CS FOR HOUSE BILL NO. 3001(FIN) am

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - THIRD SPECIAL SESSION

BY THE HOUSE FINANCE COMMITTEE

Amended: 5/5/00
Offered: 5/5/00

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

A BILL

FOR AN ACT ENTITLED

1 "An Act making an appropriation to cover the fiscal year 2001 monetary terms of the collective bargaining agreements for employees of the University of Alaska and the fiscal year 2001 salary and benefit adjustments for university employees who are not members of a collective bargaining unit; making appropriations and reappropriations to cover the fiscal year 2001 monetary terms of all executive branch collective bargaining agreements and the fiscal year 2001 salary and benefit adjustments for elected officials, officers, and employees of the executive branch who are not members of a collective bargaining unit; making an appropriation to cover the fiscal year 2001 salary and benefit adjustments for Alaska Court System employees; making an appropriation to cover the fiscal year 2001 salary and benefit adjustments for employees of the legislature and to cover the fiscal year 2001 benefit adjustments, other than lump sum payments, for elected officials
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. EXECUTIVE BRANCH. (a) Collective Bargaining Agreements. The appropriations and reappropriations made by sec. 5 of this Act and this subsection for implementing the monetary terms of the collective bargaining agreements listed in this subsection for the fiscal year ending June 30, 2001, total $20,335,700. In addition to the amounts appropriated or reappropriated by sec. 5 of this Act, the sum of $11,046,700 is appropriated from the funding sources listed in (d) of this section to the Office of the Governor, office of management and budget, for the fiscal year ending June 30, 2001, to implement the monetary terms of the following collective bargaining agreements:

   COLLECTIVE BARGAINING AGREEMENT

   (1) Alaska Public Employees Association, for the Supervisory Unit;

   (2) Alaska State Employees Association, for the General Government Unit;

   (3) Alaska Vocational Technical Center Teachers Association representing teachers at the Alaska Vocational Technical Center;

   (4) Alyeska Correspondence School Education Association, representing teachers at the Alyeska Central School;

   (5) Confidential Employees Association;

   (6) Inlandboatmen's Union of the Pacific, representing the unlicensed marine unit;

   (7) International Organization of Masters, Mates, and Pilots, Pacific Maritime Region, for the Masters, Mates, and Pilots Unit;

   (8) Marine Engineers Beneficial Association, representing licensed engineers employed by the Alaska marine highway system;

   (9) Public Employees Local 71, for the Labor, Trades and Crafts Unit;

   (10) Public Safety Employees Association, for the Correctional Officers Unit;

   (11) Public Safety Employees Association, representing state troopers and other commissioned law enforcement personnel; and

   (12) Teachers' Education Association of Mt. Edgecumbe.

(b) Salary and Benefit Adjustments. The appropriations and reappropriations made
by sec. 5 of this Act and this subsection for financing the salary and benefit adjustments for
public officials, officers, and employees of the executive branch who are not members of a
collective bargaining unit for the fiscal year ending June 30, 2001, total $2,611,600. In
addition to the amounts appropriated or reappropriated by sec. 5 of this Act, the sum of
$1,586,100 is appropriated from the funding sources listed in (d) of this section to the Office
of the Governor, office of management and budget, for salary and benefit adjustments for
public officials, officers, and employees of the executive branch who are not members of a
collective bargaining unit for the fiscal year ending June 30, 2001.

(c) Legislative Intent. It is the intent of the legislature that part of the appropriations
and reappropriations made or described in (b) of this section is to provide lump sum payments
of $1,200, reduced by $50 for each pay period that the officer or employee was not in pay
status in fiscal year 2000 and reduced by amounts necessary to pay mandatory employee and
employer deductions, for

(1) classified and partially exempt officers and employees in the executive
branch of the state government who are not members of a collective bargaining unit
established under the authority of AS 23.40.070 - 23.40.260 (Public Employment Relations
Act), employed and in pay status on July 1, 2000; and

(2) public officials, officers, and permanent and temporary employees in the
executive branch of the state government who are in the exempt service under AS 39.25, not
members of a collective bargaining unit established under AS 23.40.070 - 23.40.260 (Public
Employment Relations Act), and employed and in pay status on July 1, 2000.

(d) Funding Sources and Transfers. (1) The appropriations made in (a) and (b) of
this section are from the following funding sources:

<table>
<thead>
<tr>
<th>FUNDING SOURCE</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Federal receipts</td>
<td>$3,536,100</td>
</tr>
<tr>
<td>General fund match</td>
<td>157,700</td>
</tr>
<tr>
<td>Inter-agency receipts</td>
<td>1,725,700</td>
</tr>
<tr>
<td>Donated commodity handling fee account</td>
<td>2,500</td>
</tr>
<tr>
<td>Federal incentive payments</td>
<td>52,700</td>
</tr>
<tr>
<td>Benefit system receipts</td>
<td>46,300</td>
</tr>
<tr>
<td>Exxon Valdez oil spill settlement</td>
<td>42,500</td>
</tr>
</tbody>
</table>
1. Agricultural loan fund 27,500
2. FICA administration fund account 2,800
3. Fish and game fund 388,100
4. Science and technology endowment income 18,500
5. Highway working capital fund 275,000
6. International airports revenue fund 629,900
7. Public employees’ retirement fund 75,400
8. Second injury fund reserve account 4,700
9. Disabled fishermen’s reserve account 5,600
10. Surplus property revolving fund 6,200
11. Teachers’ retirement system fund 31,600
12. Veterans’ revolving loan fund 2,900
13. Commercial fishing loan fund 52,100
14. General fund/mental health 593,200
15. Real estate surety fund 2,900
16. National guard retirement system 1,500
17. Training and building fund 9,100
18. Permanent fund dividend fund 90,900
19. Rural development initiative fund 1,800
20. Oil/hazardous prevention/response 178,200
21. Interagency receipts/oil and hazardous waste 18,500
22. Capital improvement project receipts 1,626,000
23. Public school fund 400
24. Fisheries enhancement revolving loan fund 7,500
25. Alternative energy revolving loan fund 3,000
26. Alaska clean water loan fund 6,100
27. Marine highway system fund 1,633,600
28. Storage tank assistance fund 14,800
29. Information services fund 196,700
30. Mental health trust authority authorized receipts 61,800
31. Clean air protection fund 43,000
Mental health trust administration 11,200
Children’s trust fund earnings 300
Alaska drinking water fund 7,000
Alaska Industrial Development and Export Authority receipts 52,200
Alaska Housing Finance Corporation receipts 222,000
Alaska Municipal Bond Bank receipts 1,300
Alaska Permanent Fund Corporate receipts 78,500
Post-secondary education commission receipts 158,800
Designated program receipts 295,700
Test fisheries receipts 67,800
International trade and business endowment income 4,300
Pioneers’ homes receipts 55,900
Indirect cost reimbursement 20,200
Regulatory Commission of Alaska receipts 81,300
Public building fund 3,500

(2) The sum of $980,200 is appropriated from the general fund to the Alaska marine highway system fund (AS 19.65.060(a)) to transfer a sufficient balance to finance appropriations made in (a) and (b) of this section for employees of the Alaska marine highway system.

(e) Effects of Nonratification. If a collective bargaining agreement listed in (a) of this section is not ratified by the membership of the respective collective bargaining unit, the appropriations and reappropriations made by this Act that are applicable to that collective bargaining unit’s agreement are reduced proportionately by the amount for that collective bargaining agreement, and the corresponding funding source amounts listed in this section are reduced accordingly.

* Sec. 2. ALASKA COURT SYSTEM. (a) Salary and Benefit Adjustments. The sum of $1,154,500 is appropriated from the general fund to the Alaska Court System for salary and benefit adjustments for Alaska Court System employees for the fiscal year ending June 30, 2001.

(b) Legislative Intent. It is the intent of the legislature that part of the appropriation made in (a) of this section is to provide lump sum payments of $1,200, reduced by $50 for
each pay period that the employee was not in pay status in fiscal year 2000 and reduced by
amounts necessary to pay mandatory employee and employer deductions, for
(1) justices of the state supreme court, judges of the state court of appeals,
state superior court judges, state district court judges, and state magistrates, employed and in
pay status on July 1, 2000; and
(2) permanent and temporary employees in the judicial branch of the state
government, other than magistrates and judicial officers, who are not members of a collective
bargaining unit established under AS 23.40.070 - 23.40.260 (Public Employment Relations
Act), and are employed and in pay status on July 1, 2000.

* Sec. 3. UNIVERSITY OF ALASKA. (a) Salary and Benefit Adjustments; Collective
Bargaining Agreements. The sum of $6,426,300 is appropriated from the funding sources
listed in (b) of this section to the University of Alaska for the fiscal year ending June 30,
2001, for salary and benefit adjustments for university employees who are not members of a
collective bargaining unit and to implement the monetary terms of the collective bargaining
agreements of the
(1) University of Alaska Classified Employees Association;
(2) Alaska Community Colleges' Federation of Teachers;
(3) United Academics; and
(4) United Academics - Adjuncts.
(b) The fund sources for the appropriation made in (a) of this section are as follows:
General fund receipts $5,161,100
University receipts 939,400
Federal receipts 226,300
Auxiliary receipts 99,500

* Sec. 4. LEGISLATURE. (a) Salary and Benefit Adjustments. The sum of $634,000
is appropriated from the general fund to the legislature for salary and benefit adjustments for
legislators and employees of the legislature for the fiscal year ending June 30, 2001.
(b) Legislative Intent. It is the intent of the legislature that part of the appropriation
made in (a) of this section is to provide lump sum payments of $1,200 to employees of the
legislature, but not legislators, and that the lump sum payments be reduced by $50 for each
pay period that the employee was not in pay status in fiscal year 2000 and reduced by
amounts necessary to pay mandatory employee and employer deductions, for
(1) employees of the legislature under AS 24, employed and in pay status on
July 1, 2000; and
(2) employees of the legislature who would otherwise be entitled to payment
under (1) of this subsection but who are not employed or in pay status on July 1, 2000,
because their employment was limited to the legislative session.

* Sec. 5. ADDITIONAL FINANCING SOURCES. (a) Reappropriations. To implement
the monetary terms of the collective bargaining agreements, and to pay salary and benefit
adjustments, described in sec. 1 of this Act for the fiscal year ending June 30, 2001, the
following appropriations are reappropriated to the Office of the Governor, office of
management and budget:

(1) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
on page 55, lines 33 - 34 (Hyder - Water and Sewer Feasibility Study - $50,000);
(2) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
on page 56, lines 25 - 26 (Fort Yukon - Master Plan/Solid Waste - $80,000);
(3) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
on page 56, lines 29 - 31 (Mentasta Lake Village - Water and Sewer Feasibility Study -
$50,000);
(4) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
on page 57, lines 36 - 38 (Shaktoolik - Village and School Sewage System Study - $113,600);
(5) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
on page 57, line 24 (Gambell - Water/Sewer - $1,520,000);
(6) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 21(f), ch. 123, SLA 1996 (Talkeetna water and sewer project
and pressure tank replacement);
(7) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made in sec. 82, ch. 100, SLA 1997, page 44, line 34, that is allocated
on page 45, lines 12 - 13 (City of Hughes - Sanitation Feasibility Study - $60,000);

(8) the unexpended and unobligated balance on June 30, 2000, of the
appropriation under sec. 7, ch. 84, SLA 1999, for emergency housing assistance, as described
in revised program 04-6-0042 in compliance with the program review procedures of
AS 37.07.080(h).

(b) Miscellaneous Appropriations and Reappropriations. To implement the monetary
terms of the collective bargaining agreements, and to pay salary and benefit adjustments,
described in sec. 1 of this Act for the fiscal year ending June 30, 2001, the following are
appropriated or reappropriated to the Office of the Governor, office of management and
budget:

(1) the unexpended and unobligated general fund balance on June 30, 2000,
of the appropriation made by sec. 43, ch. 84, SLA 1999, page 23, line 30, as amended by CCS
HB 312, Twenty-First Alaska State Legislature, by HCS CSSB 192(FIN) am H, Twenty-First
Alaska State Legislature, and by sec. 4, ch. 8, SLA 2000 (K-12 Support - $762,280,800);

(2) the sum of $82,000 of the general fund appropriation made in sec. 33(e),
HCS CSSB 192(FIN) am H, Twenty-First Alaska State Legislature, with allocations reduced
proportionately (Department of Transportation and Public Facilities - $820,000).

(c) Investment Loss Trust Fund Source. The sum of $4,055,600 is appropriated from
the investment loss trust fund (AS 37.14.300) to the Office of the Governor, office of
management and budget, to implement the monetary terms of the collective bargaining
agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the

(d) Department of Fish and Game Source.

(1) Section 1, HCS CSSB 192(FIN) am H, Twenty-First Alaska State
Legislature, page 13, lines 9 - 11, is amended to read:

<table>
<thead>
<tr>
<th>APPROPRIATION</th>
<th>GENERAL</th>
<th>OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>Items</td>
<td>Fund</td>
<td>Funds</td>
</tr>
<tr>
<td>Copper River (Miles Lake)</td>
<td>250,000</td>
<td>[250,000]</td>
</tr>
<tr>
<td>Sonar Site Upgrade and Equipment Purchase (ED 35)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
(2) Section 1, HCS CSSB 192(FIN) am H, Twenty-First Alaska State Legislature, page 13, lines 19 - 21, is amended to read:

<table>
<thead>
<tr>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mariculture Development and Permit Evaluation Program</td>
<td>100,000</td>
<td>[100,000] 100,000</td>
</tr>
</tbody>
</table>

(ED 3-4)

(3) Section 1, HCS CSSB 192(FIN) am H, Twenty-First Alaska State Legislature, page 13, lines 31 - 32, is amended to read:

<table>
<thead>
<tr>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>Vessel and Aircraft Repair and Maintenance (ED 99)</td>
<td>200,000</td>
<td>[200,000] 200,000</td>
</tr>
</tbody>
</table>

(4) Section 2, HCS CSSB 192(FIN) am H, Twenty-First Alaska State Legislature, page 61, lines 12 - 14, funding sources for the Department of Fish and Game, is amended to read:

<table>
<thead>
<tr>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>[General Fund Receipts]</td>
<td>[550,000]</td>
<td></td>
</tr>
<tr>
<td>Fish and Game Fund</td>
<td>328,000</td>
<td></td>
</tr>
<tr>
<td>Receipt Supported Services</td>
<td>1,600,000</td>
<td>[1,050,000]</td>
</tr>
</tbody>
</table>

(5) Section 1, CCS HB 312, Twenty-First Alaska State Legislature, page 11, line 24, is amended to read:

<table>
<thead>
<tr>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial Fisheries</td>
<td>43,583,500</td>
<td>24,126,300</td>
</tr>
<tr>
<td></td>
<td>[24,476,300]</td>
<td>[19,107,200]</td>
</tr>
</tbody>
</table>

(6) Section 3, CCS HB 312, Twenty-First Alaska State Legislature, page 44, line 18, funding sources for the Department of Fish and Game, is amended to read:

<table>
<thead>
<tr>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund Receipts</td>
<td>29,101,100</td>
<td>[29,451,100]</td>
</tr>
</tbody>
</table>

(7) Section 3, CCS HB 312, page 44, following line 24, funding sources for the Department of Fish and Game, insert new material to read:

| Receipt Supported Services | 350,000 |
(8) The sum of $900,000, from general fund savings realized under (1) - (7) of this subsection, is appropriated from the general fund to the Office of the Governor, office of management and budget, to implement the monetary terms of the collective bargaining agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the fiscal year ending June 30, 2001.

(e) Medicaid Pro-Share Source.

(1) After payment of Medicaid claims incurred in the fiscal year ending June 30, 2000, the sum of $8,148,600 is appropriated from statutory designated program receipts of the Medicaid pro-share program for the fiscal year ending June 30, 2000, to the Office of the Governor, office of management and budget, to implement the monetary terms of the collective bargaining agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the fiscal year ending June 30, 2001.

(2) The appropriation made by (1) of this subsection is conditioned on

(A) the Department of Health and Social Services establishing a program of additional payments to ensure access for community hospitals under a distribution methodology approved by the federal Health Care Financing Administration for government-owned and -operated hospitals in this state; and

(B) participating hospitals signing an agreement by May 17, 2000, to return 90 percent of the additional payment amounts to the state.

(f) Longevity Bonus Grant Program Source.

(1) The legislature finds that, when the general fund appropriation to fully fund the fiscal year 2000 longevity bonus grant program was made in sec. 8(b), ch. 8, SLA 2000, the general fund amount was estimated to be $1,430,000. The general fund amount of the appropriation is now estimated to be $612,000, a general fund savings of $818,000.

(2) Section 8(b), ch. 8, SLA 2000, is amended to read:

(b) If the amount reappropriated in (a) of this section is not sufficient to fully fund the longevity bonus grant program for the fiscal year ending June 30, 2000, the amount of the shortfall, **not to exceed $612,000**, is appropriated from the general fund.

(3) The sum of $818,000, from general fund savings realized by the longevity bonus grant program, is appropriated from the general fund to the Office of the Governor, office of management and budget, to implement the monetary terms of the collective
bargaining agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the fiscal year ending June 30, 2001.

(g) Debt Service Offset. Section 34(c), CCS HB 312, Twenty-First Alaska State Legislature, is amended to read:

   (c) The sum of $9,789,234 [$13,813,530] is appropriated to the Alaska debt retirement fund (AS 37.15.011) from the following sources:

   (1) General fund $9,389,234 [$13,413,530]

   (2) the unexpended and unobligated general fund balance on June 30, 2000, of the

       appropriation made by sec. 43, ch. 84, SLA 1999, page 23, line 30 (K-12 support - $762,280,800) in the amount of $ 400,000

(h) The unexpended and unobligated balance of an operating appropriation for fiscal year 2000, on June 30th of 2000, that is not otherwise reappropriated is appropriated to the Office of the Governor, office of management and budget, to implement the monetary terms of the collective bargaining agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the fiscal year ending June 30, 2001.

* Sec. 6. Sections 5(e) and 5(h) of this Act take effect immediately under AS 01.10.070(c).

* Sec. 7. Except as provided in sec. 6 of this Act, this Act takes effect July 1, 2000.