-
North Slope	-
Northwest Arctic	-
Petersburg	-
Sitka	8,890,880
Valdez	15,000,000
Wrangell	-
Total	<u>233,407,557</u>

Department of Education & Early Development
Debt Reimbursement Program
Approved by EED without Voter Approval under HB2003
April 27, 2004

<u>Borough/Municipality</u>	<u>Amount Approved by EED</u>	
Aleutians East	-	
Anchorage	120,300,000	
Juneau	-	
Kenai	-	
Ketchikan	-	
Kodiak	-	
Lake & Peninsula	5,139,433	
Mat-Su	19,365,086	
Nome	1,071,298	
North Slope	-	
Northwest Arctic	-	
Petersburg	-	
Sitka	-	
Valdez	2,223,200	
Wrangell	1,970,000	
Total Voter Approved	<u>\$ 150,069,017</u>	- Project approved by EED but require voter approval.

Bonds At 10 year Maturity	12,400,000	Estimated annual debt payments if voters approve prior to December 31, 2004. (State Share)
Bonds At 15 year Maturity	9,100,000	
Bonds At 20 year Maturity	7,400,000	

State of Alaska
Department of Education and Early Development
Capital Improvement Projects
Debt Reimbursement Program (HB2003)

Issued April 30, 2004

Approval Date	School District	Project Title	Amount Requested	Approved Amount	Rate	EED Approved	Voter Approved	Comments
7/15/2003	Aleutians East	King Cove School Replacement	12,000,000	13,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		Aleutians East Requested Total	\$12,000,000	\$13,000,000		Approved Total		
1/23/2004	Anchorage	Administrative and Training Facility	30,000,000	30,000,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
1/24/2003		Bartlett High School Phase 2	26,940,000	26,940,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Bartlett High School Phase 2 Design	500,000	1,900,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	\$500,000 previously ineligible added to DR-02-117. Reimbursement changed to \$1,900,000 @ 60%.
2/3/2004		Bartlett High School Phase 3 Design	2,000,000	2,000,000	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
9/5/2003		Birchwood & Chugiak Public Sewer Service	2,200,000	2,200,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
2/3/2004		Chester Valley Elementary Construction	15,000,000	15,000,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Funding combined with DR-03-119.
1/24/2003		Chester Valley Elementary School Design	750,000	750,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		Chugach Optional - Planning/Design	500,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Combined with approved Chugach Optional Addition/Renovation.
1/24/2003		Chugach Optional Addition/Renovation	7,000,000	7,500,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Increased \$500,000 for design.
9/5/2003		Chugiak High School Phase 3 - Deferred	4,300,000	4,300,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
2/3/2004		Chugiak High School Phase 4 Design	900,000	900,000	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
9/5/2003		Chugiak High School Phases 2 and 3	7,435,523	20,805,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	\$7,435,523 previously ineligible added to DR-02-110. Reimbursement changed to \$20,805,000 @ 60%.
2/3/2004		Clark Middle School RFP Preparation	400,000	400,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
		Diamond Demolition Funding (Construction)	3,000,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	not approved; awaiting closeout of 99-137
1/24/2003		Districtwide Code Issues/Hazardous Materials/ADA Compliance	2,365,000	2,365,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Code Issues/Hazardous Materials/ADA Compliance - 2002	1,615,000	1,615,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Code/Hazmat/ADA Compliance - 2004	800,000	800,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Districtwide Electrical Projects	5,257,000	5,257,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Electrical Projects - 2002	3,285,000	3,285,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Electrical Projects - 2004	9,345,000	9,345,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		Districtwide Emergency Preparedness	3,200,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Not approved; Project for community use vs. school use.
1/24/2003		Districtwide Mechanical Projects	3,990,000	3,990,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Mechanical Projects - 2002	15,795,000	15,795,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Mechanical Projects - 2004	7,230,000	7,230,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Districtwide Minor Building Renewal Projects	5,678,000	5,678,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Minor Building Renewal Projects - 2002	7,260,000	7,260,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Minor Building Renewal Projects - 2004	6,890,000	6,890,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Districtwide Restrooms	2,083,000	2,083,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Roof Replacement and Repairs	1,000,000	1,000,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	

Approval Date	School District	Project Title	Amount Requested	Approved Amount	Rate	EED Approved	Voter Approved	Comments
1/24/2003	Anchorage	Districtwide Roof Replacement and Repairs	3,499,000	3,409,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Roof Replacement and Repairs - 2002	1,860,000	1,860,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Security Upgrades - Locks: Phase 2	1,300,000	1,300,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Districtwide Security Upgrades-Locks: Phase 1	750,000	750,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Sprinkler Upgrades	2,000,000	2,000,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Sprinkler Upgrades-2004	950,000	950,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Districtwide Traffic Safety/Site Upgrades	675,000	675,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Districtwide Traffic Safety/Site Upgrades	4,128,000	4,128,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Districtwide Traffic Safety/Site Upgrades - 2004	600,000	600,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/24/2003		Eagle River High Area High School	51,000,000	51,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		East Deferred Phase 1 Design and Construction	1,500,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Request to be combined with East Phase 2 and Sprinklers Design and Construction, for a total request of \$5,700,000.
		East High School Phase 1	550,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	District declined moving to full voter approved amount at \$10,422,000 @ 60%.
9/5/2003		East High School Phase 1 - Deferred, Phase 2 & Sprinklers	4,200,000	5,700,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Phase 1 - Deferred work added, \$1,500,000.
1/24/2003		East High School Phase 3 Construction and Phase 4 Design	18,200,000	18,200,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
2/3/2004		East High School Phase 4A Construction and Phase 4B Design	7,500,000	7,500,000	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
9/5/2003		Girdwood Playground Remediation	1,850,000	1,850,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Girdwood Public Water Service	250,000	250,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
1/27/2004		Heating System Conversion, 5 Schools	5,000,000	5,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
2/3/2004		Inlet View Elementary School Design	700,000	700,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
9/5/2003		King Career Center Code Upgrade & Renovation	2,987,477	2,987,477	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Funds added to DR-02-120 for \$7,300,000 total project.
2/3/2004		Muldoon Middle School Construction	52,000,000	52,000,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
1/27/2004		Multi-School Security System Upgrades	1,250,000	1,250,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		Polaris Design Funding	700,000	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Combined with Polaris K-12 Addition/Renovation.
1/24/2003		Polaris K-12 Addition/Renovation	18,600,000	19,300,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Increased \$700,000 for design.
9/5/2003		Plamigan Elementary Addition/Renovation	6,400,000	6,400,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
		Rabbit Creek Elementary RFP Preparation	100,000	0	60%	<input type="checkbox"/>	<input type="checkbox"/>	Not approved; below \$200,000
2/3/2004		Sand Lake Elementary School Construction	10,900,000	10,900,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Funding combined with DR-03-118.
1/24/2003		Sand Lake Elementary School Design	750,000	750,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
9/5/2003		Service High School Phase 1 - Deferred	1,350,000	1,350,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Funding combined with DR-02-112.
9/5/2003		Service High School Phase 2A - Construction (Delayed)	15,900,000	16,260,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Funding combined with DR-02-119.
1/24/2003		Service High School Renewal Phase 2B Design & Phases 3 & 4 Preliminary Design	2,300,000	1,940,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Phase 2A work \$360,000 moved to Service High School Phase 2A - Construction.
2/3/2004		Turnagain Elementary School Design	900,000	900,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Anchorage			Requested Total	\$397,368,000	\$405,287,477	Approved Total		
3/18/2004	Juneau City Borough	Floyd Dryden Middle School Renovation - Phase 2	6,483,299	6,483,299	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
12/17/2003		JDHS Renovation & Addition	8,830,352	8,830,352	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Funding added to DR-02-113.

Approval Date	School District	Project Title	Amount Requested	Approved Amount	Rate	EED Approved	Voter Approved	Comments
1/29/2004	Juneau City Borough	JDHS Renovation, Phase 2	4,606,736	3,669,648	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Eligible debt reimbursement limited to \$3,669,648 by the total voter approved debt authorization of \$25,578,900 for work at JDHS.
5/8/2003		New Juneau High School	60,800,000	60,800,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
	Juneau City Borough	Requested Total	\$80,720,387	\$79,783,299		Approved Total		
4/23/2003	Kenai Peninsula	Seward Middle School Replacement	14,700,000	14,700,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
	Kenai Peninsula	Requested Total	\$14,700,000	\$14,700,000		Approved Total		
	Ketchikan	Schoenbar Middle School Renovations	9,000,000	0	70%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
	Ketchikan	Requested Total	\$9,000,000	\$0		Approved Total		
	Kodiak Island	District-Wide Floor Covering Replacement	728,708		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		East School Heating and Ventilation Upgrades	520,000		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak High School and Middle School Roof Repair	523,504		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak High School Asbestos Removal and Floor Covering Replacement	304,704		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak High School Exterior Insulation and Window Replacement	596,020		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak High School Heating and Ventilation Upgrades	250,000		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak High School Pool Space Reclamation	650,788		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Kodiak Middle School Concrete Repair	237,918		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Larsen Bay School Floor Repair	339,883		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Learning Center Renovation	1,182,336		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Old Harbor Gym/Voc-Ed Renovation	2,251,315		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
		Ouzinkle Gym Renovation	1,858,255		0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Voter approved; not yet EED approved
	Kodiak Island	Requested Total	\$9,443,431			Approved Total		
1/24/2003	Lake & Peninsula	Districtwide Gym Floor Replacement/Upgrade	1,419,651	1,419,651	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
1/24/2003		Districtwide Mechanical Heating/Waste Heat Upgrade	1,282,765	1,282,765	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
1/24/2003		Districtwide Roofing, Siding & Window Replacement	2,191,522	2,015,070	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
1/24/2003		Port Alsworth Library Renovation/Relocation	375,585	421,947	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
	Lake & Peninsula	Requested Total	\$5,269,523	\$5,139,433		Approved Total		
8/14/2003	Mat-Su Borough	Academy Charter School (Replacement)	7,800,000	7,800,000	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Did not pass in 10/7/03 election.
8/14/2003		Administration Building (Adapt Old Sherrod)	3,499,454	3,449,454	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Did not pass in 10/7/03 election.
7/30/2003		Big Lake Elementary School - Siding, Doors, and Windows	200,002	200,002	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
8/14/2003		Career Center (Vocational High School)	18,595,780	18,595,780	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
7/30/2003		Colony High School - Ventilation Improvements	200,010	200,010	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
8/14/2003		District Wide Repair and Renovation	4,186,499	4,186,499	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Approved; may require multiple project agreements.
8/14/2003		Midnight Sun Charter School (Capital Construction)	8,115,632	8,115,632	60%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Did not pass in 10/7/03 election.
8/14/2003		New Wasilla Area Elementary School	12,000,000	12,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
8/14/2003		Nutrition Services Facility	11,998,356	11,998,356	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
8/27/2003		Palmer Alternative School Phase II	999,424	999,818	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
7/30/2003		Palmer Junior/Middle School Sprinklers & Piping	1,237,658	1,237,658	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	

Approval Date	School District	Project Title	Amount Requested	Approved Amount	Rate	EED Approved	Voter Approved	Comments
7/30/2003	Mat-Su Borough	Su-Valley High School, Iditarod, Snowshoe Fire Alarms	481,015	481,015	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
Mat-Su Borough Requested Total			\$69,313,830	\$69,264,224	Approved Total			
6/5/2003	Nome City	Nome Beltz High School Gymnasium Renovation and Addition	2,321,183	2,321,183	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
6/5/2003		Nome Beltz Renovation and Mechanical/Electrical Upgrades	1,551,323	1,280,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Removed elementary tank replacement to separate project.
6/5/2003		Nome Elementary School Major Maintenance and Physical Plant Upgrades	1,071,298	1,071,298	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
6/5/2003		Nome Elementary UST Replacement	0	280,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
Nome City Requested Total			\$4,943,804	\$4,952,481	Approved Total			
	North Slope Borough	Tikigaq School Renovation	6,847,874	0	0%	<input type="checkbox"/>	<input checked="" type="checkbox"/>	In review to separate renovation and addition work.
North Slope Borough Requested Total			\$6,847,874	\$0	Approved Total			
7/21/2003	Northwest Arctic	June Nelson Improvements	7,217,600	6,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Adjusted approval 2/6/04
7/21/2003		Kotzebue High School Improvements	16,782,400	18,000,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Adjusted approval 2/6/04
Northwest Arctic Requested Total			\$24,000,000	\$24,000,000	Approved Total			
7/10/2003	Petersburg City	Petersburg Schools Major Maintenance Upgrades	3,507,000	3,507,000	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
Petersburg City Requested Total			\$3,507,000	\$3,507,000	Approved Total			
10/6/2003	Sitka City Borough	District Wide Major Maintenance	8,890,880	8,890,880	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
10/6/2003		Sitka High School Auditorium	12,000,000	12,000,000	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	
Sitka City Borough Requested Total			\$20,890,880	\$20,890,880	Approved Total			
9/17/2003	Valdez City	Elementary School Roof Replacement	2,154,221	2,153,200	70%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Differs from approval letter due to bond results.
9/17/2003		High School Roof Replacement	2,223,200	2,223,200	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
9/17/2003		Middle School Replacement	14,964,759	14,846,800	60%	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	Differs from approval letter due to bond results.
Valdez City Requested Total			\$19,342,180	\$19,223,200	Approved Total			
1/22/2004	Wrangell City	Wrangell District Wide Major Maintenance	1,970,000	1,970,000	70%	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Wrangell City Requested Total			\$1,970,000	\$1,970,000	Approved Total			
Grand Total Requested			\$679,316,909	\$661,717,994	Grand Total Approved		Voter and EED Approved: \$511,648,977	

SCHOOL CONSTRUCTION DEBT RETIREMENT AS 14.11.100 - FY2005 ESTIMATED STATE AID

Updated 4/14/04

SCHOOL DIST.	90% BOND SALES 7/1/77 TO 1/1/82 2YR LAG	80% ESTIMATED CASH PAYMENTS 2YR LAG	90% BOND SALES 1/1/82 TO 7/1/83 CURRENT PAY	80% BOND SALES 7/1/83 TO 3/31/90 CURRENT PAY	70% BOND SALES 4/1/90 TO PRESENT CURRENT PAY	60% BOND SALES 6/30/99 TO PRESENT CURRENT PAY	60%-70% ESTIMATED NEW BONDS SB11, HB281 & HB2003 CURRENT PAY	SCHOOL DIST.	ESTIMATED TOTAL DEBT RETIREMENT BY DISTRICT FOR FY2005
ALEUTIANS EAST					270,748		\$400,714	ALEUTIANS EAST	671,462
ANCHORAGE				4,789,843	24,393,512	2,027,733	4,893,143	ANCHORAGE	36,104,231
FAIRBANKS		24,209	640,458	3,656,754	6,251,150		858,041	FAIRBANKS	11,430,612
HOONAH					157,328			HOONAH	157,328
JUNEAU				60,126	1,622,516		3,606,701	JUNEAU	5,289,343
KENAI					2,644,576			KENAI	2,644,576
KETCHIKAN					1,479,355			KETCHIKAN	1,479,355
KODIAK		16,667			784,034		1,860,905	KODIAK	2,661,606
LAKE & PEN					663,979			LAKE & PEN	663,979
MAT-SU					6,882,650		2,865,000	MAT-SU	9,747,650
NOME							211,820	NOME	211,820
NORTH SLOPE					778,119		524,836	NORTH SLOPE	1,302,955
NORTHWEST ARCTIC					2,718,553		1,349,027	NORTHWEST ARCTIC	4,067,580
PETERSBURG							107,627	PETERSBURG	107,627
SITKA					915,908		1,484,333	SITKA	2,400,241
UNALASKA	146,363				305,077			UNALASKA	451,440
VALDEZ							1,001,200	VALDEZ	1,001,200
WRANGELL			739,260		36,574			WRANGELL	775,834
YAKUTAT					101,245			YAKUTAT	101,245
TOTALS	146,363	40,876	1,379,718	8,506,723	50,005,324	\$2,027,733	19,163,347		81,270,084

THESE ENTITLEMENTS ARE SUBJECT TO ADJUSTMENTS BASED ON ACTUAL BOND PAYMENTS.

BOND ENTITLEMENT	\$62,065,861
CASH ENTITLEMENT	40,876
SUB TOTAL	62,106,737
ESTIMATED DEBT SB11, HB281 & HB2003	19,163,347
EST. STATE AID-FY2005	81,270,084
EED OVERHEAD	600,000
TOTAL FY2005 STATE AID	81,870,084

DRAFT

Note: The following district retired bonds amounting to \$110,000 in FY2004. The Wrangell 1993 Refunding was retired in FY2004.

Alaska Department of Education & Early Development
 Debt Retirement FY76 - FY2003 with estimates for FY2004 & FY2005
 Eligible for Reimbursement vs. State Aid Provided
 Updated 1/15/2004

Fiscal Year	Eligible For Reimbursement	Actual State Aid	State Aid % Aid Provided
FY-76	\$9,242,312	\$8,810,500	95.33%
FY-77	10,107,336	9,051,600	89.55%
FY-78	11,408,304	11,408,304	100.00%
FY-79	27,868,182	22,273,300	79.92%
FY-80	30,823,133	24,081,000	78.13%
FY-81	38,380,174	38,380,174	100.00%
FY-82	38,262,156	38,262,156	100.00%
FY-83	60,772,910	56,169,700	92.43%
FY-84	90,600,074	90,600,074	100.00%
FY-85	93,161,981	93,161,981	100.00%
FY-86	109,707,936	106,315,600	96.91%
FY-87	125,272,615	115,845,000	92.47%
FY-88	118,701,313	109,472,700	92.23%
FY-89	118,469,048	110,193,451	93.01%
FY-90	113,923,479	107,374,886	94.25%
FY-91	123,959,155	116,276,078	93.80%
FY-92	127,245,080	127,245,080	100.00%
FY-93	124,948,218	124,948,218	100.00%
FY-94	98,648,541	98,648,541	100.00%
FY-95	93,742,116	93,742,116	100.00%
FY-96	79,212,669	79,212,669	100.00%
FY-97	62,476,074	62,476,074	100.00%
FY-98	61,639,666	61,639,666	100.00%
FY-99	61,990,844	61,990,344	100.00%
FY2000	64,349,790	64,349,790	100.00%
FY2001	52,098,690	52,098,690	100.00%
FY2002	54,057,200	54,057,200	100.00%
FY2003	51,969,968	51,969,968	100.00%
Proj. FY2004	66,024,100 1	66,024,100	100.00%
Proj. FY2005	81,870,084 1	81,870,084	100.00%

1 This estimate is based on the most current available data and includes EED overhead.

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 404
 (H) Publish Date: 1/28/04

Revision Date/Time (corrected): 12/12/03 12:42pm Dept. Affected: Administration
 Title An act relating to the Alaska Commission on Postsecondary RDU Centralized Administrative Services
 Education:... relating to an exemption from the State Procurement Code... Component Purchasing
 Sponsor Rules
 Requester Governor Component No. 60

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL 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						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
 Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: *(Attach a separate page if necessary)*
 The bill would exempt Alaska Commission on Postsecondary Education contracts for guaranteeing and disbursing financial aid money to institutions of postsecondary education from the State Procurement Code (AS 36.30).

 Bill has no fiscal impact.

Prepared by: Vern Jones, Chief Procurment Officer Phone (907)465-5684
 Division General Services Date/Time 12/15/03 10:00 AM
 Approved by: Mike Miller, Commissioner Date 12/15/2003
 Agency Administration

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: HB 404
 (H) Publish Date: 1/28/04

Revision Date/Time (Note if correction): _____ Dept. Affected: DCED
 Title ASLC Return Funds to State RDU Investments (122)
 Component Investments
 Sponsor Rules
 Requester By Request of the Governor Component No. 383

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL 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						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
 Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This legislation has no fiscal impact on the operations of the division.

Prepared by: Greg Winegar, Director Phone (907) 465-2510
 Division Investments Date/Time 12/12/03 4:22 PM
 Approved by: Edgar Blatchford, Commissioner Date 12/12/2003
 Agency Department of Community & Economic Development

HB

542

23-LS1874D
Bannister
4/9/04

CS FOR HOUSE BILL NO. 542()
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-THIRD LEGISLATURE - SECOND SESSION

*Adopted
4/29/04*

BY

Offered:
Referred:

Sponsor(s): HOUSE LABOR AND COMMERCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act reducing to \$5,000 the ceiling for a contract price allowed under one
2 construction contractor exemption and expanding the work that a specialty contractor
3 may perform to include, in addition to work requiring not more than three trades, work
4 under that construction contractor exemption; and changing the definition of specialty
5 contractor to refer to the work that a specialty contractor may perform."

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

7 * Section 1. AS 08.18.024 is amended by adding a new subsection to read:

8 (b) Notwithstanding (a) of this section, a specialty contractor may perform
9 work that

10 (1) requires the use of not more than three trades; or

11 (2) is exempt under AS 08.18.161(8).

12 * Sec. 2. AS 08.18.161(8) is amended to read:

13 (8) work on one project under one or more contracts, the aggregate

1 contract price of which for labor and materials and all other items is less than \$5,000
2 [\$10,000]; this exemption does not apply when the work is only a part of a larger or
3 major operation, whether undertaken by the same or a different contractor, or when the
4 work is divided into contracts of amounts less than \$5,000 [\$10,000] for the purpose
5 of evasion of this chapter or otherwise; this exemption does not apply to a person who
6 advertises or puts out a sign or card or other device that might indicate to the public
7 that the person is a contractor, or that the person is qualified to engage in the
8 contracting business; a contractor who performs work priced at \$2,500 or more, under
9 this exemption, shall nevertheless keep in force public liability and property damage
10 insurance with coverage in at least the amounts set out in AS 08.18.101;

11 * Sec. 3. AS 08.18.171(16) is amended to read:

12 (16) "specialty contractor" means a contractor, other than a mechanical
13 contractor, whose business operations are described in AS 08.18.024(b) [REQUIRE
14 THE USE OF NOT MORE THAN THREE TRADES];

15 * Sec. 4. The uncodified law of the State of Alaska is amended by adding a new section to
16 read:

17 TRANSITION PROVISIONS. (a) AS 08.18.161(8), as amended by sec. 2 of this
18 Act, does not apply to a person who has a business license under AS 43.70.020 to perform
19 work under AS 08.18.161(8) until the later of

20 (1) the end of the term for which the business license is issued before the
21 person is required to renew the license; or

22 (2) the completion of construction begun by the person under AS 08.18.161(8)
23 before the effective date of this Act.

24 (b) Notwithstanding (a) of this section, AS 08.18.161(8), as amended by sec. 2 of this
25 Act, applies to all persons on and after a date that is one and one-half years after the effective
26 date of this Act.

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 542
 (H) Publish Date: 4/13/04

Revision Date/Time (Note if correction):
 Title Construction Contractors
 Sponsor House Labor and Commerce
 Requester House Labor and Commerce

Dept. Affected: DCED
 RDU Occupational Licensing (117)
 Component Occupational Licensing
 Component No. 2360

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL 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						
Other 1156 - Receipt Supported Services						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
 Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

HB 542 makes amendments to the specialty contractors license requirements and contractor exemptions. New funds are not required to implement these amendments.

Prepared by: Jennifer Strickler, Administrative Manager Phone (907) 465-2144
 Division Occupational Licensing Date/Time 3/29/04 1:40 PM
 Approved by: Edgar Blatchford, Commissioner Date 3/29/2004
 Agency Department of Community and Economic Development

Alaska State Legislature

Rep. Tom Anderson, Chair
Rep. Carl Gatto, Vice - Chair
Rep. Norman Rokeberg, Member
Rep. Nancy Dahlstrom, Member
Rep. Bob Lynn, Member
Rep. Harry Crawford, Member
Rep. David Guttenberg, Member



State Capitol
Juneau, Ak 99801-1182
(907) 465-4954
Fax: (907) 465-2418

House Labor & Commerce Committee

SPONSOR STATEMENT

HB 542

"An Act relating to specialty construction contractors and to construction contractor exemptions."

HB 542 lowers the limit of a project cost from \$10,000 to \$5,000, and expands the work that can be done by a specialty contractor. Under current law, exemptions allowed under AS 08.18.161(8) allows unlicensed persons to act as contractors, when they are not. In fact, they compete with contractors and are not required to have a bond or insurance. The \$10,000 limit on the value of work they can do makes this an attractive alternative. However, having no bond or insurance gives the consumer no protection from faulty work.

Occupational Licensing issues these individuals a business license under a 2360 code, which says their license is "Construction related Exempt from contractors registration". If they were to show their license to someone, they would probably get the idea that they were licensed contractors.

To help alleviate the problem, Occupational Licensing has created category under the 8101 code, and called them Handymen, which is what they have always been called, yet there is nothing in law or regulations that use that name.

The changes provided in HB 542 will go a long way toward resolving the issue and provide a greater level of consumer protection.

LINES OF BUSINESS AND ACTIVITIES

The business classification system has been updated.

A single license enables your business to engage in any activity within the assigned Line of Business.

If your business works in more than one line, you will need more than one business license.

The Line of Business assigned to a business license cannot be changed. To change a Line of Business, you must obtain a new business license.

LINES OF BUSINESS

- 11 - Agriculture, Forestry, Fishing and Hunting
- 21 - Mining
- 22 - Utilities
- 23 - Construction
- 31 - Manufacturing
- 42 - Trade
- 48 - Transportation and Warehousing
- 51 - Information
- 52 - Finance and Insurance
- 53 - Real Estate, Rental, and Leasing
- 54 - Professional, Scientific, and Technical Services
- 55 - Management of Companies and Enterprises
- 56 - Administrative, Support, Waste Management, and Remediation Services
- 61 - Educational Services
- 62 - Health Care and Social Assistance
- 71 - Arts, Entertainment, and Recreation
- 72 - Accommodation and Food Services
- 81 - Services
- 92 - Public Administration

NEED HELP?

For assistance or for information about the Business License program, contact the business license office nearest you in person or by telephone. If you prefer to write, send your letter to the headquarters office in Juneau, or E-mail to: License@dced.state.ak.us.

JUNEAU HEADQUARTERS
Division of Occupational Licensing
P.O. Box 110806, Juneau, AK 99811-0806

Physical Location in Juneau
Location: 9th Floor, State Office Building, 333 Willoughby Avenue
Telephone: (907) 465-2550

ANCHORAGE
Atwood Building, 550 W 7th Avenue, Suite 1500
Telephone: (907) 269-8173

WEBSITE: www.dced.state.ak.us/occ/buslic.htm

BUSINESS ACTIVITIES

1. Select the Activity Code from the list below your Line of Business which best describes your primary business activity and write the code number on your application.
2. You may select one additional Activity Code from the list below your Line of Business to describe a significant secondary activity.

If you engage in an activity with a six-digit code, an occupational license is required before a business license will be issued.

If your business activities are not listed under the Line of Business you have selected, you must either change your Line of Business, or obtain an additional business license.

AGRICULTURE, FORESTRY, FISHING & HUNTING

1111	Oilseed & Grain Farming
1112	Vegetable & Melon Farming
1113	Fruit & Tree Nut Farming
1114	Greenhouse, Nursery & Floriculture Production
1119	Other Crop Farming
1121	Cattle Ranching & Farming
1122	Hog & Pig Farming
1123	Poultry & Egg Production
1124	Sheep & Goat Farming
1125	Animal Aquaculture
1129	Other Animal Production (breed/raise sled dogs)
1131	Timber Tract Operations
1132	Forest Nurseries & Gathering Forest Products
1133	Logging
1141	Fishing (commercial, <i>not guides</i>)
1142	Hunting & Trapping (commercial, <i>not guides</i>)
1151	Crop Production Support
1152	Animal Production Support
1153	Forestry Support

MINING

2111	Oil & Gas Extraction
2121	Coal Mining
2122	Metal Ore Mining
2123	Nonmetallic Mineral Mining & Quarrying
2131	Mining Support Activities

UTILITIES

2211	Electric Power Generation, Transmission & Distribution
2212	Natural Gas Distribution
2213	Water, Sewage & Other Systems

CONSTRUCTION

2331	Land Subdivision & Land Development (no const. or site prep.)
233200	<i>General Contractors</i>
233300	<i>General Contractors (excluding residential)</i>
<i>Specialty Construction Contractors:</i>	
234100	<i>Road Construction</i>
235100	<i>Plumbing, Heating & Air Conditioning</i>
235200	<i>Painting & Wall Covering</i>
235300	<i>Electrical Contractors</i>
235400	<i>Masonry, Drywall, Insulation, Tile</i>
235500	<i>Carpentry & Floor</i>
235600	<i>Roofing, Siding, & Sheet Metal</i>
235700	<i>Concrete Contractors</i>
235800	<i>Water Well Drilling</i>
235900	<i>Other Special Trade Contractors (excavation, glazing, - plaster, welding, gas tank & sewer systems, etc.)</i>
235991	<i>Underground Storage Tank Workers</i>

MANUFACTURING

3111	Animal Food Manufacturing
3112	Grain & Oilseed Milling
3113	Sugar & Confectionery Product Manufacturing
3114	Fruit & Vegetable Preservatives & Specialty Food Mfg.
3115	Dairy Product Manufacturing
3116	Animal Slaughtering & Processing
3117	Seafood Product Preparation & Packaging

Manufacturing, continued

3118	Bakeries & Tortilla Manufacturing
3119	Other Food Manufacturing
3121	Beverage Manufacturing
3122	Tobacco Manufacturing
3131	Fiber, Yam & Thread Mills
3132	Fabric Mills
3133	Textile/Fabric Finishing/Fabric Coating Mills
3141	Textile Furnishings Mills
3149	Other Textile Product Mills
3151	Textile Furnishings Mills
3152	Cut & Sew Apparel Manufacturing
3159	Apparel Accessories & Other Apparel Manufacturing
3161	Leather & Hide Tanning & Finishing
3162	Footwear Manufacturing
3169	Other Leather & Allied Product Manufacturing
3211	Sawmills & Wood Preservation
3212	Veneer, Plywood & Engineered Wood Product
3219	Other Wood Product Mfg. (manufactured homes)
3221	Pulp, Paper & Paperboard Mills
3222	Converted Paper Product Manufacturing
3231	Printing & Related Support Activities
3241	Petroleum & Coal Products Manufacturing
3251	Basic Chemical Manufacturing
3252	Resin, Synthetic Rubber, Artificial & Synthetic
3253	Pesticide, Fertilizer & Other Agricultural Chemical Mfg.
325412	<i>Pharmaceutical & Medicine Manufacturing</i>
3255	Paint, Coating & Adhesive Manufacturing
3256	Soap, Cleaners & Toilet Preparation Manufacturing
3259	Other Chemical Product & Preparation
3261	Plastics Product Mfg.
3262	Rubber Product Mfg.
3271	Clay Product & Refractory Mfg.
3272	Glass & Glass Product Mfg.
3273	Cement & Concrete Produce Mfg.
3274	Lime & Gypsum Product Mfg.
3311	Iron & Steel Mills & Ferroalloy Mfg.
3312	Steel Product Mfg. From Purchased Steel
3313	Alumina & Aluminum Production & Processing
3314	Nonferrous (excluding Alum) Production & Processing
3315	Foundries
3321	Forging & Stamping
3322	Cutlery & Hand tool Mfg.
3323	Architectural & Structural Metals Mfg.
3324	Boiler, Tank & Shipping Container Mfg.
3325	Hardware Mfg.
3326	Spring & Wire Product Mfg.
3327	Machine Shops, Turn Products, Screw, Nut, Bolt Mfg.
3328	Coating, Engrave, Heat Treating & Other Activity
3329	Other Fabricated Metal Product Mfg. (welding)
3331	Agriculture, Construction & Mining Machinery Mfg.
3332	Industrial Machinery Mfg.
3333	Commercial & Service Industry Machinery Mfg.
3334	HVAC & Commercial Refrigeration Equipment Mfg.
3335	Metalworking Machinery Mfg.
3336	Engine, Turbine & Power Transmission Equipment Mfg.
3339	Other General Purpose Machinery Mfg.
3341	Computer & Peripheral Equipment Mfg.
3342	Communications Equipment Mfg.
3343	Audio & Video Equipment Mfg.
3344	Semiconductor & Other Electronic Component Mfg.

Manufacturing, continued

3345	Navigational, Measuring, Medical, Control Instruments Mfg
3346	Mfg. & Reproducing Magnetic & Optical Media
3351	Electric Lighting Equipment Mfg.
3352	Household Appliance Mfg
3353	Electrical Equipment Mfg.
3359	Other Electrical Equipment & Component Mfg
3361	Motor Vehicle Mfg.
3362	Motor Vehicle Body & Trailer Mfg
3363	Motor Vehicle Parts Mfg.
3364	Aerospace Product & Parts Mfg. (restoration & rebuilding)
3365	Railroad Rolling Stock Mfg
3366	Ship & Boat Building
3369	Other Transportation Equipment Mfg.
3371	Household & Institutional Furniture & Kitchen Cabinet Mfg
3372	Office Furniture (including Fixtures) Mfg.
3379	Other Furniture Related Product Mfg.
3391	Medical Equipment & Supplies Mfg
3399	Other Miscellaneous Manufacturing (i.e., jewelry, silverware, dolls, etc.)

TRADE**WHOLESALE:**

4211	Motor Vehicle, Motor Vehicle Parts & Supplies
4212	Furniture & Home Furnishings
4213	Lumber & Other Construction Materials
4214	Professional & Commercial Equipment & Supplies
4215	Metal & Mineral (except Petroleum)
4216	Electrical Goods
4217	Hardware, Plumbing & Heating Equipment & Supplies
4218	Machinery, Equipment & Supplies
4219	Miscellaneous Durable Goods
4221	Paper & Paper Products
4222	Drugs and Druggists' Sundries Wholesalers
422210	Pharmaceuticals wholesale
4223	Apparel, Piece Goods & Notions
4224	Grocery & Related Products
4225	Farm Product Raw Materials
4226	Chemical & Allied Products
4227	Petroleum & Petroleum Products
4228	Beer, Wine, Distilled Alcoholic Beverages
4229	Miscellaneous Nondurable Goods

RETAIL:

4411	Automobile Dealers (cars)
4412	Other Motor Vehicle Dealers (except cars)
4421	Furniture Stores
4422	Home Furnishings Stores
4431	Electronics & Appliance Stores
4441	Building Material & Supplies Dealers
4442	Lawn & Garden Equipment & Supplies Stores
4451	Grocery Stores
4452	Specialty Food Stores
4453	Beer, Wine & Liquor Stores
4461	Health & Personal Care Stores
446110	Pharmacies
446130	Dispensing Opticians
446192	Hearing Aid Dealers
4471	Gasoline Stations
4481	Clothing Stores
4482	Shoe Stores
4483	Jewelry, Luggage & Leather Goods Stores
4511	Sporting Goods, Hobby, Musical Instrument, Craft Stores
4512	Book, Periodical & Music Stores
4521	Department Stores
4529	Other General Merchandise Stores
4531	Florists
4532	Office Supplies, Stationery & Gift Stores
4533	Used Merchandise Stores
4539	Other Miscellaneous Retailers
4538	Mobile Home Dealers
4541	Electronic Shopping & Mail-order Houses
4542	Vending Machine Operators
4543	Direct Selling Establishments

TRANSPORTATION AND WAREHOUSING

4811	Scheduled Air Transportation
4812	Nonscheduled (private) Air Transportation
4821	Rail Transportation
4831	Deep Sea, Coastal & Great Lakes Water Transportation
4832	Inland Water Transportation

Transportation and Warehousing, continued

4841	General Freight Trucking
4842	Specialized Freight Trucking
4851	Urban Transit Systems
4852	Interurban & Rural Bus Transportation
4853	Taxi & Limousine Service
4854	School & Employee Bus Transportation
4855	Charter Bus Industry
4859	Other Transit & Ground Passenger Transportation
4861	Pipeline Transportation of Crude Oil
4862	Pipeline Transportation of Natural Gas
4869	Other Pipeline Transportation
4871	Scenic & Sightseeing Transportation, Land
4872	Scenic & Sightseeing Transportation, Water (boat charter not fishing)
4879	Scenic & Sightseeing Transportation, Other
4881	Air Transportation Support Activities (runway maint., aircraft R & M)
4882	Rail Transportation Support Activities
4883	Water Transportation Support Activities
488330	Marine Pilots and Agents
4884	Road Transportation Support Activities (towing)
4885	Freight Transportation Arrangement
4889	Other Transportation Support Activities
4911	Postal Service, Postal Delivery Service:
4921	Couriers
4922	Local Messengers & Local Delivery
4931	Warehousing & Storage

INFORMATION

5111	Newspaper, Periodical, Book, Database Publishers
5112	Software Publishers
5121	Motion Picture & Video Industries
5122	Sound Recording Industries
5131	Radio & Television Broadcasting
5132	Cable Networks & Program Distribution
5133	Telecommunications
5141	Information Services (internet service providers)
5142	Data Processing Services

FINANCE

5211	Monetary Authorities - Central Bank
5221	Depository Credit Intermediation
5222	Non-depository Credit Intermediation - (mortgage companies, consumer lending, pawn shops, etc.)
5223	Activities Related to Credit Intermediation (mortgage brokers)
5231	Security & Commodity Contracts Intermed & Brokerage
5232	Securities & Commodity Exchanges
5239	Other Financial Investment Activities
5241	Insurance Carriers
5242	Agencies & Other Insurance Related Activities
5251	Insurance & Employee Benefit Funds
5259	Other Investment Pools & Funds

REAL ESTATE, RENTAL, AND LEASING

5311	Lessors of Real Estate
5312	Offices of Real Estate Agents and Brokers
5313	Activities related to Real Estate
531210	Real Estate Brokers
531211	Real Estate Sales People
531312	Real Estate Property Managers
531320	Certified Real Estate Appraisers
5314	Appraisers (non-certified)
5321	Automotive Equipment Rental & Leasing
5322	Consumer Goods Rental (video rentals, etc.)
5323	General Rental Centers (shop owners, etc.)
5324	Commercial/Industrial Equipment Rental & Leasing
5331	Lessors of Other Nonfinancial Intangible Asset

PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES

5411	Legal Services
5412	Accounting, Tax Prep, Bookkeeping, Payroll Services
5413	Architectural, Engineering & Related Services (exempt)
541211	Public Accountants (CPAs)
541310	Architects
541320	Landscape Architects
541330	Engineers
541360	Geologists (registered)
541370	Land Surveyors
5414	Specialized Design Services (interior design services)
5415	Computer Systems Design & Related Svcs (web design)

Professional, Scientific, and Technical Services, continued

5416 Management, Science, Technical Consulting, Environ. Svc
5417 Scientific Research & Development Service
5418 Advertising & Related Service:
5419 Other Professional, Scientific, Technical Svcs (diving svcs
541940 *Veterinarians*

MANAGEMENT OF COMPANIES & ENTERPRISES

5511 Management of Companies & Enterprise

ADMINISTRATIVE, SUPPORT, WASTE MANAGEMENT, AND REMEDIATION SERVICES

5611 Office Administrative Service:
5612 Facilities Support Service:
5613 Employment Service:
5614 Business Support Services (transcription services
561440 *Collection Agencies*
5615 Travel Arrangement & Reservation Service
5616 Investigation & Security Services (locksmiths, private inv
5617 Services to Buildings & Dwellings (janitorial, snow plowing
lawn services)
5619 Other Support Services (packaging, labeling, flagging
trade show organizers
5621 Waste Collection
5622 Waste Treatment & Disposal
5629 Remediation & Other Waste Management Service

EDUCATIONAL SERVICES

6111 Elementary & Secondary School:
6112 Junior Colleges:
6113 Colleges, Universities & Professional School
6114 Business Schools, Computer, & Management Trainin
6115 Technical & Trade Schools:
611511 *Barber, Hairdresser, Manicurist, Esthetician Schools*
6116 Other Schools & Instruction (fine arts, language, piano
sports & recreation instruction
6117 Educational Support Services (preschools)

HEALTH CARE AND SOCIAL ASSISTANCE

62111 *Physicians, Osteopaths (medical doctors)*
62120 *Dentists*
6213 Offices of Other Health Practitioners (exempt from prof lic
621310 *Chiropractors*
621320 *Optometrists*
621330 *Psychologists*
621340 *Speech Pathologists*
621341 *Audiologists*
621342 *Physical Therapists*
621343 *Occupational Therapists*
621389 *Dietitians*
621390 *Nutritionists*
621391 *Podiatrists*
621392 *Acupuncturists*
621393 *Dental Hygienists*
621394 *Direct Entry Midwives*
621395 *Naturopaths*
621396 *Registered Nurses, ANPs, RNAs*
621397 *Practical Nurses*
621398 *Nurse Aides*
621399 *Physicians' Assistants, Paramedics*
6214 Outpatient Care Centers (Family Planning Ctrs, Medica
Clinics, Substance Abuse Ctrs, Kidney Dialysis Ctrs
621411 *Professional Counselors*
6215 Medical & Diagnostic Laboratorie:
621513 *Dental X-Ray Equipment (ownership)*
6216 Home Health Care Services (skilled health svcs in home:
6219 Other Ambulatory Health Care Service
(Ambulance Svcs, Blood & Organ Banks
6221 General Medical & Surgical Hospital
6222 Psychiatric & Substance Abuse Hospital:
6223 Other Specialty Hospital:
6231 Nursing Care Facilities:
623111 *Nursing Home Administrators*
6232 Residential Mental Retardation/Health Facility

6233 Community Care Facilities for the Elderl
6239 Other Residential Care Facilities (halfway homes, orphanage
6241 Individual & Family Services (drug prevention, life skills trainin
624191 *Marital & Family Therapists*
624192 *Social Workers*
6242 Community, Emergency & Other Relief Service
6243 Vocational Rehabilitation Service
6244 Child Day Care Services:

ARTS, ENTERTAINMENT, AND RECREATION

7111 Performing Arts Companie:
7112 Spectator Sports:
711310 *Concert Promoters*
7114 Agents, Managers for Artists & Other Public Figure
7115 Independent Artists, Writers & Performers (photographers
taxidermy,
7121 Museums, Historical Sites & Like Institution:
7131 Amusement Parks & Arcade:
7132 Gambling Industries:
7139 Other Amusement & Recreation Industries (golf course:
country clubs, skiing facilities, marinas, tourist guide:
713991 *Hunting Guides*
713992 *Transporters (for hunting guides)*
7140 Fishing Guides and Fishing Charter:

ACCOMMODATION & FOOD SERVICES

7211 Traveler Accommodati:
(hotels, motels, bed & breakfast)
7212 RV Parks & Recreational Camp:
7213 Rooming & Boarding House:
7221 Full-Service Restaurant:
7222 Limited-Service Eating Places (snack bars, cafeteria:
7223 Special Food Services (caterers, mobile food service
7224 Drinking Places (alcoholic beverage):

SERVICES

8101 Handyman
8111 Automotive Repair & Maintenance
8112 Electronic & Precision Equipment R & M
8113 Commercial Equipment (excluding auto & electronic) R & I
8114 Personal & Household Goods R & M (alterations:
8121 Personal Care Services (diet & weight ctrs, massage therap
812110 *Esthetician, Skin Care*
812111 *Barber*
812112 *Hairdresser*
812113 *Manicurists*
812198 *Body Piercing practitioners*
812199 *Tattoo & Perm. Cosmetic Coloring practitioners*
812210 *Morticians*
812211 *Embalmers*
812212 *Funeral Directors*
812213 *Funeral Establishments*
8123 Dry-cleaning & Laundry Service:
8129 Other Personal Services (pet care (except veterinary)
photofinishing, parking lots, escort services
8131 Religious Organization:
8132 Grantmaking & Giving Service:
8133 Social Advocacy Organization:
8134 Civic & Social Organization:
8141 Private Household Services (cooks, maids, butlers
gardeners, caretakers)

PUBLIC ADMINISTRATION

9211 General Government Administration
(public finance activities
9221 Justice, Public Order & Safety Activities:
(courts, police protection, fire protection
9231 Administration of Human Resource Program
(education programs, public health program:
9241 Administration of Environmental Quality Program
(air, water, solid waste
9251 Administration of Housing, Urban Planning, Community Dev
9261 Administration of Economic Program
(transportation, utilities, agricultura
9271 Space & Research Technology
9281 National Security & International Affairs



Sec. 08.18.161. Exemptions.

To the extent that this chapter governs contractors, this chapter does not apply to

- (1) an authorized representative of the United States government, the State of Alaska, or a political subdivision or agency of the state;
- (2) an officer of a court when acting within the scope of office;
- (3) a public utility operating under the regulations of the public service commission in construction, maintenance, or development work incidental to its own business;
- (4) a construction, repair, or operation incidental to the discovering or producing of petroleum or gas, or the drilling, testing, abandoning, or other operation of a petroleum or gas well or a surface or underground mine or mineral deposit when performed by an owner or lessee;
- (5) the sale or installation of finished products, materials, or articles of merchandise that are not actually fabricated into and do not become a permanent, fixed part of a structure;
- (6) construction, alteration, or repair of personal property;
- (7) a person who only furnished materials, supplies, or equipment without fabricating them into, or consuming them in the performance of, the work of the contractor;
- (8) work on one project under one or more contracts, the aggregate contract price of which for labor and materials and all other items is less than \$10,000; this exemption does not apply when the work is only a part of a larger or major operation, whether undertaken by the same or a different contractor, or when the work is divided into contracts of amounts less than \$10,000 for the purpose of evasion of this chapter or otherwise; this exemption does not apply to a person who advertises or puts out a sign or card or other device that might indicate to the public that the person is a contractor, or that the person is qualified to engage in the contracting business; a contractor who performs work priced at \$2,500 or more, under this exemption, shall nevertheless keep in force public liability and property damage insurance with coverage in at least the amounts set out in AS 08.18.101 ;
- (9) an owner who contracts for a project with a registered contractor;
- (10) a person working on that person's own property, whether occupied by the person or not, and a person working on that person's own residence, whether owned by the person or not;
- (11) an owner or tenant of commercial property who uses the owner's or tenant's own employees to do maintenance, repair, and alteration work upon that property;
- (12) an owner who acts as the owner's own contractor and in doing so hires workers on an hourly basis, hires subcontractors, purchases materials and, as such, sees to the paying for all labor, subcontractors, and materials; in this case, the owner shall be limited to construction of one home, duplex, triplex, four-plex, or one commercial building a year;

(13) a person performing construction work incidental to farming, dairying, agriculture, horticulture, stock or poultry raising, mining, logging, fishing, clearing, or other work upon the land in rural districts for fire prevention purposes, or access road building, unless the person is a licensee.

Sec. 08.18.170. [Repealed, Sec. 1 ch 100 SLA 1968].

Repealed or Renumbered

Sec. 08.18.171. Definitions.

In this chapter,

(1) "builder" means general contractor;

(2) "cash deposit" means a cash deposit or other negotiable security filed with the commissioner in lieu of a surety bond under AS 08.18.071(b);

(3) "commissioner," unless the text reads otherwise, means the commissioner of the Department of Community and Economic Development;

(4) "contractor" means a person who, in the pursuit of an independent business, undertakes or offers to perform, or claims to have the capacity to perform, or submits a bid for a project to construct, alter, repair, move, or demolish a building, highway, road, railroad, or any type of fixed structure, including excavation and site development and erection of scaffolding; "contractor" includes a general contractor, builder, mechanical contractor, specialty contractor, and subcontractor;

(5) "department" means the Department of Community and Economic Development, unless the context indicates otherwise;

(6) "existing home" means a residence previously occupied as a residence;

(7) "general contractor" means a contractor whose business operations require the use of more than three trades or the use of mechanical or specialty contractors and subcontractors who are under the supervision of the contractor;

(8) "home inspection" means a visual examination, performed in accordance with standards of practice adopted by the department, of the readily accessible parts of one or more of the following systems and components of a residence or intended residence:

(A) heating and air-conditioning systems;

(B) plumbing and electrical systems;

(C) built-in appliances;

(D) roof, attic, and visible insulation;

(E) walls, ceilings, floors, windows, and doors;

(F) foundation and basement;

(G) visible interior and exterior structures;

(H) drainage to and from the residence;

(I) other systems or components as specified by the department in regulations;

(9) "home inspector" means an individual who performs or offers to perform a home inspection for a fee;

(10) "joint registration" means a certificate of registration that authorizes an individual to inspect both new homes and existing homes;

(11) "knowingly" has the meaning given in AS 11.81.900 ;

(12) "mechanical contractor" means a contractor whose business operations involve plumbing, pipe fitting, sheet metal, heating, air conditioning, ventilating, or sprinkler and dry chemical fire protection trades in order to install or modify mechanical piping and systems, devices, fixtures, and equipment or other mechanical materials subject to the following codes as published by the International Association of Plumbing and Mechanical Officials or the International Conference of Building Officials:

(A) Uniform Plumbing Code;

(B) Uniform Swimming Pool, Spa, and Hot Tub Code;

(C) Uniform Solar Energy Code; and

(D) Uniform Mechanical Code;

(13) "new home" means a residence not previously occupied as a residence;

(14) "residence" means

(A) a single-family home other than a mobile home;

(B) a duplex, triplex, or four-plex; or

(C) a residential townhouse or residential condominium unit;

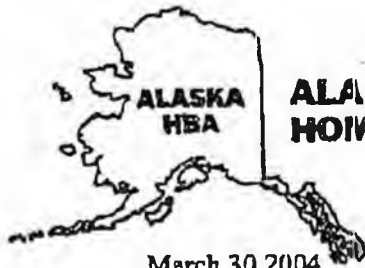
(15) "residential contractor" means a general contractor whose business and operation involve undertaking the construction or alteration of a privately-owned residential structure of one to four units that is used or intended to be used as a human dwelling;

(16) "specialty contractor" means a contractor, other than a mechanical contractor, whose business operations require the use of not more than three trades;

(17) "trade" means a skill used in the field of construction, as defined by regulation by the department;

(18) "visual examination" means an examination performed in person at the physical location of the residence except that, if a method other than personal physical inspection has been approved by the

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ALASKA STATE HOMEBUILDERS ASSOCIATION

March 30, 2004

Representative Tom Anderson, Chairman
House Labor & Commerce Committee
State Capital Building
Juneau, Alaska

Subject: HB542 - comments by ASHBA

Dear Representative Anderson:

Thank you for this opportunity to offer comments regarding HB542, an Act relating specialty construction contractor and construction contractor exemptions.

The Alaska State Home Building Association (ASHBA) has made it a top priority to support legislation that addresses the growing problem of unregistered contractors providing services beyond the limitations allowed by state law. HB542 helps to address this problem by lowering the threshold cost of a construction project that can be performed by an unregistered contractor from \$10,000 down to \$5,000.

ASHBA supports the intent of HB542, but our members feel that additional provisions should be included in this legislation that can further strengthen our laws in a way that helps protect consumers.

There is a growing problem in the residential construction industry with individuals who offer construction services without meeting any of the registration requirements under state law. Records at the Division of Occupational Licensing show over 1,600 business licenses in Alaska for "Construction-related EXEMPT from contractor registration." These businesses are not required to carry any insurance for general liability, and often are sole-proprietors without worker's compensation insurance. While they are limited by law in the amount and scope of work they can do, enforcement of these laws is minimal and difficult to prosecute.

As insurance rates have skyrocketed over the past year, registered construction contractors around the state are seeing more and more violations of unregistered contractors performing work beyond the limitations imposed by state law. In many instances, we are finding out that the consumer is either unaware that the contractor is not registered with the state, or they are willingly contracting for work that is in violation of the law.



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While lowering the threshold project amount down to \$5,000 will help, our belief is that there already exists a big problem of unregistered contractors performing on projects that exceed the current limitations. In addition to lowering the contract amount, ASHBA believes that enforcement tools should be included in the bill to help allow the state to crack down on contractors that disregard the law.

Attached is bill language that would allow enforcement officials within the Division of Occupational Licensing to issue citations and prosecute fines for initial violations. Hearing officers within the Department would oversee this process. We believe this type of enforcement for initial violations will go further to crack down on unregistered contractors violating state law. Under current law, these types of violations must be prosecuted by the District Attorney's office, and often are given a very low priority when compared to the many other duties of our state prosecutors.

ASHBA also believes that the threshold should be even lower than \$5,000. We have discussed and are willing to support lowering the amount to \$2,500.

Again, ASHBA supports HB542. We ask that you consider including the provisions we have suggested, and what you know that we are prepared to speak to them if they are included in this bill.

Thank you for your time and consideration of these provisions.

Sincerely,



Rita Hamilton, President
Alaska State Home Building Association

attachment

* **Section 1. LEGISLATIVE INTENT.** It is the intent of the Alaska Legislature that this Act provide a cost effective method of enforcing the construction contractor licensing provisions of existing law by creating administrative civil penalties that can be imposed on individuals who fail to register as construction contractors as required by law.

* **Sec. 2.** AS 08.18.118 is repealed and reenacted to read:

Sec. 08.18.118. Citation imposing civil penalty and procedure.

(a) In addition to and notwithstanding the citation authority established under AS 08.01.102 and 08.01.103, the department may issue a written citation imposing a civil penalty to a person who violates AS 08.18.011 or 08.18.025. Following issuance of a citation imposing a civil penalty, the department shall provide the person an opportunity for a hearing before a department hearing officer. A decision of a hearing officer under this subsection may be appealed to the appropriate court.

—(b) The time specified in the notice to appear on a citation issued under this section must be at least 10 days, not including weekends and holidays, after the issuance of the citation, unless the person cited requests an earlier hearing.

—(c) The Department of Community and Economic Development and the Department of Labor and Workforce Development are responsible for the issuance of books containing appropriate citations, and each shall maintain a record of each book issued and each citation contained in it. Each department shall require and retain a receipt for every book issued to an employee of that department.

* **Sec. 3.** AS 08.18.119 is amended to read:

Sec. 08.18.119. Failure to obey citation. Unless the citation has been voided or otherwise dismissed by the magistrate, judge, or prosecutor, a person who without lawful justification or excuse fails to appear before a department hearing officer or in court to answer a citation issued under this chapter, regardless of the disposition of the charge for which the citation was issued, is guilty of a class B misdemeanor.

* **Sec. 4.** AS 08.18.141(a) is amended to read:

(a) A contractor, home inspector, or person acting in the capacity of a contractor or home inspector who knowingly violates AS 08.18.011 or 08.18.025 and who has (1) not previously committed a violation shall pay a civil penalty of \$100; (2) one prior violation shall pay a civil penalty of \$300; (3) two or more prior violations is guilty of a class B misdemeanor. A person who violates another provision of this chapter is guilty of a violation punishable under AS 12.

* **Sec. 5.** AS 08.18.161(8) is amended to read:

(8) work on one project under one or more contracts, the aggregate contract price of which for labor and materials and all other items is less than \$10,000; this exemption does not apply when the work is only a part of a larger or major operation, whether undertaken by the same or a different contractor, or when the work is divided into

FROM : AKRENOVATEORS INC
Mar 30 04 03:59p

FAX NO. : 907 780 4327

Apr. 01 2004 02:25AM P4

P. 4

contracts of amounts less than \$10,000 for the purpose of evasion of this chapter or otherwise; this exemption does not apply to a person who advertises or puts out a sign or card or other device that might indicate to the public that the person is a contractor, or that the person is qualified to engage in the contracting business; a contractor who performs work priced at \$1,000 [\$2,500] or more, under this exemption, shall nevertheless keep in force public liability and property damage insurance with coverage in at least the amounts set out in AS 08.18.101;

HB

543

23-LS1835\Q
Mischel
4/27/04

Adopted

CS FOR HOUSE BILL NO. 543(RLS)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE

Offered:

Referred:

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

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to medical assistance coverage for prescription drugs; and providing
2 for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 47.07 is amended by adding a new section to read:

5 **Sec. 47.07.037. Preferred drug list; limitation of drug coverage.** (a) If the
6 department undertakes a cost containment measure under this chapter that involves a
7 preferred drug list or limitation of medical assistance coverage for a drug, the
8 department shall pay for a brand name drug when a prescriber indicates on the
9 prescription that the drug is "medically necessary."

10 (b) In this section, "drug" means a prescription drug that is eligible under
11 federal law for coverage under this chapter.

12 * **Sec. 2.** This Act takes effect immediately under AS 01.10.070(c).

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: CSHB 543(HES)
(H) Publish Date: 4/26/2004

Revision Date/Time (Note if correction): _____ Dept. Affected: _____
Title Medicaid and Prescription Drugs BRU _____
Sponsor Representative Peggy Wilson Component _____
Requester _____ Component No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0
Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Linda Miller - Staff Phone _____
Division: House Health, Education and Social Services Committee Date/Time 4/26/04 9:38 AM
Approved by: Representative Peggy Wilson - Chair Date 4/26/2004
Agency: House Health, Education and Social Services Committee

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2
Bill Version: CSHB 543(RLS)
(H) Publish Date: 4/30/2004

Revision Date/Time (Note if correction): _____ Dept. Affected: H&SS
Title Medical Assistance Coverage for BRU Health Care Services
Prescription Drugs Component Medicaid Services
Sponsor H HESS Committee
Requester House Rules Committee Component No. 2077

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

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

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
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Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Janet S. Seitz, Staff Phone 465-3764
Division House Rules Committee Date/Time 4/29/04 9:02 PM
Approved by: Representative Norman Rokeberg Date 4/29/2004
Agency Chairman, House Rules Committee



Health, Education, and Social Services Committee
Alaska State Legislature
House of Representatives
Representative Peggy Wilson - Chair

SPONSOR STATEMENT

HB 543
"Medicaid and Prescription Drugs"

HB 543 will in no way stop or delay the implementation of the Senior Care Program.

The Department of Health and Social Services is currently in the process of implementing a preferred drug list (PDL). This limitation on medical assistance coverage is being done as a cost containment measure. While we believe that cost containment measures are a necessary step in achieving cost savings we believe that we must proceed carefully and judiciously. To that end, the state will need to adopt formal regulations in order to ensure that our efforts to achieve cost saving is not at the expense of Alaskan patients health and well being. HB543 ensures that those protective measures are in place prior to the actual implementation of a PDL.

Under HB 543 the regulations must include: standards, opportunity for public comment, an appeal process, and a provision for approved coverage of a drug that is not on preferred drug list when it is deemed medically necessary.

HB 543 provides that the commissioner must appoint a Prescription Drug Review Advisory Committee prior to the department establishing a PDL or placing any limitation on coverage of a medication. HB543 also establishes the membership of the committee as well as the duties.

HB 543 places a temporary moratorium on the implementation of a PDL, or restricted access to medication coverage, for drugs used to treat mental illness. This temporary moratorium expires January 1, 2005. Mental health patients are especially vulnerable to adverse effects from changes to their medications. HB 543 gives the department ample time to ensure that the necessary protective measures are in place prior to discussion of this drug class.

LEGAL SERVICES

DIVISION OF LEGAL AND RESEARCH SERVICES
LEGISLATIVE AFFAIRS AGENCY
STATE OF ALASKA

(907) 465-3867 or 465-2450
FAX (907) 465-2029
Mail Stop 3101

State Capitol
Juneau, Alaska 99801-1182
Deliveries to: 129 6th St., Rm. 329

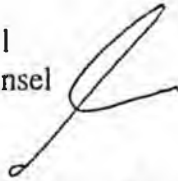
MEMORANDUM

March 31, 2004

SUBJECT: Medical Assistance Coverage for Prescription Drugs (HB 543)

TO: Representative Peggy Wilson
Attn: Linda Miller

FROM: Jean M. Mischel
Legislative Counsel



You have requested a sectional summary of the above-described bill.

As a preliminary matter, note that a sectional summary of a bill should not be considered an authoritative interpretation of the bill and the bill itself is the best statement of its contents. If you would like an interpretation of the bill as it may apply to a particular set of circumstances, please advise.

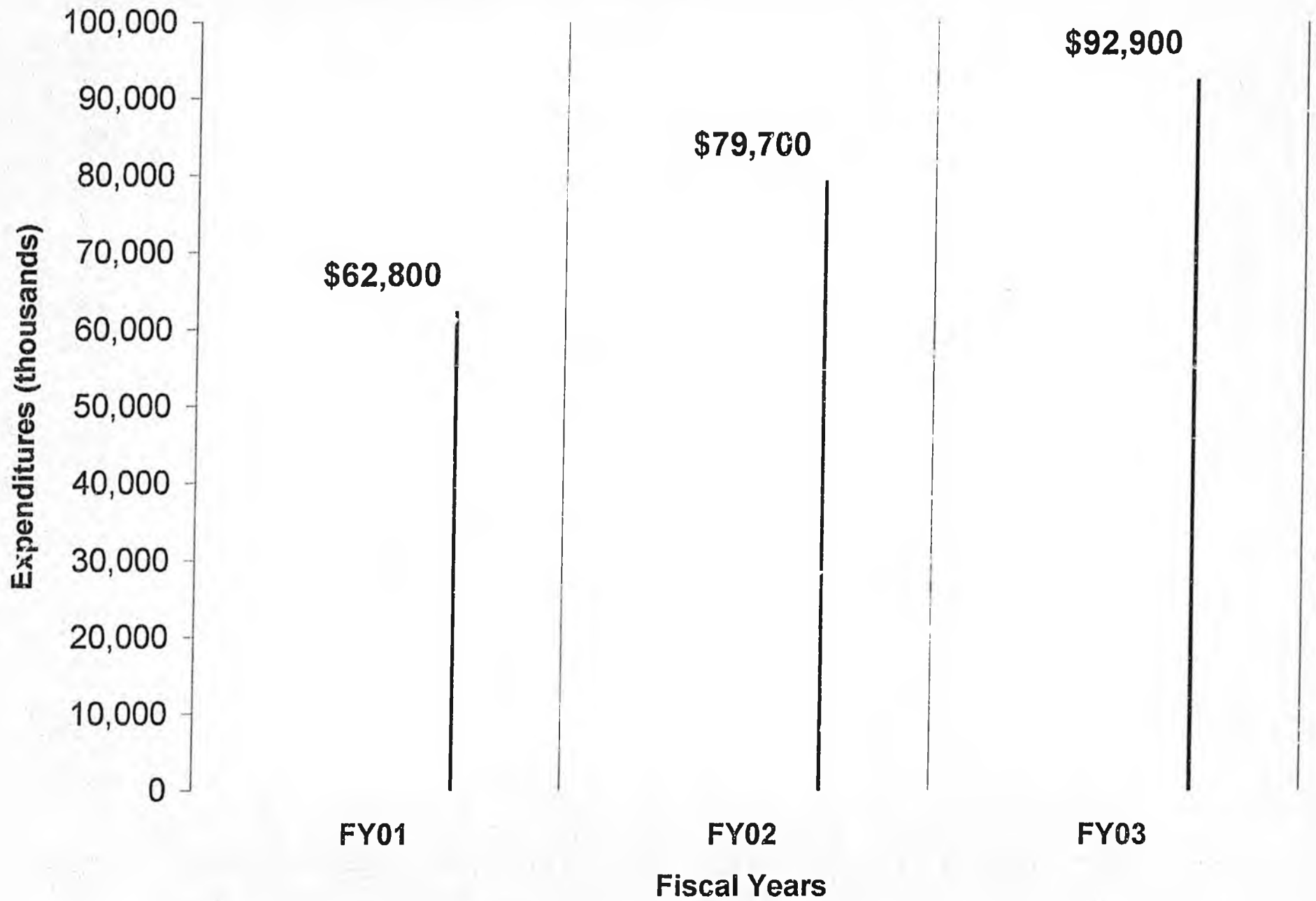
Section 1. Requires the Department of Health and Social Services to adopt regulations before implementing a preferred drug list or a limitation on medical assistance coverage for a prescription drug. The regulations must include standards for placing a drug on a preferred drug list or otherwise limiting coverage for a drug, an opportunity for public comment, an appeal process, and a provision under which the department will approve unlimited coverage in certain circumstances. Authorizes the department to contract for services to establish a preferred drug list or otherwise limit drug coverage and requires the commissioner to appoint a Prescription Drug Review Advisory Committee. Establishes duties, reimbursement and procedural rules of the committee. Defines certain terms as used in this section.

Section 2. Adds a transitional provision allowing for (1) the continuing implementation of a preferred drug list adopted by the department before the effective date of the bill for up to six months and (2) the continuation of an existing committee to serve as the Prescription Drug Review Advisory Committee under the bill. Prohibits the implementation of a cost containment measure pertaining to drugs used to treat mental illness, as defined in this section, before January 1, 2005.

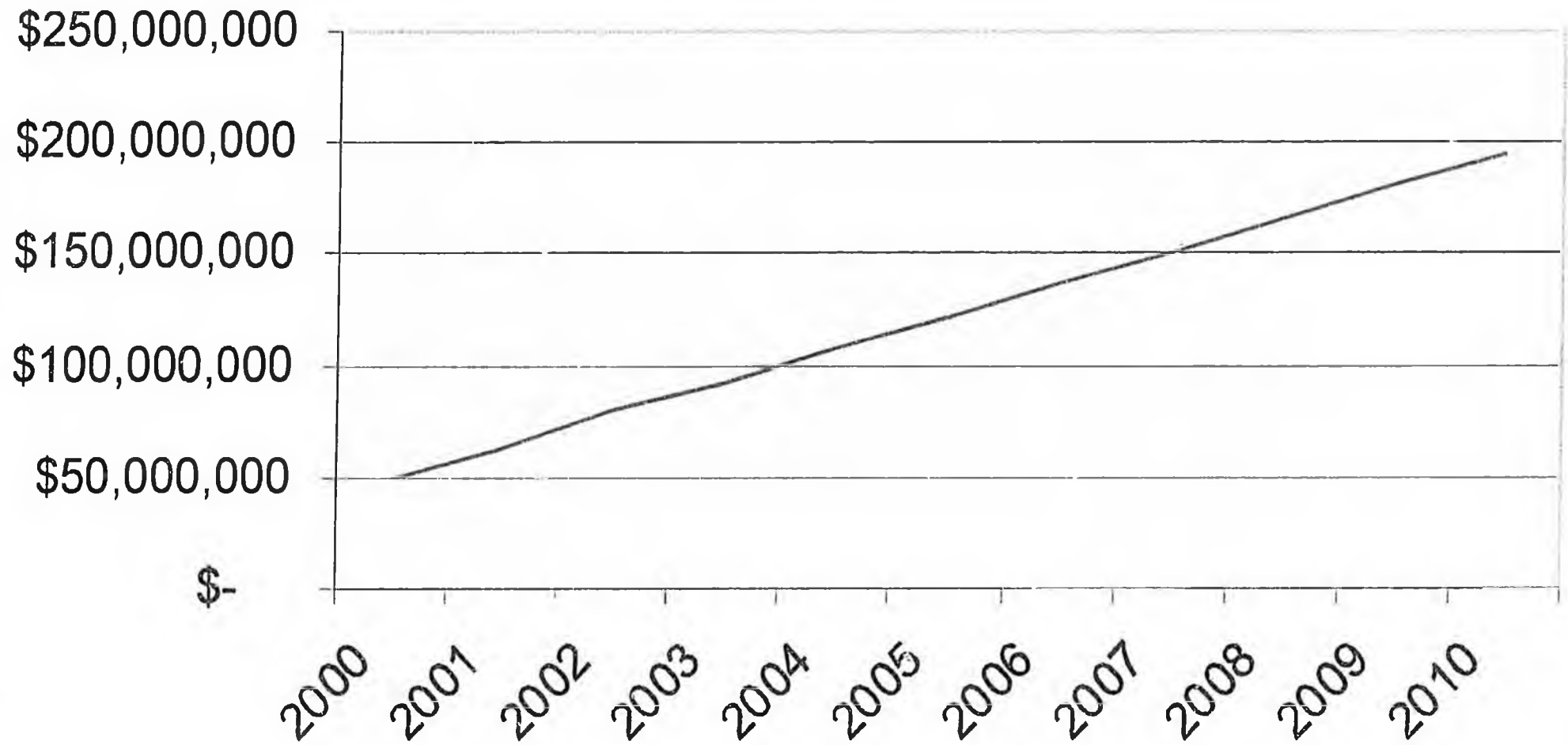
Section 3. Establishes an immediate effective date for the bill.

JMM:lmb
04-089.lmb

Medicaid Pharmacy Expenditures



Forecast Drug Expenditure



Forecasted Drug Expenditure To 2010

Medicaid Recipients visits his/her doctor Doctor prescribes a Medicaid Non-preferred drug

- Patient visits doctor.
- Doctor completes exam.
- Doctor prescribes a Medicaid Non-preferred drug due to an adverse drug reaction to the preferred drug.
- Doctor writes prescription with statement of medical necessity.
- Patient takes prescription to pharmacy.
- Pharmacist checks recipient identification, takes name, address, Medicaid eligibility sticker and the prescription.
- Pharmacist enters prescription into pharmacy computer with patient demographic information.
- Pharmacist sends prescription claim to First Health over point-of-sale system.
- Two seconds later, the pharmacist receives an alert that the prescription drug is a Medicaid Non-preferred drug.
- Pharmacist re-sends the prescription claim with an "3" in the prior authorization type code field.
- In two seconds the pharmacist receives a paid claim status.
- Pharmacist counsels the patient on the drug.
- Patient pays the co-pay and leaves the pharmacy with the filled prescription.

RX PRESCRIPTION	
Name: Ms. Recipient	John Doe, M.D. 1120 Any Street Anchorage, AK 99501
Address: 1011 Any Lane	
<i>Medically necessary due to adverse reaction to Diovan</i>	
RX	Atacand 16 mg #30 Sig: 1 tab daily
Signed	<u>John Doe, MD</u>

