

HOUSE/SENATE FINANCE COMMITTEE MINUTES - 1967-1982 2605

center is proposed for the purchase of library materials, cataloging and preparation of cards, and an index of where books are located in Alaska. Mr. Engen said the expense can not be justified in actual money, but the quality of the service would improve considerably and the cost factor is greatly in favor of a centralized location. Senator Lewis asked Mr. Engen to check into the rumors of books of a liberal slant being in greater supply than books of a conservative nature in the Fairbanks area, and Mr. Engen will be glad to provide a report.

Vocational
Rehabilitation

Mr. Craft, Director of Vocational Rehabilitation, gave the following report: Vocational Rehabilitation has been hampered by a limited amount of Federal funds available since they are on an 80/20 ratio which is woefully inadequate. A state-wide study has been undertaken in order to increase the present allotment of Federal funds from \$1 million to \$2 million and Mr. Craft will go to Washington the week of February 23 to present his proposal. The proposal is reflected in this budget in a request for five new offices, and the increases in the budget were itemized. It has been difficult getting and retaining qualified people and the increase in travel, rents, and equipment is due to an increased number of cases. The Inter-agency Charge of \$100,000 is for case service at the Seward Skill Center for people physically, mentally, or emotionally handicapped. The 1,400-1,500 cases handled only scratch the surface of work needed to be done in Alaska, and the program justifies itself by returning people to employment. Senator Phillips asked who served on the Board of

Vocational Rehabilitation and Mr. Craft read the list of members. Senator Phillips questioned doubling the program and asked if the department could absorb this increase. Mr. Craft stated there would be no artificial effort to spend the money. He will report to Senator Phillips on his trip to Washington when he returns.

Disability
Determination

Senator Phillips asked for an explanation of the \$69,500 budgeted for Disability Determination and Mr. Craft said this covered cases referred by the Social Security administration to Vocational Rehabilitation to determine validity of claims for Social Security payments due to disability. If possible, the individuals can be aided and returned to full employment.

Adjournment

Meeting adjourned at 5:15 P. M.

(Note: Budget review and analysis data for this meeting is included in the minutes of the Department of Education's meeting on February 9.)

REV

SENATE FINANCE COMMITTEE

February 12, 1970

8:00 a.m.

Present

Senators Phillips, Blodgett, Haggland, Koslosky, Lewis and Miller.

George A. Morrison, Commissioner; Philip A. Wall, Director of Administrative Services; Eugene A. Smith, Deputy Director, Div. of Budget & Management; Ronald B. Lind, Budget Analyst, Div. of Budget & Management.

Office of
Commissioner
Travel

In the Office of the Commissioner there has been a two-thirds increase in inside travel and a one-third increase in out-of-state travel. The increase in out-of-state travel is due to Multi-State Tax Conferences. Washington, D.C., is trying to standardize the taxes charged within the fifty states.

Motor Vehicles
License Plates

The department is not against reflectorized license plates as they are a help to the Department of Public Safety. Dollarwise, however, they cost twice as much (\$1.20 compared to 60¢). It was suggested that the correctional institutions make the plates like they do in some other states.

Data Processing

Senator Phillips asked Commissioner Morrison as to what part of the department's functions are on the computers. Mr. Morrison said that in 1970, they will be producing reconciliations for the warrants, payrolls (general and welfare) and all of the income tax refunds will be on the computer. They hope to have all basic files computerized and will be able to check payments against account receivables in 1970. Senator Phillips asked if they had been satisfied with the service. Commissioner Morrison said that the services had been tremendously improved.

Collections

About two years ago the department had \$1,200,000 in delinquent accounts which has now been reduced to about \$750,000. The department needs extra field collectors and extra clerical support for the activities in the office so they have requested additional people this year to fill the need. The short-time people on the North Slope present a problem in collecting taxes. We do not have a staff that can go in the field. It was proposed that they work with

the Department of Labor. Senator Koslosky asked where the \$750,000 delinquencies lie. The Commissioner replied that from 40 to 60% are in individual income tax returns. Senator Phillips asked how many taxpayers are in Alaska. There are 90,000 to 105,000 taxpayers. Senator Phillips then asked when they are going to program the tax returns on data processing equipment. Mr. Morrison said that they are three years from doing this. The bulk of our tax money comes from the people earning about \$10,000 per year.

Data Processing

Senator Miller asked if the Revenue Budget was planned to take into consideration the Governor's forecast that he anticipated a \$10 million shortfall. Commissioner Morrison said that the budget is planned on the situation that exists, not on anticipations.

Budget Planning

At the present time, the department is discussing with the Health and Welfare Department a situation whereby they would stamp out license plates at a lower cost to the state in one of the correctional institutions. The precision dies and weights needed could also be used for making signs for the Highways Department. License plates last only about two years. The design keeps changing and they have a further problem in that only about 1/3 of the cars stay here in this state. It was suggested that new plates be furnished only for new cars.

Motor Vehicle
License Plates

Highway Signs

The equipment requested is for making copies of documents requested by taxpayers. Rather than type a copy which takes considerable time, the department will be able to take a picture. They cannot use xerox equipment because the copy will not satisfy legal requirements in other departments.

Motor Vehicle
Equipment

Adjournment

The meeting adjourned at 9:20 a.m.

DEPARTMENT OF REVENUE
1970-71 BUDGET REQUEST
REVIEW AND ANALYSIS

Department Total

Position Analysis

New positions authorized for F.Y. 1969-70	7
Total current authorized positions	149
Departmental changes in F.Y. 1970-71	(-5)
New positions requested F.Y. 1970-71	23
Total departmental personnel F.Y. 1970-71	167

Departmental Request

Total authorized F.Y. 1969-70	2,170,000
Total requested by department for F.Y. 1970-71	2,632,400
Percent of increase	21.3%
Total allowed by Governor's Budget	2,443,600
Percent of increase	12.6%

II Operations

A. Office of Commissioner

1. Personal Services. No new positions requested in this account. Increase of \$9,200 for total request of \$80,600 is budgeted for the next fiscal year. This increase is to fund the reclassification of Deputy Commissioner and for salary increases to existing personnel.
2. Travel. Amount requested is \$13,700 which is an increase of \$6,700 over the current fiscal year. This increase is justified by the department as extension of current level and attendance to outside conferences not previously scheduled.
3. Contractual Services. Amount requested is \$6,000 which represents an increase of \$1,300 over the current fiscal year. Increase is required to maintain current level of services.
4. Commodities. Slight increase of \$400 over currently budgeted \$400 for a request of \$800. Increase is in the area of professional and scientific supplies.
5. Equipment. The total of \$600 which represents a decrease of \$600 from current fiscal year has been requested to purchase equipment replacements.

B. Administrative Services

1. Personal Services. Four new positions have been requested for the Central Office at a total cost of \$29,400. Reclassifications and increases of existing personnel comprise the balance of \$27,700 for a total personal services request of \$355,000. Two new positions were added to this function during the current fiscal year.

2. Travel. Amount requested is \$9,000. This is an increase of \$2,000 over the currently budgeted amount. Of the total request \$1,800 is budgeted for outside travel. Justification of this increase as provided by the department entails additional travel both inside and outside Alaska, especially in light of the increased activity in the North Slope area.
3. Contractual Services. Amount requested is \$33,500 which is an increase of \$7,000 over the current fiscal year. The increase is primarily in the area of communication (\$2,900), equipment rental (\$2,200), and printing and advertising (\$1,700) with minor adjustments in the other sub-accounts.
4. Commodities. Minor increase of \$1,200 for a total request of \$5,800 due to increased costs of stationery and office space.
5. Equipment. This account shows a reduction of \$6,200 for a total request of \$4,100. The amount budgeted is for purchase of equipment for new positions and for minor equipment replacements.
6. Inter-agency charges. \$2,500 has been requested in this account to defray central duplicating charges. \$40,000 which was previously budgeted under Inter-agency charges for data processing expenses has been taken out in accordance with the Department of Administration's directives.

C. Collection

1. Personal Services. Six new positions are being added in the Collection function. Of the six positions two are professional revenue agents and four are clerical support positions. One clerical position was transferred during the current fiscal year from the Audit Division to the Motor Vehicle Division in Ketchikan. Cost of new positions is projected at \$56,700. Costs related

Collection (Continued)

to currently authorized positions are budgeted at \$324,000 for a total personal services request of \$380,700.

2. Travel. The amount requested is \$16,000 for an increase of \$4,000 over the current fiscal year. The two additional positions and increased workload within the division are submitted as justifications for this increase. \$2,800 of this amount is budgeted for travel outside of Alaska.
3. Contractual Services. Amount requested is \$71,500 for an increase of \$10,500 over the current fiscal year. Rents and utilities (\$8,500), communications (\$2,800), and other contractual services (\$2,500) make up the majority of this increase with minor adjustments in the other accounts.
4. Commodities. Amount requested is \$5,400 for an increase of \$2,100 over the current authorized amount. This increase is spread between professional and scientific supplies (\$1,200) and stationery, and office supplies (\$900).
5. Equipment. Amount requested is \$7,000 which represents an increase of \$3,500 over the current level. Most of the funds are for purchases of equipment for new positions and for additional equipment within the division.
6. Inter-agency Charges. An amount of \$4,700 has been requested in this account to defray ASHA costs and central duplicating expenses.

D. Audit

1. Personal Services. Four new positions have been requested in this function. All four new positions are of a clerical nature. Five existing positions have been transferred to the new Excise Tax Section. Total cost of the new positions is \$28,800 and the transfer of the five positions results in a decrease of \$3,000 for existing

D. Audit (Continued)

1. (Continued. positions.) An increase in overtime (\$18,600), reclassification costs (\$6,500), and salary increases (\$27,300) offset the impact on the positions being transferred out. Three positions were added by Legislative action during the current fiscal year.
2. Travel. An amount of \$15,800 which represents an increase of \$1,800 over the current fiscal year is being requested notwithstanding the fact that of the five positions transferred four of them were of a professional nature and therefore eligible for travel while the new positions requested are all clerical. The amount budgeted includes \$5,300 for outside travel.
3. Contractual Services. An amount of \$34,400 for an increase of \$5,300 over current level has been requested. Increases in the areas of communication (\$3,600) and printing and advertising (\$2,700) with adjustments in the other accounts.
4. Commodities. Minor increase of \$700 for a total of \$3,600 has been requested on this account primarily to maintain current level of service.
5. Equipment. An amount of \$5,800 for an increase of \$1,500 over the current fiscal year has been requested for the purchase of equipment for the new positions and for the replacement of some existing equipment.
6. Inter-agency Charges. \$2,500 has been requested for central duplicating services.

E. Motor Vehicles

1. Personal Services. Five new clerical positions for an anticipated cost of \$35,600 are projected in this function. One position was transferred in from Collections during the current fiscal year. Two positions were added by Legislative action during the current

fiscal year. Total personnel costs in this function are budgeted for \$421,600 which is an increase of \$62,500 over the current fiscal year.

2. Travel. Total request of \$3,700 for an increase of \$700 over the current fiscal year. Increase is due to general increase in level of operation.
3. Contractual Services. This account shows a decrease of \$43,000 for a total request of \$205,500. The big bulk of the decrease is in printing and advertising(\$52,600) and professional fees and services (\$2,500) with minor adjustments in the other sub-accounts.
4. Commodities. The amount requested is \$4,300 for a total increase of \$900 over the current fiscal year. This increase is primarily to maintain current level of service and is due also to new positions added.
5. Equipment. An increase of \$6,000 for a total request of \$9,500 is being budgeted on this account. The request is for equipment for new positions and for the purchase of photo reproducing equipment.
6. Inter-agency Charges. Total request of \$9,200 for a decrease of \$20,800 from the current fiscal year. The decrease is largely due due to the transfer of data processing costs to the Department of Administration.

F. Treasury

All personnel and costs related to this function have been transferred out of this budget into the new Treasury Department budget. This results in the \$66,500 ^{decrease} increase and the transfer of five positions.

G. Excise Tax

1. This function has been proposed for the next fiscal year. Five of the positions transferred out from Audit will be located in this function and three new positions have been requested for a total cost of \$71,500. The three new positions are projected at a cost of \$41,900.
2. Travel. Travel costs are anticipated at \$6,200.
3. Contractual Services. Costs are anticipated at \$4,600 with communications (\$2,200), and printing and advertising (\$1,700) comprising the larger share of this budget.
4. Commodities. \$600 has been requested in this account for miscellaneous supplies.
5. Equipment. \$2,900 has been requested to provide equipment for the new positions and the functions.

III ABC Board

A. Administration

1. Personal Services. No new positions are requested. The increase of \$8,800 in this account is due to the reclassification of the Director's position and to pay adjustments of existing members.
2. Travel. An increase of \$2,200 for a total request of \$7,400 is projected for this account. The increase is justified by the likelihood of additional hearings being held during this fiscal year.
3. Contractual Services. An amount of \$14,900 is being requested for an increase of \$4,200 over the current fiscal year. Rents and Utilities (\$2,200) and communications (\$1,000) make up the larger share of the increase.

4. Commodities. An amount of \$1,100 is requested in this account. This request is an increase of \$400 over the current fiscal year and is budgeted to maintain the current level of services.
5. Equipment. \$700 for a decrease of \$300 has been requested to replace existing equipment and to furnish some equipment for positions previously authorized.
6. Inter-agency Charges. \$200 have been requested to defray central duplicating costs.

B. Enforcement

1. Personal Services. One new investigator position for the Anchorage area at a total cost of \$12,300 has been requested. This position will be located in the Anchorage Central Office. Increased costs of existing positions is \$3,400.
2. Travel. An increase of \$4,800 for a total request of \$13,000 is budgeted for the next fiscal year. The increase is due partly to the new investigator position being requested and to the additional workload created by the North Slope activities.
3. Contractual Services. Amount of \$1,700 is being requested which represents an increase of \$600 from the current fiscal year. The increase is in the area of transportation of things (\$500) and communication (\$200) with minor adjustments in the other accounts.
4. Commodities. No increase requested. Current level of \$200 budgeted for next fiscal year.
5. Inter-agency Charges. \$6,500 has been requested to defray automobile rental costs for investigators.

C. Board

1. Travel. No increase requested. Current level of \$6,700 projected for the next fiscal year.
2. Contractual Services. No increase requested. Current level of \$1,000 projected for the next fiscal year.

TRSA S

SENATE FINANCE COMMITTEE

February 12, 1970

9:30 a.m.

Present

Senators Phillips, Blodgett, Haggland, Koslosky, Lewis and Miller.

George A. Morrison, Commissioner of Revenue; Philip A. Wall, Director of Administrative Services; Eugene A. Smith, Deputy Director, Div. of Budget & Management; Ronald B. Lind, Budget Analyst, Div. of Budget & Management.

Treasury
Department

The newly created Treasury Department has taken in many duties including banking, management, investment and accounting for all State funds, redemption of all State warrants, cash flow forecasts, bond sales, etc. The budget as finally presented has a staff of 33 employees. This is a reduced figure from our original concept of needs. We hate to go into this brand new area with a lack of people as there is a great responsibility involved to handle \$900,000,000 plus, but experience will tell how much you will need.

Senator Haggland asked if the commissioner favored this Treasury Department the way it is. Commissioner Morrison said that he thought it required some full time supervision and someone to take full time responsibility. It is simply too big a job for one person to handle.

Basic Concept
Request

Senator Phillips asked Commissioner Morrison to prepare a good typewritten summary of basic concepts of the Treasury Department before the Finance Committee goes to the Senate Floor with the budget.

The meeting adjourned at 9:30 a.m.

HWY 5

SENATE FINANCE COMMITTEE
February 13, 1970
8:10 A. M.

Present

All members present with the exception of Senator Miller.
Robert L. Beardsley, Commissioner, Department of Highways;
H. D. Scougal, Deputy Commissioner; Thomas A. Johnson, Administrative Director; Eugene A. Smith, Deputy Director, Division of Budget & Management; Al Kenyon, Budget Analyst; Mario F. Martini, Senate Fiscal Counsel.

Office of the
Commissioner

Senator Haggland questioned the \$20,100 budgeted in the Office of the Commissioner for travel. Mr. Beardsley explained he is attempting to get approximately \$90 million in frozen funds released by the Federal government, which necessitates trips to Washington to be directly in touch with the Under-Secretary of Transportation. Senator Lewis asked why this could not be done by the Alaskan Congressional delegation in Washington, to which Mr. Beardsley replied they cover so many facets of state government that they are not aware of all Highway problems. The proposed Alaska office in Washington would not have the same access as a Commissioner sent by the Governor.

The increase of \$22,100 in contractual services is for American Management Association courses in management. A weakness in the Highway Department is the lack of good managers, since the personnel average ten years younger than most states. Senator Lewis was opposed to these courses since he attended one and was not impressed with the material offered. Mr. Beardsley mentioned

a convention to be held in Anchorage for which \$25,000 is budgeted. The convention is expected to attract between 750-1,000 delegates.

Internal
Review

Mr. Scougal explained the relatively new Department of Internal Review, which is actually a policing agency investigating Engineers, Right-of-Way, and even the Office of the Commissioner. Alaska is the only state in the union under BPR which is allowed to do their own audits. Internal Review has been operating since last April and very successfully, resulting in an improved cash flow.

Mr. Martini asked about the rental of an MTST and Mr. Beardsley said this machine pays for itself by saving personnel time.

Claims
Section

Mr. Scougal reported \$1,500,000 in pending claims, which has been reduced from about \$6 million in the last year. The Highway Department has \$52 million out in contracts right now. Senator Blodgett requested a breakdown on claims: what the payments were, where and how they were settled for the Finance Committee. Mr. Beardsley said the backlog has been reduced and recent settlements have been good since adding 7 attorneys to the staff last year. Mr. Scougal added that one case, Baker and Ford, has been pending for 9 years and it is impossible to settle. Senator Phillips will ask the Court System about this.

Design
Division

Senator Haggland reviewed the requests for Design Division quickly and Senator Blodgett asked for a report on last year's travel expenditures. Mr. Beardsley does look at each request for outside travel and maintains control over the amount authorized.

Road Design, Bridge Design, and the Utilities Section showed very minor changes. One secretary has been requested for the Utilities Section due to the increased workload.

Right-of-Way
Division

The increase of two professional and one clerical position was noted by Senator Haggland. Mr. Beardsley explained that the relocation problems involved in highway expansion through urban areas necessitate the addition of personnel in this division. Clerical support is necessary due to the documents legally required to be filed, and all states are complaining about the red-tape in this department. The travel request is primarily for BPR seminars held outside Alaska to review new regulations. The rental charges for an MTST were justified by Mr. Beardsley since the machine is used constantly. Senators Blodgett and Phillips asked Mr. Martini whether it would be possible to put time meters on these machines to see just how much they are used, and this will be checked out.

Maintenance
Division

Two new positions requested in the Maintenance Division. Mr. Beardsley said this is one of two areas that is 100% state funded; the other being the Working Capital Fund. Former commissioners have not paid enough attention to this operation and it must be expanded. Discussion followed on the various methods of seeding, transplanting, etc.

Construction
Division

The Equal Employment Coordinator was added to the Construction Division during the current fiscal year in order to contact contractors and see if they are hiring in accordance with Federal

regulations. There is a great volume of paper work and it is just the beginning. Mr. Scougal said within two years every contractor in the state will have employees listed as to race, color and creed. If one complaint is received on a project, the Federal government support will be lost until the case is resolved. Mr. Beardsley added the Department has not paid enough attention in the past to staffing projects, and some projects have too many inspectors and too many engineers.

Administrative Division

Mr. Johnson commented on the request for an additional clerical position in the Administrative Division. This position was cut from last year's budget in an economy move, and it is necessary due to the tremendous workload.

Finance Section

Senator Phillips asked how the data processing situation was working in the Finance Section and Mr. Johnson answered it was not working well. The request for two new data processing positions, a travel increase, and an equipment increase were discussed. The equipment is replaced automatically after so many years use since it is more economical to replace than repair. Senator Blodgett requested more information on the data processing system and Senator Phillips said this department will be over for a meeting shortly.

Personnel

Mr. Johnson explained the request for a Highway Training Officer, who will be responsible for coordinating all training in each district and headquarters. The books, films, and training material will be received from the American Management Association.

Senator Lewis questioned the selection of AMA, and Mr. Scougal said Governor Hickel chose this firm after reviewing proposals from other management consultants. The \$2,800 increase in travel was justified by Mr. Johnson as necessary for recruiting. 25 new engineers were hired last year and the only way to get new engineers is to go out and recruit them.

Supply & Services

Supply & Services carries all charges for telephone and mail in order to pay bills from one account for efficiency. The increase in the account is an increase in the cost of doing business.

Materials Division

The request for a slight increase in the Materials Division was reviewed quickly by Senator Haggland.

State Testing Laboratory

Senator Haggland asked if it would be possible to have testing done by an outside agency rather than through the State Testing Laboratory, and Mr. Beardsley replied he was aware this may be a possible economy move but the Highway Department has been unable to do it this year.

Anchorage District

Four new positions are requested for the Anchorage District and Mr. Beardsley said the workload has increased considerably in that area. Over 10,000 permits were requested last year and an attempt is being made to consolidate the Permits Section. The districts up until now have not been coordinated and the Department of Highways is trying to set up a policy for the whole state. The increase of \$5,300 for travel is due to the increased workload. Mr. Martini noted the duplication of \$42,000 budgeted for rents and utilities and Mr. Johnson said this was not an error but a request for additional space to accommodate the Right-of-Way

employees in Anchorage. Mr. Beardsley said the Right-of-Way negotiations are of a confidential nature and they have a considerable problem in Anchorage with lack of space. A discussion followed on the extent to which the Highway Department is responsible for relocation of residents due to highway expansion, and Mr. Scougal said they are working through ASHA to keep out of the housing business. Senator Blodgett questioned the Anchorage District's weekly supply run to Valdez, to which Mr. Scougal said this provides better control of material and the van arrives during working hours (which a common carrier did not do). Having your own expeditors is patterned after private enterprise as an economy move.

Senator Lewis left the meeting at 9:55 A. M.

Fairbanks
District

Four personnel additions were reviewed, and the consolidation of five separate offices in Fairbanks discussed. The rents and utilities increase was due to an overlapping of rents while occupying separate quarters, but will decrease after the move is completed. The equipment increase of \$24,500 is due to expansion and an item of \$15,000 justified as bins needed in a new warehouse.

Juneau
District

Senator Haggland reviewed the requests for the Juneau District quickly.

Nome
District

Mr. Beardsley explained a change in the district lines necessary to cover all western areas in the western district. The Nome District will now be called the Western District, and additional

Long-range
Plans

personnel will be transferred there after the start of the fiscal year.

Mr. Beardsley presented his long-range plans for the Highway Department: In the past, Federal money has been used almost exclusively to build public roads in Alaska. Only about 1/3 of the system is up to other states' standards, and at the current rate it would take another 15 years to bring existing roads up to these standards. Every time we improve a road we increase services to the public and reduce maintenance costs. Take a look at Stanford Research Institute's projections of revenue from the North Slope for 20 years. This new revenue should be used for a state highway construction fund since Alaska is the only state that doesn't build any roads except by matching Federal funds. In 20 years our present length of highways could be doubled if we start when the revenue starts coming in. Alaska should project highways based on needs, and looking at a map you will see the Western District is one area in need of highways. Senator Phillips complimented Mr. Beardsley in presenting a good, reasonable budget.

Adjournment

The meeting adjourned at 10:05 A. M.

DEPARTMENT OF HIGHWAYS
1970-71 BUDGET REQUEST
REVIEW & ANALYSIS

I. Department Total

A. Position Analysis

New positions authorized F.Y. 69-70	0
Total current authorized positions:	
1. Administration and maintenance	496
2. Working Capital Fund	<u>168</u>
Total	<u>664</u>
Departmental changes in F.Y. 69-70	0
New positions requested F.Y. 70-71	
1. Administration and maintenance	44
2. Working Capital Fund	<u>12</u>
Total	56
Total Departmental personnel F.Y. 70-71	720

B. Departmental Request*

Total authorized F.Y. 69-70	\$14,090,500
Total requested by Department F.Y. 70-71	20,639,800
Percent of increase	46.4%
Total allowed by Governor's Budget Review Committee	19,273,200
Percent of increase	36.78%

*Note: Amounts shown above do not include amounts budgeted for the Working Capital Fund.

II Administration

A. Executive Division

A1. Office of the Commissioner

1. Personal Services. No new positions requested. Increase of \$14,500 for total cost of \$91,700 is for increase cost of existing positions.
2. Travel: An amount of \$20,100 budgeted for the next fiscal year. This is an increase of \$10,500 over the current fiscal year. Of the total amount budgeted \$8,900 (44.3%) of the request is for outside travel.
3. Contractual Services. Amount requested \$28,200 which is an increase of \$22,100 over the current fiscal year. Bulk of increase is in areas of other contractual services (\$12,000) and professional fees and services (\$10,000).
4. Commodities. Minor increase of \$100 over the current fiscal year for a total request of \$1,000.
5. Inter-agency charges. \$2,300 are requested for car rental costs from highway equipment pool.

A2. Internal Review

1. Personal Services. No new positions requested for this budget. Increase of \$14,100 for a total request of \$9,500 is due to cost of existing positions.
2. Travel. \$10,000 for an increase of \$7,100 over the current fiscal year have been requested. Expansion of service is provided as justification of this increase.
3. Contractual Services. \$3,700 which represents an increase of \$2,000 over the current fiscal year are requested in this account. Bulk of the increase (\$1,700) is for equipment rental. (Rental of MTST - Magnetic Tape Selectric Typewriter.)

4. Commodities. No increase requested. Current level of \$1,000 projected for the next fiscal year.
5. Equipment. No increase requested. Current level of \$300 projected for the next fiscal year.
6. Inter-agency charges. \$1,500 are requested on this account to defray current rental costs.

A3. Claims Section

1. Personal Services. No new positions requested. Increase of \$6,400 for total request of \$45,100 is to cover cost of existing positions.
2. Travel. \$4,600 are requested on this account for an increase of \$800 over the current fiscal year.
3. Contractual Services. Minor decrease of \$100 for total request of \$1,000 is projected for the next fiscal year.
4. Commodities. \$1,000 are requested in this account for a net increase over the current fiscal year. Increase is in the area of professional and scientific supplies.

B. Design Division

B1. Chief Design Engineer

1. Personal Services. No new positions requested. \$4,800 increase is requested to cover increased cost of existing positions. Total request is \$36,700.
2. Travel. Minor increase of \$200 for a total amount of \$2,500 is requested to continue current level of services.
3. Contractual Services. \$200 are requested on this account for a decrease of \$300 or current level
4. Commodities. No increase requested. Current level of \$100 projected for next fiscal year.

5. Inter-agency charges. \$200 are requested on this account for rental of pool cars.

B2. Road Design

1. Personal Services. No new positions requested. Increase of \$1,3800 required to cover increased cost of existing positions.
2. Travel. Amount requested is \$7,400 for a \$1,400 increase over the current fiscal year has been requested. Of this total increase \$400 is for outside travel.
3. Contractual Services. This account reflects a decrease of \$2,100 for a total request of \$1,700. The decrease is in the area of printing and advertising equipment rental and insurance and bonding.
4. Commodities. A \$600 decrease in professional and scientific supplies is projected for the next fiscal year. The total request is \$1,400.
5. Equipment. \$300 is requested for the purchase of office equipment.
6. Inter-agency charges. \$500 are requested to defray reproduction and car rental costs.

B3. Bridge Design

1. Personal Services. No new positions requested. \$8,900 currently is projected for the next fiscal year and increased cost of existing positions for a total cost of \$55,700.
2. Travel. This account shows a decrease of \$700 for a total request of \$2,300.
3. Contractual Services. This account shows a decrease of \$500 for a total request of \$400. The decrease is in equipment rental and insurance and bonding.

4. Commodities. This account reflects an decrease of \$400 for a total request of \$1,000. The decrease is in the area of professional and scientific supplies.
5. Inter-agency charges. \$400 are budgeted in this account to defray car rental costs.

B4. Utilities Section

1. Personal Services. A new secretary position is requested for this function at a cost of \$8,500. Cost of existing positions is budgeted at \$23,900 for an increase of \$2,600 over the current fiscal year.
2. Travel. Amount requested is \$4,000 for an increase of \$1,100 over the current fiscal year. Expansion of current level of services is provided as justification. \$600 of total request is budgeted for outside travel.
3. Contractual Services. This account reflects a \$400 decrease for a total request of \$600. The decrease is in the area of printing and advertising and insurance and bonding.
4. Commodities. Minor increase of \$300 due to addition of new position. Total request \$700.
5. Equipment. \$300 are requested for office equipment for the new position.
6. Inter-agency charges. \$1,400 are requested to defray costs of car rental and reproduction services.

C. Right-of-way Division

1. Personal Services. Two new professional and one clerical position are budgeted in this function for the next fiscal year at a total cost of \$45,300. \$151,800 are budgeted to cover cost of existing positions for an increase of \$14,800 over the current fiscal year.

2. Travel. This account shows an increase of \$13,600 for a total request of \$20,700. Of this increase \$2,900 is related to the new positions requested. Balance of increase is to expand current level of services. Of the total request \$9,600 is for outside travel.
3. Contractual Services. Total request is \$7,000 for an increase of \$3,500 over current level. The increase is in equipment rental(\$3,300) rental of MTST Typewriter and \$200 in insurance and bonding.
4. Commodities. Minor increase of \$200 over current level of \$1,200 anticipated in light of new positions.
5. Equipment. An amount of \$2,000 is budgeted in this account for the purchase of equipment for the new positions.

D. Maintenance Division

1. Personal Services. Two new professional positions are requested in this budget for a total of \$32,900. \$58,100 are budgeted to cover cost of existing positions for an increase of \$9,700 over the current fiscal year.
2. Travel. \$3,600 are requested on this account for an increase of \$600. Increase due to expansion of level of service.
3. Contractual Services. This account reflects a decrease of \$500 for a total request of \$1,800. Decrease is due to transfer of costs to the Inter-agency Charge's account for equipment rental.
4. Commodities. A minor increase of \$200 for a total request of \$1,200 is projected for the next fiscal year.

5. Equipment. \$200 are requested for equipment for the new employee.
6. Inter-agency charges. \$1,000 is budgeted in this account for automobile rental costs.

E. Construction Division

1. Personal Services. No new positions requested in this account. One new position of Equal Employment Coordinator was added to this budget during the current fiscal year. \$189,000 was requested to cover cost of existing positions for an increase of \$45,700.
2. Travel. \$32,000 for an increase of \$14,000 are requested in this account primarily to provide for an expanded level of service.
3. Contractual Services. \$10,800 are requested in this account for an increase of \$1,500 over the current fiscal year. The decrease is in the area of other contractual services (\$2,500) partially offset from an increase in equipment rental(\$1,400) for the rental of an IBM MTST.
4. Commodities. No increase requested. Current level of \$3,500 projected for the next fiscal year.
5. Inter-agency charges. \$1,300 are requested for car rental costs.

F. Administrative Division

F1. Administrative Director.

1. Personal Services. One new clerical position is requested for this function at a cost of \$7,300. \$69,900 are budgeted for existing positions for an increase of \$10,000 over the current fiscal year.
2. Travel. \$2,800 is requested in this account for an increase of \$1,100 over the current fiscal year. Increased coverage of regional offices is provided as justification of this increase.

3. Contractual Services. Minor decrease of \$100 for a total request of \$300 is projected for the next fiscal period.
4. Commodities. No increase requested. Current level of \$300 is projected for the next fiscal period.
5. Equipment. \$700 is requested to provide office equipment for the new position and for the purchase of a calculator.
6. Inter-agency charges. \$100 are requested for car rental costs.

F2. Finance Section

1. Personal Services. Two new data processing positions are requested in this budget at a total cost of \$30,400. Cost of existing personnel are budgeted at \$359,400 for a total increase of \$45,300. The two new positions requested are being transferred in from the data processing section which at present is totally Federally funded.
2. Travel. The total request of \$4,500 for an increase of \$2,200 over the current fiscal year. Expansion in the area of utility audits and training is provided as justification for this increase.
3. Contractual Services. Minor increase of administration director \$300 which results from adjustments among the sub-accounts projected for the next fiscal year. Total requested is \$3,000.
4. Commodities. Amount requested \$2,100 for a \$200 increase over the current fiscal year.
5. Equipment. Amount requested is \$4,000 for an increase of \$1,900 over the current fiscal year. Amount requested to replace existing equipment.

F3. Personnel

1. A new position of Highway Training Officer is requested in this budget for a cost of \$16,400. An amount of \$66,200 has been requested to defray costs of existing positions. This is an

increase of \$8,600 over the current fiscal year.

2. Travel. An amount of \$8,600 for an increase of \$6,100 is budgeted in this account. Of this increase \$2,800 is related to the new position requested. The balance of the increase is for the expansion of current services.
3. Contractual Services. Amount requesting \$3,600 for an increase of \$2,500 over the current fiscal year. The increase is in the areas of printing and advertising (\$1,000) and professional fees and services (\$1,000) with minor adjustments in the other accounts.
4. Commodities. Amount requested \$1,100 for an increase of \$400 over the current fiscal year.
5. Equipment. \$900 are requested in this account for the purchase of equipment for the new positions and for additional office equipment.

F4. Supply & Services

1. Personal services. No new positions requested. Cost of existing positions is budgeted at \$144,500 for an increase of \$19,400 over the current fiscal year.
2. Travel. No increase requested. Current level of \$2,000 projected for next fiscal year.
3. Contractual Services. An amount of \$293,100 is requested for the next fiscal year for an increase of \$28,800. Increased rental costs (\$15,700) and communication costs (\$12,800) comprise the majority of this increase.
4. Commodities. No increase projected. Current level of \$10,200 budgeted for next fiscal year.
5. Inter-agency charges. \$2,100 are budgeted for the next fiscal year for vehicle costs.

G. Materials Division

G1. Material Engineer

1. Personal Services. No new positions requested. \$84,600 are budgeted to cover cost of existing positions for an increase of \$14,900 over the current fiscal year.
2. Travel. \$8,800 are requested for the next fiscal year for an increase of \$1,700 over the current fiscal year. Expansion of services is provided as justification for this increase. Of the total request \$1,800 are budgeted for outside travel.
3. Contractual Services. Minor increase of \$100 for a total request of \$5,800.
4. Commodities. No increase requested. Current level of \$1,000 projected for next fiscal year.
5. Equipment. \$800 are budgeted in this account for the replacement of existing office equipment.

G2. State Testing Laboratory

1. Personal Services. No new positions requested. \$23,000 are budgeted to cover cover of existing positions for an increase of \$3,500.
2. Travel. \$2,200 are budgeted on this account for an increase of \$1,200 over the current fiscal year. Additional consultations with district offices and \$400 budgeted for outside travel for the first time are provided as justification for this increase.
3. Contractual Services. Decrease of \$700 in this account is due to the transfer of costs for equipment rental (\$600) and insurance and bonding (\$100). Total request is \$3,300.
4. Inter-agency charges. \$500 are requested for vehicle rental costs from the Department of Highway equipment pool.

H. Anchorage District

1. Personal Services. Four new positions are budgeted in the district section of this budget at a total cost of \$58,500. Total cost of existing positions are budgeted at \$451,200 for an increase of \$76,300 over the current fiscal year.
2. Travel. \$16,900 are budgeted in this account for an increase of \$5,300 over the current fiscal year. The increase is due to anticipated program expansion.
3. Contractual Services. Amount requested is \$139,700 for an increase of \$4,500 over the current fiscal year. The increase is in the area of rents and utilities (\$6,500) and communications (\$1,000) with offsetting increases in equipment rental \$2,300 and insurance and bonding (\$1,000).
4. Commodities. No increase requested. Current level of \$7,600 projected for the next fiscal year.
5. Equipment. \$4,900 are requested for a net increase of \$4,300 over the current fiscal year to purchase equipment for new positions and additional office equipment for this office.
6. Inter-agency charges. \$20,700 are projected for equipment rental and \$42,000 are budgeted for rental facilities. The \$42,000 is a duplication of costs already budgeted in Account 330 of the contractual services.

I. Fairbanks District

1. Personal Services. Four new positions are budgeted for the administrative section of this district at a total cost of \$43,100. Cost of existing positions is budgeted at \$392,600 for an increase of \$62,500 or current level.

2. Travel. An amount of \$6,700 is budgeted in this account for an increase of \$1,700 over the current fiscal year. Increase due to extended level of services projected for this program.
3. Contractual Services. Amount requested \$212,800 for an increase of \$36,800 over the current fiscal year increases in the area of rents and utilities (\$17,100) transportation of things(\$12,400) with minor adjustments in the other sub-accounts.
4. Commodities. Slight increase of \$800 over current level for additional supplies. Total requested \$8,800.
5. Equipment. Total request \$26,300 for an increase of \$24,500 over the current fiscal year. This entire increase is projected for program expansion and it includes an item of \$15,000 for bins for a new warehouse and \$2,500 for 100 chairs for the conference rooms.
6. Inter-agency charges. \$10,000 are budgeted for highway vehicle rental costs.

J. Juneau District

1. Personal Services. No new positions requested. Increase of \$38,100 for a total request of \$250,100 requested to meet increased costs of existing positions.
2. Travel. Amount requested \$7,200 for an increase of \$600 over current fiscal period.
3. Contractual Services. Amount requested \$39,700 for an increase of \$11,900 over the current year. Increases in rents and utilities (\$13,700) and printing and advertising (\$4,000) are offset by decrease in equipment rental(\$5,600) and other miscellaneous adjustments.

4. Commodities. Amount requested \$1,800 for a \$200 increase over the current fiscal year. Request is to maintain current level of service.
5. Equipment. Amount requested \$1,500 for an increase of \$1,000 over the current fiscal year. Request is for replacement and additions to present office equipment.
6. Inter-agency Charges. \$19,900 are requested for space (\$15,400) and equipment (\$4,500) rental.

K. Nome District

1. Personal Services. No new positions requested. \$83,300 is an increase of \$13,300 budgeted to meet costs of current positions.
2. Travel. Increase of \$500 for a total request of \$5,000 for this account.
3. Contractual Services. Amount requested \$7,400 for a decrease of \$7,300 from current level. Reduction in rents and utilities (\$10,175) and equipment rentals (\$1,800) are partially offset by increases in communication cost (\$4,300) and printing and advertising costs (\$500).
4. Commodities. No increase requested. Current level of \$1,000 projected for the next fiscal year.
5. Equipment. A reduction of \$400 for a total request of \$400 is budgeted for the next fiscal year for the purchase of additional office equipment.
6. Inter-agency charges. \$18,900 are budgeted in this account to defray rental costs (\$15,700) and car rental costs (\$3,200).

L. Valdez District

1. Personal Services. Clerical position and stock handler position have been transferred out of this budget. No new positions have

requested. Total budgeted \$355,000 for an increase of \$54,100 to cover costs of existing positions.

2. Travel. \$10,000 requested for an increase of \$2,800 over the current fiscal period. Expanded level of services provided as justification for the increase.
3. Contractual Services. Total requested \$41,900 for a decrease of \$65,700. Reduction is in the are of rents and utilities (\$75,200) with a partially offsetting increase in communication costs (\$10,400).
4. Commodities. Slight decrease of \$600 in this account for a total request of \$4,000.
5. Equipment. This account reflects an increase of \$200 for a total request of \$700. Amount budgeted is for the purchase of additional office equipment.
6. Inter-agency charges. Amount requested \$73,800 to defray rental costs (\$66,800) and equipment rentals (\$7,000).

SENATE FINANCE COMMITTEE

February 13, 1970

1:40 p.m.

Present Senators Phillips, Haggland, Bradshaw, and Miller. Commissioner Beardsley, Department of Highways, Deputy Commissioner Scougal, and Thomas A. Johnson, Administrative Director.

Meeting convened at 1:40 p.m.

Maintenance The Department of Highways maintains approximately 4,500 miles of road within the State of Alaska. Wherever it is feasible, the department contracts to the city to maintain the roads within its limits--such as Anchorage where it costs \$250,000 under contractual services. This is cheaper than doing it ourselves.

Construction - Senator Miller asked when the new highway department complex at Fairbanks Fairbanks Highway Building would be ready. Deputy Commissioner Scougal replied that the building will be ready in the Fall of 1970. He also commented that these buildings will all be of similar design. There is enough property around this building to allow other state buildings to join it.

Anchorage to The department is now concentrating and placing emphasis on tying Anchorage Fairbanks Highway and Fairbanks together. The last bids are out now. In the future, however, Anchorage Belt we should plan to place a belt around the town of Anchorage.

Valdez personnel The request for additional personnel at Valdez has been made in view of the increase TAPS projects.

Working Capital In the past, we would depreciate our equipment on a cost basis.. We now Fund depreciate equipment on its replacement cost. We have gone all through our equipment and have taken the same approach. We are also checking over our equipment and determining whether it is cheaper to rent it or buy it. Naturally, keeping in mind the maintenance costs that are involved in owning the equipment. We are also taking into consideration the larger sizes of equipment such as trucks for hauling.

Equipment
Leasing
State-wide
Contract
Cars & Pickup
Trucks

After considerable discussion on the merits of leasing equipment, it was the consensus of the group that leasing of cars on a state-wide contract would save the state approximately 30%. The departments could identify their vehicles as usual using pastic decals. In Anchorage, Fairbanks, and Juneau it would also be to the State's advantage if pickup trucks were leased. Leasing of vehicles for the outlying area it would not work nor would leasing of police cars.

Print Shop

The operation of a state-wide centrally located print shop was discussed. The Highway Department does not think it will work out well. They felt that they could do their work better and more efficiently in their own shop.

Adjournment

The meeting adjourned at 3:30 p.m.

DEPARTMENT OF HIGHWAYS

1970-71 BUDGET REQUEST

REVIEW & ANALYSIS

III. Maintenance

A. Anchorage District

1. Personal Services - 14 new maintenance positions are requested for a total cost of \$208,800. This amount also includes 7 permanent part-time positions. Cost of existing positions is budgeted at \$1,683,600, which represents an increase of \$226,900 over the current fiscal year.
2. Travel - Amount requested \$28,000 for an increase of \$11,000 over the current fiscal year. Increase is due to anticipated program expansion.
3. Contractual Services - Amount requested is \$638,500 for a decrease of \$1,013,200 over the current fiscal year. Reduction in rental costs (\$1,088,200), rents and utilities (\$82,800), and insurance and bonding (\$33,000), are partially offset by increases in other contractual services (\$153,200), transportation of things (\$5,500), and communication costs (\$1,900).
4. Commodities - Amount requested \$563,900 for an increase of \$170,100 over the current fiscal year. Increases in maintenance and construction materials, parts, supplies and accessories, and other miscellaneous adjustments.
5. Equipment - \$23,900 are requested in this account to maintain current level of services. This is an increase of \$1,500 over

the current fiscal period.

6. Inter-agency Charges - \$1,672,000 are requested in this account for space rental (\$90,200) and equipment rental (\$1,581,800).

B. Fairbanks District

1. Personal Services - 6 new positions and 3 permanent part-time positions are requested in this account for a total increase of \$100,800. Cost of existing positions is budgeted at \$1,367,200 for an increase of \$165,500 for the current fiscal year.
2. Travel - \$33,000 are requested in this account for an increase of \$3,000 over the present year. Program expansion is provided as justification for this increase.
3. Contractual Services - \$368,700 are requested in this account for a decrease of \$606,200. Reduction is in the equipment rental account (\$612,800), insurance and bonding (\$2,500), and rents and utilities (\$1,900), with corresponding increases in other contractual services (\$10,000) and transportation of things (\$1,000).
4. Commodities - Amount requested is \$323,300 for an increase of \$28,000 over the current fiscal year. Total increase is in maintenance and construction materials.
5. Equipment - Increase of \$41,000 for total request of \$45,000 projected for next year. Bulk of the increase is for the purchase of a house trailer at Cantwell for \$36,000.
6. Inter-agency Charges - An amount of \$989,400 budgeted in this account for equipment rentals (\$950,000) and for ASHA building

rentals (see note in work book).

C. Juneau District

1. Personal Services - 5 new full time and 2 permanent part-time positions are budgeted in this account at an aggregate **cost of** \$69,300. Cost of existing positions is budgeted at \$599,500 for an increase of \$68,500 over the current fiscal year.
2. Travel - Amount requested \$16,000 for a total increase of \$4,600. Increase due to expanded level of services and for support of the airports at Gustavus and Yakutat.
3. Contractual Services - This account reflects a decrease of \$381,400 for a total request of \$67,300. Reduction in equipment rental (\$317,300), rents and utilities (\$49,000), other contractual services (\$14,500) and insurance and bonding (\$1,100), account for this decrease.
4. Commodities - Amount requested \$136,500 for a total increase of \$16,700. Total increases in maintenance and construction materials.
5. Equipment - Amount requested \$5,600 for an increase of \$3,100 over the current level. A utility sander (\$2,300), gas chain saw (\$1,250), and other miscellaneous equipment are budgeted to be purchased in this account.
6. Inter-agency Charges - An amount of \$660,800 is budgeted in this account to defray space and equipment rental costs.

D. Nome District

1. Personal Services - No new positions requested. Amount budgeted for existing positions \$235,900 for an increase of \$29,400 over the current fiscal year.
2. Travel - No increase requested. Current level of \$9,700 projected for next year.
3. Contractual Services - Amount requested \$226,700 for an increase of \$33,000 over the current fiscal period. An increase of \$248,500 in other contractual services (see work book for details of this expenditure) is partially offset by reductions in equipment rental (\$122,700), rents and utilities (\$36,500), and insurance and bonding (\$400).
4. Commodities - Total request \$36,800 for an increase of \$1,000 over current level.
5. Equipment - No increase requested. Current level of \$400 projected for next fiscal period.
6. Inter-agency Charges - \$231,000 are budgeted in this account for equipment rentals (\$195,000) and for building rentals and utilities (\$36,000).

E. Valdez District

1. Personal Services - 1-1/2 new positions budgeted for the next fiscal year at a total cost of \$41,900. Cost of current positions is budgeted at \$933,200, which is an increase of \$138,400 over the current fiscal period.
2. Travel - \$27,000 are requested in this budget for an increase of

\$7,000 over the current fiscal year. Expanded level of services is provided as justification for this increase.

3. Contractual Services - Amount requested \$98,900 for a decrease of \$537,600 over the current fiscal period. Heavy reductions are in the areas of equipment rental (\$414,900) and rents and utilities (\$133,400), with adjustments in the communications account (-\$1,600) and increases in printing and advertising (\$1,500) and other contractual services (\$12,600).
4. Commodities - Amount requested \$221,900 for an increase of \$84,600 over current level. Increases in the areas of maintenance and construction materials (\$75,000), fuel (\$5,400), and other supplies for \$4,000.
5. Equipment - This account reflects an increase of \$27,600 for a total request of \$35,600. A substantial share of this increase is for an anticipated purchase of an asphalt storage tank for \$15,000 and a cement piggy-back distributor for \$15,000.
6. Inter-agency Charges - \$776,500 are budgeted in this account for space and equipment costs.

F. Special Reserves

No increase requested. Present level of \$125,000 deemed adequate for next fiscal year.

G. Special Projects

\$2,000,000 in miscellaneous account. This amount is distributed

as follows:

Anchorage	\$944,000
Juneau	460,000
Valdez	200,000
Fairbanks	396,000

H. Hickel Highway

Nothing provided in this project for further developments on the Hickel Highway. This represents a decrease of \$433,000 from the current fiscal year.

IV. Working Capital Funds

Note: The Department of Highway's working capital fund was the subject of a thorough study performed by the staff of the Senate Finance Committee. Recommendations outlined in the report should be reviewed prior to the budget review for this section of the Highway budget.

HEATH

SENATE FINANCE COMMITTEE

February 14, 1970

9:00 a.m.

Present:

Senators Phillips, Haggland, Koslosky, and Miller. J. W. Betit, Commissioner, Department of Health and Welfare; Robert A. Hall, Deputy Commissioner; James F. McLain, Administrative Officer; Donald K. Freedman, M.D., Director of Public Health; Jim Andre, Environmental Health; Charles McLain; Stanely Harris; Eugene Smith, Budget & Management, Mario F. Martini, Senate Fiscal Counsel.

Office of Aging

In the Office of the Aging they have only one coordinator and the Federal Plan calls for a staff of five people, three professional positions and two clerical positions. The Federal Plan finances the program on a fifty to fifty percent basis. At the present time, the state has nine projects committed over a two or three year period.

Environmental Health

Fourteen new positions have been requested by the Environmental Health Department. They need a professional engineer to work on air pollution problems and a Secretary II in the control headquarters to develop a control program. There have been no requests for the Juneau Office. The Anchorage Office will make water surveys this summer and have requested three part time workers. The department is working with the people on the North Slope to develop standards on water and also on waste disposal. The department will not permit them to bury waste; therefore, several different alternatives are being worked on. Senator Phillips asked what was going to happen to the cities on the coast that need sewage treatment plants. There is Federal Grant money available for municipalities. Senators Phillips and Haggland asked for a breakdown on what Anchorage and Fairbanks are doing.

Municipalities

Community Health
Centers

Senator Haggland asked if we had enough community health centers. Commissioner Betit said there is lot of money available in Federal grants, but the plans have to be just right in their presentation. We are taking advantage of all we can. Under community health clinics we anticipate greater patient travel. Outside services had been arranged for patients in Indiana. The contract has now been terminated; therefore, it is necessary to bring these patients back home.

Divorce Rate

The divorce rate is twice as high in Alaska as anywhere else in the United States. We have instituted a new program on counselling as the caseload has been rapidly increasing. The court system has a marriage counsellor, but we too need a counsellor to work on these cases. We have not been able to pinpoint any particular cause for the divorces, but the rate is now 25.7% of all marriages in the State.

Data Processing

Mr. Martini asked how much work has been put in the system. Commissioner Betit said that one year's work has been put on the machines. Lockheed has sent them three different people as support to the system. Senator Phillips asked how would you judge the cooperation from the Department of Administration? Commissioner Betit said he personally felt that the Data Processing Department was doing a good job. It was an archaic system to begin with, and they have had their growing pains but have come a long way. Senator Phillips said they were very expensive growing pains.

The meeting recessed at 10:45 a.m. for 15 minutes.

Case Worker
Shortage

In the Division of Public Welfare there is an shortage of case workers. The department needs more supervisors in order to comply with the Federal programs. A Clerk-Typist II is requested to handle work of case worker.

Barrow Office

We hope to open an office in Barrow. Senator Phillips asked what do they have in Barrow now? They have a worker that goes up once a month to check on all

Trailer Office
and Home

child welfare problems and child abuse. The decision to open an office there is that we could do a better job if the worker were on the scene instead of the airplane. They were thinking of putting a house trailer at Barrow providing the weather would not prohibit it. The trailer would be used for an office and a home. This would work out well for a single person. Mr. Martini asked where most of the automobiles in the state would be located. The majority of cars are in the Anchorage area. It was thought that they should be pooled.

WIN Program

The WIN program is working out very well according to Commissioner Betit. The Public Welfare Department provides day care and transportation for the children and the Department of Labor does the training and placing of the women. There are approximately 240 women taking part in the program. The Nixon program, if approved, will put teeth into this program. If the trained people do not work, they will become ineligible to receive money.

Food Stamp
Program

The department was sued for not having enough food stamps available for distribution. This is a good program; however, transfer of legal tender type of money is bad. It required security guards and extra precautions all around. After the Federal Court decision was given, we have 75 days from that date to hire ten new workers to help out with the distribution.

General Relief

The people who qualify under General Relief are those who do not qualify under any other program. We will provide medical service for anyone who is without funds. Senator Haggland asked if the patients kept in the hospital were checked upon to see when they should be released. He said that in some states they retain a team of doctors to check on these things. Commissioner Betit said that here they review the hospital bills and doctor's charges for anything that might be out of line. If they do find unduly large bills, they reject the bill and ask for supporting papers.

Medical Bills

CWS/JC Program

The CWS/JC program is for dependent and neglected children. They are not

delinquent children. We can save money by putting children in adopted homes instead of keeping them in foster homes. Our adoptions have increased slightly.

The meeting adjourned at 12:05 p.m. and will reconvene at 1:30 p.m.

Adjournment

DEPARTMENT OF HEALTH & WELFARE

1970 - 71 BUDGET REQUEST

REVIEW & ANALYSIS

I Department Total

A. Position Analysis

New positions authorized fiscal year 1969-70	<u>32</u>
Currently authorized positions	1,185
Departmental Changes, Fiscal Year 1969-70	+ 35
New Positions requested Fiscal Year 1970-71	136
Total departmental personnel Fiscal Year 1970-71	1,356

B. Departmental Request

Total authorized fiscal year 1969-70	29,773,900
Departmental Request for Fiscal Year	
1970-71	41,740,700
Percent of increase	40.2%

Total allowed by Governor's Budget Review

Commission	42,184,300
Percent of increase	41.7%

DEPARTMENT OF HEALTH & WELFARE

1970-71 BUDGET REQUEST

REVIEW & ANALYSIS

II. Division of General Administration

A. Office of the Commissioner

1. Personal Services - No new positions requested. Increase of \$15,100 over last year level of \$114,600 required to meet salary increase costs of existing positions.
2. Travel - Minor increase of \$100 over last year level of \$8,500 requested for fiscal year 1970-71.
3. Contractual Services - Amount requested \$7,100 for an increase of \$3,300 over the current fiscal year. Increase is in communications (\$1,100) and rents and utilities (\$2,200).
4. Commodities - No increase requested. Current level of \$1,600 projected for the next fiscal year.
5. Inter-agency Charges - Amount requested \$3,000 for custodial services to the Division of Buildings. A decrease of \$44,000 due to the transfer of data processing costs to the Division of Administration.

B. Administrative Services

1. Personal Services - 3 new clerical and professional positions requested in this function at a total cost of \$30,700. 2 positions have been transferred into this function during the current fiscal year. Increasing cost of existing positions -- \$87,000.
2. Travel - No increase requested. Current level of \$7,900 projected for the next fiscal year.

3. Contractual Services - Total request of \$85,700 for a decrease of \$21,800 over the current fiscal year. Decrease is in communication (\$19,800), equipment rental (\$8,300), and insurance and bonding (\$1,200) are partially offset by increases in printing and advertising (\$5,000), rents and utilities (\$1,400), and adjustments in other sub-accounts.
4. Commodities - Amount requested \$15,300 for an increase of \$2,000 over the current fiscal year. Increase is in the area of stationery and office supplies due to general price increases.
5. Equipment - Total request \$6,000 for purchase of equipment for new positions and for equipment replacement purposes.
6. Inter-agency Charges - Amount requested \$25,200, which is an \$12,400 increase over the current fiscal year. Increases in current rentals, (\$6,700), building maintenance, and duplication charges.

C. Comprehensive Planning

C.(1) Comprehensive Health Planning

1. Personal Services - No new positions requested. Increase of \$10,300 over current level of \$72,000 is to defray costs of existing positions.
2. Travel - \$40,400 requested for an increase of \$7,500 over the current fiscal year. Expanded level of service is provided as justification for this increase. \$6,500 of the budgeted amount is for travel outside of the state.
3. Contractual Services - Amount requested \$28,500, reflecting a decrease of \$8,000 over the current fiscal year. Decrease is in the area of other contractual services.

4. Commodities - No increase requested. Current level of \$2,500 projected for next fiscal year.
5. Inter-agency Charges - Amount requested \$1,700 for a decrease of \$4,600 over the current fiscal year. Decrease due to transfer of data processing charges.

C.(2) Defense & Disaster Planning

1. Travel - No increase requested. Current level of \$2,700 projected for the next fiscal year.
2. Contractual Services - No increase requested. Current level of \$1,500 projected for the next fiscal year.
3. Commodities - No increase requested. Current level of \$500 projected for the next fiscal year.

C.(3) Facilities Development

1. Personal Services - No new positions projected. Increase of \$4,000 due to reclassifications of existing positions. Total request \$29,200.
2. Travel - Minor increase of \$100 over current level for total request of \$5,200.
3. Contractual Services - Request of \$12,200 reflects a decrease of \$1,300 over current level.
4. Commodities - No increase requested. Current level of \$700 projected for next year.
5. Inter-agency Charges - \$3,200 are requested to defray construction inspection charges and their miscellaneous costs. No increase over present fiscal year.

D. Office of the Aging

1. Personal Services - Funding for a position of Deputy Coordinator is requested for next fiscal year. This position was not funded during the current fiscal year. No other new positions are requested. Total request \$49,900.
2. Travel - An increase of \$1,100 over currently authorized \$15,800 is projected for the next fiscal year. Of the total requested, \$2,800 are for outside travel.
3. Contractual Services - Amount requested \$5,700 for an increase of \$1,700 over the current fiscal year. Increase is primarily in cost of communications and rents and utilities.
4. Commodities - Minor increase of \$200 over the current authorization of \$1,300, for a total request of \$1,500.
5. Equipment -- \$300 have been requested in this account for the purchase of a tape recorder to be used by blind and other older people.
6. Grants, Claims & Shared Revenue - An amount of \$132,000, which is a decrease of \$8,000, is being projected for the next fiscal year to continue the projects which are already in effect.
7. Inter-agency Charges - \$900 are requested for painting of the building and for car rental from the Department of Highways.

III. Division of Public Welfare

A. Administration

1. Personal Services - Amount requested is \$1,913,300 for an increase of \$672,800. Of this increase, \$301,800 are for 31 professional

and clerical positions, \$172,700 are for 30 positions transferred into this division, and the balance is for cost of salary increases and reclassifications.

2. Travel - An increase of \$66,300 over current level of \$42,200 for a total of \$108,500 is projected for the next year. This increase is due primarily to the new positions added to this division and to expanded level of services to be provided in the next fiscal year. Of the total requested, \$9,300 are budgeted for outside travel.
3. Contractual Services - Amount requested \$205,100 for an increase of \$19,500 over the current fiscal year. Increases of \$20,300 in communications, \$14,800 in transportation of things, \$2,500 in other contractual services, and \$2,000 in repairs, services, and alterations are partially offset by decreases in other sub-accounts.
4. Commodities - Total request \$22,000 for an increase of \$7,700 over the current fiscal year. Increase is mostly in stationery and office supplies to maintain current needs and in light of the new requested positions.
5. Equipment - Amount requested \$58,500 for an increase of \$52,000 over the current fiscal year. Request is for office equipment, a house trailer (\$20,000), and an automobile (\$3,000).
6. Inter-agency Charges - A total of \$48,100 for an increase of \$22,000 over the current fiscal year is being projected for the next fiscal period. Of this amount, \$19,400 is for auto rental to the Department of Highways, and \$9,300 is for payments to the Division of Buildings.

B. Staff Development

1. Personal Services - Amount of \$43,200 is requested to defray cost of existing positions. One position of Staff Development Supervisor has been transferred into this account from another project.
2. Travel - An amount of \$14,000 is budgeted for this function. No travel funds were allowed during the current fiscal year.
3. Contractual Services - Total requested \$127,200 for an increase of \$36,900 over the current fiscal year. Practically all of the increase is in the area of other contractual services (\$32,500).
4. Commodities - Increase of \$500 over the current level of \$1,000 for a total request of \$1,500 is projected for the next year to maintain current level of services.
5. Equipment - \$300 are requested in this account to provide equipment for the position transferred into this function.

C. WIN

1. Personal Services - One new position of Planning Aid is requested in this budget. A clerical position has been transferred to the Division of Administrative Services. Net result is an increase of \$1,600 for a total request of \$69,400.
2. Travel - An amount of \$10,200, which is a decrease of \$56,800 over the present fiscal year, is requested in this account. This decrease is due to the transfer of funds for transportation of children from the travel account to the contractual services account.
3. Contractual Services - Total request \$647,400 which is an increase of \$245,300 over the current fiscal period. This increase is in the area of other contractual services (amount requested \$625,300)

for an increase of \$236,500 over the current year. This amount is requested to provide child care services and child day care transportation for persons in the WIN program. Minor increases in other sub-accounts make up the difference in this increase.

4. Commodities - No increase requested. Current level of \$600 is projected for the next fiscal year.
5. Equipment - \$200 are requested for the purchase of miscellaneous office equipment.
6. Grants, Claims and Shared Revenue - An amount of \$6,000 is requested to complete Phase III in special work project.
7. Inter-agency Charges - An amount of \$100,400 is requested in this account as the welfare share of the training cost of the WIN program.

D. Adult Public Assistance

1. Travel - \$800 budgeted in this account for recipient travel.
2. Contractual Services - \$2,609,800 are budgeted in the professional fees and services account for nursing home care. This is an increase of \$685,800 over the current fiscal year.
3. Grants, Claims and Shared Revenue - An amount of \$3,863,200 is budgeted in this account. Approximately \$1,000,000 is to overcome a deficit which existed in this account at the beginning of fiscal year 1970. Balance of \$351,600 of the increase is to handle program increases.

E. A F D C

1. Travel - \$1,600 requested for an increase of \$600 over the current fiscal year for the transportation of children to and from hospitals, clinics, and other institutions.

2. Contractual Services - A request of \$754,800 is budgeted in this account for the next fiscal year. This amount represents an increase of \$246,500 over the current fiscal year. The total amount is budgeted in the area of other contractual services.
3. Commodities - Total requested \$7,200 for an increase of \$3,200 over the current fiscal year. This entire amount is for the purchase of clothing.
4. Grants, Claims and Shared Revenue - Amount requested \$4,995,900. This represents an increase of \$2,030,800 over the current fiscal year.

F. Food Stamp

1. Personal Services - An increase of \$43,100 over the current level of \$170,200 is projected to handle increased costs of existing positions. \$96,700 are budgeted for the establishment of ten new positions. All of these new positions are of a professional nature and are stationed all throughout the state.
2. Travel - Increase of \$21,700 for a total request of \$56,900 is projected for the next fiscal year. This increase is due to expanded level of services by this division. No funds are budgeted for outside travel.
3. Contractual Services - Total request \$41,700, for an increase of \$16,800 over the current level. Bulk of the increase is in rents and utilities (\$13,700), and communications (\$3,600).
4. Commodities - An increase of \$4,900 in stationery and office supplies for a total request of \$11,800 is projected for the next

fiscal year.

5. Equipment - \$11,200 are requested in this account for the purchase of office equipment for the new positions.

G. General Relief

1. Travel - \$11,100 are requested for next fiscal year. This is an increase of \$1,800 over the current level. Funds are provided for travel of recipients and for the return of non-residents who no longer wish to remain in Alaska but are not in a position to pay their own way.
2. Contractual Services - Amount requested \$129,000 for an increase of \$24,500 over the current fiscal year. Increases in the area of rents and utilities (\$13,500), professional fees and services (\$5,000), and other contractual services (\$6,000).
3. Commodities - \$95,900 are requested for an increase of \$15,900 over the current level. Increase is due to higher case load experience.
4. Grants, Claims and Shared Revenues - \$75,600 are requested in this account for an increase of \$12,600 over the current fiscal year. This amount is required to assist low income families to purchase food stamps.

H. General Relief - Medical

1. Travel - \$11,000 are budgeted in this account to defray travel costs for recipients who receive medical care in and out of Alaska.
2. Contractual Services - \$1,588,000 budgeted in this account for an increase of \$336,100 over the current fiscal year. Of the total

requested, \$1,492,600 is budgeted for professional fees and services (for an increase of \$240,700) and \$95,400 is budgeted for other contractual services (for an increase of \$95,400).

3. Commodities - Total request \$126,000, for an increase of \$12,000 over the current fiscal year. Amount requested is for the purchase of professional and scientific supplies.

I. CWS/JC

1. Personal Services - Three positions previously budgeted in this account have been transferred to the General Administration budget. No funds requested for personal services.
2. Travel - \$20,200 are budgeted in this account for the transportation of children to and from their own homes and institutions. Amount requested is an increase of \$6,400 over the current fiscal year.
3. Contractual Services - An amount of \$1,079,700 is requested for other contractual services for the payment of foster parents.
4. Commodities - \$4,000 for the purchase of clothing for children under new commitment. Amount requested reflects an increase of \$400 over the current fiscal year.

J. Recipient Rehabilitation

1. Inter-agency Charges - An amount of \$200,000 is provided in this account to furnish vocational rehabilitation services to approximately 80 adult P.A. recipients per year. This is a program sponsored jointly with the Division of Vocational Rehabilitation.

IV. Environmental Health

A. General Program

1. Personal Services - 14 new positions, primarily of a professional

nature, have been requested for the next fiscal year, at a total cost of \$204,000. Existing positions will require an additional \$154,500 over the current fiscal year, \$332,000 for salary increases and costs of reclassifications.

2. Travel - \$96,500 are requested in this account for the next fiscal year. This is an increase of \$58,500 over the current budget. Increase due to new positions requested and to expanded level of services. \$7,500 are budgeted for outside travel.
3. Contractual Services - \$84,000 are requested in this account for an increase of \$31,300 over the current fiscal year. Increase is in the areas of communications (\$11,700), transportation of things (\$10,000), rents and utilities (\$8,200), and other adjustments.
4. Commodities - \$8,000 are requested in this account for an increase of \$3,500. Increases are in stationery and office supplies, \$1,000 professional supplies, and other minor adjustments.
5. Equipment - An amount of \$18,400 is requested for an increase of \$16,600 over the current fiscal year. Included in this budget is the purchase of three automobiles (\$8,550) and miscellaneous office equipment.
6. Inter-agency Charges - \$9,000 are requested in this account for car rental services and to defray central duplicating costs.

B. Water Pollution Control

1. Personal Services - Three new positions are requested for the central office in Juneau at a total cost of \$35,700. Existing positions reflect a \$16,600 increase due to salary raises and reclassifications.

2. Travel - \$20,000 are requested in this account for an increase of \$10,000 over the current fiscal year. \$4,500 are budgeted for the new positions requested, with the balance budgeted for program maintenance.
3. Contractual Services - This account reflects an increase of \$10,500 for a total request of \$13,000. Increase is spread evenly among all sub-objects within the account.
4. Commodities - Total requested \$2,500 for an increase of \$1,600 over currently authorized increases for professional, scientific and miscellaneous supplies.
5. Equipment - \$3,700 are budgeted in this account for the next fiscal year for the purchase of office equipment for the new positions.
6. Inter-agency Charges - \$500 are budgeted for car rental charges from the Highway's equipment pool.

DEPARTMENT OF HEALTH & WELFARE

1970-71 BUDGET REQUEST

REVIEW & ANALYSIS

VI. Program Administration

A(1) Central Office

1. Personal Services - One new position of Community Mental Health Coordinator is proposed in this budget at a cost of \$19,800. \$101,100 are budgeted to cover cost of existing positions for an increase of \$12,000 over the current fiscal year.
2. Travel - Amount requested \$7,800 for an increase of \$2,100 over the current fiscal period. Total increase is due to new positions requested.
3. Contractual Services - Amount requested \$5,300 for an increase of \$600 over the current fiscal period.
4. Commodities - Amount requested \$2,100 for an increase of \$1,000 over the current fiscal period. Increase is in the area of miscellaneous supplies and materials.
5. Equipment - \$600 are requested in this account to purchase equipment for the new position.
6. Inter-agency Charges - \$1,500 are requested to defray pro-rata costs of custodial services (\$1,100) and for duplicating charges (\$400).

A(2) Office of Mental Retardation

1. Personal Services - No new positions requested. Application of vacancy and turn-over results in a decrease of \$4,400 from current level for a total request of \$26,000.

2. Travel - No increase requested. Current level of \$4,000 projected for next fiscal year.
3. Contractual Services - Minor adjustments within sub-accounts result in a decrease of \$100 for a total request of \$2,700.
4. Commodities - No increase requested. Current level of \$200 projected for next fiscal year.
5. Inter-agency Charges - \$100 are requested in this account for duplicating services.

B. Community Mental Health Clinics

1. Personal Services - No new positions requested. Two existing part-time positions are being proposed for full-time. Cost of existing positions are budgeted at \$352,500, for an increase of \$75,700 over the current fiscal year.
2. Travel - Amount requested \$32,000 for an increase of \$2,600 over the current fiscal year. Expansion of current level of services provided as justification of this increase.
3. Contractual Services - Amount requested \$64,600 for an increase of \$18,000 over the current fiscal year. Increase is in the area of other contractual services (\$15,000), professional fees and services (\$3,600), with adjustments in other sub-accounts.
4. Commodities - Amount requested \$7,200 for a minor decrease of \$400 over the current fiscal year.
5. Equipment - An increase of \$2,500 for a total request of \$3,400 is projected in this account to buy additional office equipment and furniture for the clinics.

6. Lands, Buildings and Non-structural Improvements - \$5,000 are requested to complete a study related to the move of the Northern Regional Clinic. This money required for remodeling and moving costs.

C. Hospital and Nursing Home Care

1. Personal Services - \$12,000 is anticipated in this account for salaries and nursing attendants. This is an increase of \$2,000 over current level.
2. Travel - No increase requested. Current level of \$7,800 projected for the next fiscal year.
3. Contractual Services - \$339,900 are budgeted in this account for a decrease of \$119,400. Decrease due to an anticipated drop in patients' occupancy and to the termination of a contract with the Beatty Memorial Hospital.
4. Commodities - No increase requested. Current level of \$400 projected for next fiscal year.

D. Institutional Services

D(1) Harborview Memorial Hospital

1. Personal Services - Six new positions requested in this budget for a total of \$32,400. Cost of existing positions is budgeted at \$1,264,400 for an increase of \$271,000 over the current fiscal year.
2. Travel - Amount requested \$11,600 for an increase of \$2,900 over the current fiscal year. Increase due to expanded level of services.
3. Contractual Services - Amount requested \$306,100 for a decrease of

\$88,000 over the current fiscal year. A decrease of \$133,700 in the cost of rents and utilities and of \$5,000 in equipment rental is partially offset by increases in professional fees and services (\$25,600), transportation of things (\$19,200), other contractual services (\$3,300), and other minor increases in the remaining sub-objects.

4. Commodities - Amount requested \$258,000 for an increase of \$55,800 over the current fiscal year. Increase in costs of food (\$30,600), other supplies and materials and parts, professional and scientific supplies, and clothing comprise this increase.
5. Equipment - An amount of \$22,200 for an increase of \$19,800 is projected in this account. \$10,000 are budgeted for the purchase of a bus, \$3,600 are budgeted for replacement of X-Ray equipment, and the balance of the request is for purchase of miscellaneous equipment peculiar to this program.
6. Lands, Buildings & Non-structural equipment - An amount of \$3,000 has been budgeted in this account for the replacement of an incinerator and install an emergency lighting system at the Valdez institution.

D(2) Alaska Psychiatric Institute

1. Personal Services - 8 new positions are requested in this account at a total cost of \$45,200. One of the existing positions has been transferred to the Division of Administrative Services (dietician). Cost of existing positions is projected at \$2,394,400 for an increase of \$401,700 over the current fiscal year.

2. Travel - Slight decrease of \$400 for a total request of \$21,600 projected in this account.
3. Contractual Services - Amount requested \$253,700 for an increase of \$36,200 over the current fiscal year. Increase is in professional fees and services (\$19,400), insurance and bonding (\$14,000), comprising the largest bulk of this increase.
4. Commodities - Amount requested \$291,900 for an increase of \$14,500 over the current fiscal year. Increase is evenly distributed among all sub-accounts.
5. Equipment - \$26,300 are requested in this account for an increase of \$25,200. Amount budgeted is for the purchase of institutional equipment and for the purchase of some office equipment.
6. Lands, Buildings and Non-structural Equipment - \$20,000 are budgeted in this account to defray costs of three small projects which were removed from the Capital Improvement program. This amount was budgeted in this account at the Governor's Budget Review Committee request.
7. Grants, Claims and Shared Revenue - \$10,500 are budgeted in this account for the support and care of persons and for judgments and other claims. This is an increase of \$4,800 over the current level.
8. Inter-agency Charges - \$15,000 are requested in this account for car rental costs.

D(3) Hospital Improvement Program

No increase requested in the entire program. Current level of \$90,000 is projected for the next fiscal year.

D(4) Mental Health Centers

\$104,500 are budgeted in this account under grants, claims, and shared revenue to provide steady grant-in-aid funding for community mental health center in Ketchikan and Kodiak. This amount will provide the state share of matching funds for Federal funds already received.

SENATE FINANCE COMMITTEE
February 14, 1970
1:30 P. M.

Present

Senators Phillips, Haggland, Koslosky, Miller; J. W. Betit, Commissioner, Department of Health & Welfare; Robert A. Hall, Deputy Commissioner; V. L. Iverson, Director, Division of Administrative Services; Charles G. Adams, Director, Division of Corrections; Thomas R. Branton, Administrative Officer; Donald K. Freedman, M. D., Director, Division of Public Health; Eugene A. Smith, Budget Director, Division of Budget & Management; Walt Norcm, Budget Analyst; Mario F. Martini, Senate Fiscal Council.

Corrections

Mr. Adams has requested 19 new positions in the probation section since the case load average for probation and parole is 111 units per man, with the national average at 50 units per man. With the additions, case load will be reduced to 76 per man. The travel increase is due to the additional personnel requested.

Senator Phillips asked why the State Troopers transport prisoners to correctional institutions; to which Mr. Adams replied their department is not equipped or qualified to handle this job, while the troopers are stationed in all areas and have the vehicles. Correction personnel do know the offenders and the situations, and may be able to handle this job if it is transferred to their department.

Senator Phillips questioned the purpose of the Crime Council and Mr. Adams said they provide a record service and volunteer

as probation officers in Anchorage, funded on a 60/40 basis. Recording of information was discussed and Mr. Branton explained the micro-film system proposed to maintain records. Once provided, the department will have a single-index document reflecting all cases, which can be used in conjunction with the records kept by Public Safety. It is not a duplication of records, as Public Safety maintains a system of storage and retrieval while the Corrections Department file gives more basic information. Mr. Betit added there is a duplication in data processing due to the failure of the Coordinating Committee to effectively program the material. He recommended the data processing operation should be in one central location and not in each department. There is a constant liaison between the Department of Health & Welfare, Public Safety, and Data Processing to coordinate their systems. Another problem arises due to the confidentiality of most of the records. Mr. Martini said it would be possible to set up a cross-reference system between the departments.

Mr. Adams referred to the qualifications for a probation officer and resumed his justification for personnel additions. Mr. Martini asked the professional clerical ratio in this department, and Mr. Adams said it is three to one.

The addition of a Correction Officer is necessary due to the leave and vacation time of other employees in this division, most of whom are at the maximum step level. Senator Phillips said

Care of
Prisoners

most of the prisoners are repetitive drunk cases who don't need too much confinement. Mr. Adams agreed, and said many of these cases did not belong in jail but could go to the Adult Conservation Camp. However, this camp is needed for other people, and the capital improvement budget does not include any more minimum security buildings right now. The cost of building and maintaining correction facilities was discussed, and it was agreed that more of the work could be done by inmate labor. This is often vetoed by the Division of Buildings because of union complaints. Mr. Adams believes the State of Alaska's laws are inadequate in this area since a work program has a therapeutic value and can be approached as a rehabilitation program. Senator Phillips requested the department to draft a bill listing their requests. Mr. Branton added the Federal government is opposed to using prisoners as fire fighters since it puts able-bodied men out of work, but they are used on state lands.

The cost of housing prisoners was questioned by Senator Miller and Mr. Branton said a maximum security jail runs \$18 per day, while minimum security runs \$4 less. Senator Miller stated it is the opinion of the Parole Board that another maximum security jail be built; and Mr. Adams said another minimum security building may be built because it would cost less, but location is the question. Senator Phillips asked about the land lease charge, which Mr. Branton said is rent paid to a school district.

Anchorage State
Jail

Mr. Adams reported the Anchorage State Jail is over-crowded, housing 103 prisoners while intended to handle 65. The bond

Southeastern
Regional
Correction
Center

issue would correct this; therefore, the only request at this time is for funds to share in the vocational rehabilitation program.

A request for a Maintenance Mechanic is budgeted for the Juneau jail. The budget also reflects the cost of the building itself, since \$116,000 is provided each year to pay ASHA out of operating funds. The building is patterned after the facility in Fairbanks and 10% was saved by using the same design. Senator Miller asked if it was necessary to build this facility for a capacity of 125 while only 63 prisoners are here, half of whom are trustees. Mr. Adams believes it was a mistake to build a facility such as this, with the same type of security throughout. The next institution should be a multi-purpose unit, designed to provide maximum security for those who need it, and minimum security for others.

Northern
Regional
Correction
Center

Senator Haggland asked if juveniles were separated from adults, to which Mr. Adams replied they were housed in the same facility but separated. The cost of returning prisoners to point of arrest was discussed, and only if an individual is committed and serves time is he returned to the point of arrest.

Ketchikan
State
Jail

One probation officer and three correction officers are requested for the Ketchikan State Jail to provide adequate coverage for all shifts. There are 29 prisoners at Ketchikan.

Mr. Smith asked about costs in the institutions and Mr. Iverson said exact costs on food are not available at this time. A dietitian is to be added who will develop a master menu for all

institutions, allowing the department to purchase in bulk. They are provided with free moose and free fish.

Other

Mr. Adams explained the charges for contractual services in this section are for placing 108 prisoners in jails outside of Alaska. With the maximum amount of prisoners at Anchorage, Fairbanks, and the Adult Camp they must utilize the Federal government. Some prisoners were brought back with the opening of the Juneau jail, but this facility should not be filled to capacity. Costs are \$18 per day at institutions inside Alaska, \$12 per day outside the state (plus transportation).

Care of
Juveniles

Mr. Branton reported there are 640 acres at Alcantra, the age limit is 18, and the probation officer decides which detention unit the child will attend for either minimum security or intensive care. At the McLaughlin Youth Center, care is taken to separate youths in detention from youths being phased out of the program. Senator Miller objected to the youths being allowed to smoke, and Mr. Adams said they will have this stopped. Leif Thorn-Thompson, Department of Health & Welfare, arrived at the meeting at 2:55 P.M. Senator Miller left the meeting at this time.

The major increase in contractual services at McLaughlin Youth Center is for psychiatric services. The travel increase is to send professionals to conventions and national seminars. The meeting recessed for ten minutes at 3:10 P.M. and Mr. Adams and Mr. Branton left.

Public Health

Dr. Freedman itemized the eight new positions requested and Mr. Martini questioned the error in the total salary cost.

Mr. Smith said the total of \$63,000 is correct as allowed by the Governor's Budget Review Committee. Dr. Freedman continued with the travel request, explaining it is due to the new positions and reviewed contractual services, commodities, and equipment.

Community Health

The Communicable Disease section in Community Health is a new function, proposed to investigate epidemics and VD cases.

Dr. Freedman reviewed the request in the budget from the Review and Analysis report attached.

Public Health Nursing

The increase in professional services for Public Health Nursing is due to the increase in population. The same number of nurses have carried the load in many areas for ten years, while the population has doubled. Senator Haggland asked if Public Health Nurses were necessary with the addition of hospitals at Barrow and Kotzebue, and Dr. Freedman replied they are needed to accompany doctors to the villages.

Laboratories

A micro-biologist has been requested to assist in sea food and clam testing at laboratories. Mr. Betit reported this is a new program in conjunction with the Department of Fish & Game to check toxicity of beaches and test samples. Selling and shipping of clams promises to be a new industry if Alaska can comply with the Federal Food & Drug regulations, and Mr. Betit explained the highly poisonous state of some clams and how this can be controlled.

Child Health
Services

Senators Phillips questioned the addition of five new positions in Child Health Services and Dr. Freedman explained the necessity of hearing specialists necessary to work in speech and hearing programs due to 4,000 children suffering from severe hearing loss. Senator Haggland said this was a good program, and the incidence of hearing loss should decrease since there are now enough medical centers to treat this.

Dr. Freedman stated the reduction of \$59,000 in commodities is due to a new program with a company in Anchorage accepting and filling eye glass prescriptions instead of the former procedure of sending to Seattle for glasses. The Lions Club contributes money toward this program.

Crippled
Children
Services

There are no new positions requested in Crippled Children Services, and the increase in travel is due to surgery performed outside the state. Dr. Freedman also mentioned a team of doctors is in Alaska each year from the Mayo Clinic, provided by the Heart Association. There were no increases in Child Study Center Medical Social Services, or Exceptional Children accounts, and communities have not requested additional funding.

Case
Registry

Case Registry was requested last year and not funded. It will maintain a record of children's diseases and defects; i.e., crippled children, retarded children, tuberculosis registry, etc. Family Planning sends representatives to communities to speak at planned parenthood association meetings and to visit rural areas with information on family planning. There is also a clinic in Anchorage.

Family
Planning

Office of
Alcoholism

This account has requested two new positions; a project coordinator and a clerk. Senator Haggland commented on the problem of alcoholism and Dr. Freedman said they have a report on this subject and what the Office of Alcoholism is doing which will be submitted to the Finance Committee.

Supplemental

Mr. Betit commented on the \$1 million supplemental and would appreciate receiving any information on action taken as soon as possible in order to prevent reducing or cutting grants. Senator Phillips indicated there would be no problem in the Finance Committee with the supplemental.

Adjournment

Meeting adjourned at 4:15 P. M.

HEALTH & WELFARE
1970 - 71 BUDGET REQUEST
REVIEW & ANALYSIS

V Corrections

A. Administration

1. Personal services. 19 new positions are requested in this account at an aggregate cost of \$118,200. Increased costs of existing positions total \$99,200 for a total request of \$767,200.
2. Travel. Amount requested is \$40,800 which is an increase of \$13,200 over the current fiscal year. New positions and expanded program are provided as justification for this increase.
3. Contractual Services. Amount requested is \$96,600 for an increase of \$16,900. Rents and utilities show an increase of \$17,700, this increase is offset by adjustments on the other sub-objects.
4. Commodities. Amount requested is \$20,400 which is an increase of \$10,200 over the current level. Increase is in the area of maintenance and construction materials (\$6,000), stationery & office supplies (\$3,000) and other minor adjustments.
5. Equipment. Total requested is \$29,700 which is an increase of \$17,200 over current level. Most of the amount budgeted is for office equipment for this division.
6. Inter-agency Charges. Amount requested is \$31,500 which is an increase of \$4,500 over the current fiscal year. An amount of \$24,700 previously budgeted for data processing services has been eliminated and \$21,800 has been added to defray rental charges of highway vehicles. \$9,700 are provided for building maintenance.

B. Care of Prisoners

B1. Adult Conservation Camp.

1. Personal Services. One position of Correction Office I is requested at a cost of \$11,400. Cost of existing positions totals \$309,100 with an increase of \$31,100 over the current fiscal year.
2. Travel. Amount requested is \$15,300 for an increase of \$1,000 over the current fiscal year. Bulk amount of this is for return of released prisoners to place of arrest (\$9,000).
3. Contractual Services. Amount requested is \$59,600 for a decrease of \$5,400 over the current fiscal year. A decrease of \$15,900 in equipment rental is offset by adjustments in the other sub-accounts.
4. Commodities. Amount requested is \$151,200 which is an increase of \$41,300 over current level. The bulk of the increase is in maintenance and construction materials (\$13,600) with general increases in all other sub-objects.
5. Amount requested is \$15,900 for an increase of \$10,900 over the current fiscal year. The bulk of the increase is for a farm tractor to replace one which was destroyed during a shop fire (\$8,500).
6. Grants, Claims and Share Revenue. Amount requested is \$32,000 which is an increase of \$8,000 over the current level. These funds are provided for the support and care of prisoners.
7. Inter-agency Charges. \$37,700 are budgeted in this account for vehicle and equipment rental (\$21,700) land lease (\$1,000) and \$5,000 each for vocational rehabilitation surplus commodities and surplus equipment.

B2. Anchorage State Jail

1. Personal Services. No new positions requested. \$338,700 for an increase of \$44,700 are budgeted to defray cost of existing positions.
2. Travel. \$7,700 for an increase of \$1,700 are budgeted in this account.
3. Contractual Services. \$77,200 for an increase of \$38,700 over the current fiscal year are budgeted in this account. The entire increase is in the area of other contractual services to provide recreational items to prisoners and to pay for the contractual agreement with the City of Anchorage for additional female prisoners.
4. Commodities. Amount requested \$93,400 which is an increase of \$24,700 over current level. Bulk of the increase is (\$12,100) for purchase of food with adjustments in all other sub-objects.
5. Equipment. Amount of \$3,400 is requested for replacement for existing equipment.
6. Grants, Claims and Share Revenue. No increase requested from the current fiscal year. Current level of \$4,200 projected for 1970-71.
7. Inter-agency Charges. \$7,600 are requested in this account for rental of highway vehicles and to purchase services from the Division of Vocational Rehabilitation.

B3. Southeastern Regional Correction Center

1. Personal Services. Provisions are made for a new position of Maintenance Mechanic at a cost of \$11,400. \$442,900 are budgeted for the existing positions for an increase of \$59,900 over the current fiscal year.

2. Travel. No increase requested. Current level of \$4,300 projected for next year.
3. Contractual Services. Amount requested \$226,000 for a decrease of \$13,500 over this year. Decreases are in rents and utilities (\$29,900) equipment rental (\$3,000) and transportation of things (\$1,000) are partially offset by increases in other contractual services (\$5,000) professional fees and services (\$3,500) and communication costs \$2,700).
4. Commodities. Amount requested \$121,600 for an increase of \$21,600 over the current fiscal year. Increases in maintenance and construction materials (\$11,200) with minor increases in all other sub-objects.
5. Equipment. Total request of \$10,500 for an increase of \$9,500 over the current fiscal year. Amount budgeted for general institutional equipment.
6. Grants, Claims and Share Revenue. Total requested \$10,000 for an increase of \$3,400 over the current fiscal year.
7. Inter-agency Charges. Decrease of \$7,900 from current fiscal year for a total request of \$4,100. A decrease of \$12,000 was experienced in the ASHA building rental account.

B4. Northern Regional Correction Center

1. Personal Services. Two new positions requested in this budget at a total cost of \$27,700. Cost of existing positions is budgeted at \$507,100 for an increase of \$90,100 over current level.
2. Travel. A decrease of \$600 for a total request of \$5,700 is projected on this account.
3. Contractual Services. This account reflects an increase of \$15,500 for a total request of \$82,700. Increase is primarily

in the area of professional fees and services (\$18,400) with adjustments in all other sub-objects.

4. Commodities. Total request is \$144,700 for an increase of \$37,300 over the current fiscal year. Major increases are in food costs (\$17,200) other supplies (\$10,200) professional and scientific supplies (\$5,000) and clothing (\$3,900).
5. Equipment. A request of \$3,100 which represents a decrease of \$1,700 over the current fiscal period is submitted for the purchase of institutional equipment.
6. Grants, Claims and Share Revenue. \$7,900 is budgeted for care and support of prisoners. (inmate gratuities)
7. Inter-agency Charges. \$3,600 are budgeted for highway vehicle rental.

B5. Ketchikan State Jail

1. Personal Services. One Probation Officer II and three Correctional Officer I positions are requested this this institution for an aggregate cost of \$47,400. Cost of existing positions is budgeted at \$192,200 which is an increase of \$25,200 over the current fiscal year.
2. Travel. This account reflects an increase of \$700 over the current fiscal year for a total request of \$2,500.
3. Contractual Services. Amount requested is \$32,300 for an increase of \$4,600 over the current fiscal year. Increases in professional fees and services (\$4,300) and other contractual services (\$1,300) are partially offset by minor decreases in other sub-accounts.
4. Commodities. Amount of \$35,500 for an increase of \$6,000 is requested for the next fiscal year. Increases are in the areas of food costs (\$2,400) professional and scientific supplies (\$2,300) and clothing (\$1,700).

5. Equipment. \$1,500 are requested for the purchase of institutional equipment.
6. Grants, Claims and Share Revenues. \$2,900 are requested to provide gratuities for prisoners. This is an increase of \$600 over the current fiscal year.
7. Inter-agency Charges. \$4,900 are budgeted in this account for highway's vehicle rental.

B6. Other

1. Personal Services. One new Clerk IV position is being budgeted in this account. Existing personnel costs are budgeted at \$9,700 for an increase of \$4,100 over current level.
2. Travel. \$15,200 are budgeted in this account for travel of Parole Board members. This is an increase of \$1,300 over current level for services.
3. Contractual Services. An amount of \$810,800 for an increase of \$144,000 over the current fiscal year is budgeted in this account. The bulk of this increase is in the area of other contractual services and provided for funds for contracts with the Bureau of Prisoners for the board and care of prisoners and other contractual items.
4. Commodities. A slight decrease of \$100 from the current fiscal year for a total request of \$4,600.
5. Equipment. \$6,600 have been requested in this account for general institutional equipment and for a Microfiche Copy Camera Unit for record systems and for micro-film copy units for regional jails.

C. Care of Juveniles

C1. Alcantra Youth Camp

1. Personal Services. A new Maintenance Mechanic III position is requested in this budget at a cost of \$12,300. Cost of existing positions are budgeted at \$200,700 for an increase of \$19,900 over the current fiscal year.
2. Travel. Increase of \$700 over current level for a total request of \$3,100.
3. Contractual Services. Total requested \$22,600 for a decrease of \$6,900. Decrease due to elimination of equipment rental request (\$7,800).
4. Commodities. Amount requested \$61,200 for an increase of \$17,600 over the current fiscal year. This increase is distributed evenly among all sub-objects among this account.
5. Equipment. Amount requested \$9,500 for an increase of \$4,000 over the current fiscal year. Amount budgeted is for the purpose of youth camp equipment and other institutional equipment.
6. Grants, Claims and Share Revenue. An amount of \$6,400 is provided in this account to provide pocket money to boys within the camp.
7. Inter-agency Charges. \$10,900 are budgeted in this account for highways vehicle rental.

C2. McLaughlin Youth Center

1. Personal Services. Two new positions are requested in this budget at a total cost of \$22,000. Cost of existing positions is budgeted at \$1,237,600. This amount also includes five part time on the job trainee program which is a new program within this institution for an aggregate total of \$22,708.
2. Travel. An increase of \$1,600 for a total request of \$12,700 is proposed in this budget. The increase is due to expansion of