

**“An Act relating to a biennial budget; relating to the salary and per diem of members of the legislature and the governor; and providing for an effective date.”**

**Section by Section Analysis**

1. Conforming amendment to AS 14.30.630(b), Special Education Services Agency, to recognize the change from annual to biennial budgeting.
2. Conforming amendment to AS 18.23.300(b), Electronic Health Information Exchange System, to recognize the change from annual to biennial budgeting.
3. Conforming amendment to AS 22.30.040, Commission on Judicial Conduct, to recognize the change from annual to biennial budgeting.
4. Conforming amendment to AS 23.30.009 (a), Alaska Workers’ Compensation Appeals Commission, to recognize the change from annual to biennial budgeting.
5. Conforming amendment to AS 23.30.241(b), Department of Public Safety, Special Officers as Employees, to recognize the change from annual to biennial budgeting. NOTE: should also include AS 23.30.242, Members of state boards and commissions as employees.
6. Amends AS 24.10.100, Salary of legislators, suspending legislator salaries if operating, capital and mental health appropriations bills have not been passed by the legislature on or after the 90<sup>th</sup> day of its regular session. Salary payments would resume once such bills had passed the legislature, or on the first day of the next regular session, whichever occurs first. NOTE: This section makes reference to new AS 37.04.014(g) and (h), which set out the legislature’s responsibilities under the proposed biennial budget process.
7. Amends AS 24.10.130(b), Moving expenses and per diem allowance, to cancel legislator per diem if operating, capital and mental health appropriation bills have not been passed by the legislature on or after the 90<sup>th</sup> day of its regular session. Per diem payments would restart once such bills had passed the legislature, or on the first day of the next regular session, whichever occurs first. NOTE: This section makes reference to new AS 37.04.014(g) and (h), which set out the legislature’s responsibilities under the proposed biennial budget process.

8. Amends AS 24.10.130(c), Moving expenses and per diem allowance, for conformity with Section 7.
9. Conforming amendment to AS 24.20.130, Legislative Council budget, to recognize the change from annual to biennial budgeting.
10. Conforming amendment to AS 24.20.132, Legislative budget and expenses, to recognize the change from annual to biennial budgeting.
11. Conforming amendment to AS 24.55.080(c), Ombudsman budget, to recognize the change from annual to biennial budgeting.
12. Conforming amendment to AS 26.27.100(b), Alaska Aerospace Corporation, to recognize the change from annual to biennial budgeting.
13. Conforming amendment to AS 37.05.555(b), University of Alaska building fund, to recognize the change from annual to biennial budgeting.
14. Conforming amendment to AS 37.05.600(b), Alaska veterans' cemetery fund, to recognize the change from annual to biennial budgeting.
15. Amends AS 37.07.010, Executive Budget Act, Statement of Policy, to change budget duration reference from annual to biennial.
16. Amends AS 37.07.014(e), Responsibilities of legislature, to change budget duration references from annual to biennial.
17. Amends AS 37.07.014, Responsibilities of legislature, by adding a new subsection (g), requiring passage of comprehensive biennial appropriations bills in a legislature's first session. Also amends AS 37.07.014, Responsibilities of legislature, by adding a new subsection (h), requiring passage of an interim appropriation bill authorizing unanticipated operating and capital expenditures for the second fiscal year of a biennium in a legislature's second session.
18. Amends AS 37.07.020(a), Responsibilities of Governor, to require submission of a biennial budget, beginning on December 15, 2018, and every two years thereafter. The proposed expenditures for each agency are to be presented separately by fiscal year.
19. Amends AS 37.07.020(b), Responsibilities of Governor, to require the Governor to submit six-year capital improvement plans and 10-year fiscal year plans at the same time as the biennial budgets.
20. Amends AS 37.07.020, Responsibilities of Governor, by adding a new subsection (f) addressing the Governor's second year of biennium budget responsibilities, beginning in 2019, and a new subsection (g) adding a

requirement the Governor's salary be suspended and per diem entitlement be withheld if a budget is delivered after the December 15 due date. Salary and per diem payments would resume on the first day after such appropriation bills are made public, unless the failure to make the appropriations bills public is because of technical difficulties beyond the governor's control.

21. Amends AS 37.07.040, Office of Management and Budget, to recognize and clarify OMB's biennial budget responsibilities.
22. Amends AS 37.07.050(a), Agency responsibilities, to recognize and clarify state agency biennial budget responsibilities.
23. Amends AS 37.07.060(a), Governor's recommendation, to make reference to new biennial requirement for presentation of the operating and capital budget and fiscal plans. Also amends AS 37.07.060(b), Governor's recommendation, which would change a Governor's budget message and explanatory report to a joint session of the legislature from annually to every two years.
24. Amends AS 37.07.070, Legislative review, to recognize change from annual to biennial budgeting and deadlines for submission of amendments by the governor to the legislature.
25. Amends AS 37.07.080(b), Program execution, to make operation plans a biennial activity.
26. Amends AS 37.07.120, Definitions, by adding definitions of "biennial budget" and "interim budget."
27. Amends AS 37.14.005(a), relating to submission of mental health appropriations, to recognize the change from annual to biennial budgeting.
28. Conforming amendment to AS 37.14.415, Exxon Valdez State Trustees, to recognize the change from annual to biennial budgeting.
29. Conforming amendment to AS 38.04.020(e), Commissioner of Natural Resources, Land Disposal Bank, to recognize the change from annual to biennial budgeting
30. Conforming amendment to AS 39.30.050, Old Age and Survivors Insurance, Federal territorial agreement, FICA administration fund, to recognize the change from annual to biennial budgeting.
31. Amends AS 43.08.035(c), Commissioner of revenue and revenue anticipation note reporting, to make it a two-year forecast requirement, consistent with new biennial budget requirement.

32. Conforming amendment to AS 44.21.045(e), Information services fund, to recognize the change from annual to biennial budgeting.
33. Conforming amendment to AS 44.85.110, Bond bank authority, to recognize the change from annual to biennial budgeting.
34. Conforming amendment to AS 47.80.090(8), Governor's council on disabilities and special education, to recognize the change from annual to biennial budgeting
35. July 1, 2018 effective date.