

# ALASKA STATE LEGISLATURE

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### Summary of Changes – Operating Budget CS HB 205 – 31-GH2197\U, Bruce, 2/19/20

1. Deleted the previous sec. 7, which deposited the FY21 AIDEA Dividend to the Alaska Marine Highway System fund.
2. Sec. 7, p. 53:
  - a. Deleted a section that appropriated royalties to the permanent fund beyond the constitutionally dedicated 25%;
  - b. Line 17, modified section (b) to deposit the entire percent of market draw of \$3,091,492,927 from the ERA to the general fund;
  - c. Removed the appropriation for the Permanent Fund Dividend;
  - d. Line 22, added a new section (d) for inflation proofing, estimated to be \$1,055,600,000.
3. Sec. 9, p. 55, line 17: added a new section 9(e) that amends the FY20 Power Cost Equalization estimate from \$32.4 million to \$29.7 million based on an updated estimate from the Department of Commerce, Community and Economic Development.
4. Deleted the previous section (h) which appropriated the \$2.8 million from the Capstone Avionics Revolving Loan Fund to the Alaska Development Team as a multi-year operating item (supplemental effective date, covering FY20-FY23).
5. Sec. 14(b), p. 58, line 6: added a new section (b) that appropriates the proceeds, estimated to be \$7,800, from Veterans' special request license plates to DMVA for Veterans' memorials.
6. Sec. 15(a), p. 58, line 17: deleted the multi-year effect for this language and restricted it to a single year.
7. Sec. 15(d), p. 58, line 28: adjusted the estimate for fire suppression from \$8.5 million to \$20.5 million to reflect the ten-year average for this item.
8. Sec. 18(e), p. 60, line 3: added debt payments for municipal project debt in DOTPF and AEA. The addition totals \$2,354.4 UGF.

9. Sec. 19(a), p. 65, line 7: an additional sentence was added to clarify that receipts under this section do not include prior fund balances. The previous language already prevented this, however, a longstanding misinterpretation led to RPLs being approved that were not consistent with this language.
10. Deleted prior sec. 19(d) that would have allowed for universal carryforward for statutory designated program receipts.
11. Sec. 20(g), page 66, line 15: amended the amount of the deposit into the Community Assistance Fund to \$30 million from \$28.7 million. The change in section 9(e) that adjusts the PCE estimate for FY20 increases the amount available for appropriation from the PCE fund to the Community Assistance Fund.
12. Sec. 21 Fund Transfers
  - a. Deleted the prior section (l) that would have deposited the balance of the Large Passenger Vessel Gaming and Gambling Tax account to the Alaska Capital Income Fund;
  - b. Deleted prior section (m) that would have deposited the balance of the Investment Loss Trust Fund into the Alaska Marine Highway System fund
  - c. p. 71, line 4: added a new section (l) depositing the \$2.8 million balance of the Capstone Avionics Revolving Loan Fund to the Alaska Marine Highway System fund effective June, 30, 2020. The fund lapses on July 1, so the FY20 supplemental effective date is necessary for this deposit to occur.
13. Sec. 26 Constitutional Budget Reserve (CBR)
  - a. Removed the prior section (b) that would have filled the FY21 deficit from the CBR.
  - b. Added a new section (b) that appropriates interest earned on general fund balances to the CBR for compensation of lost earnings when the CBR is utilized for cash flow. This section does not require a  $\frac{3}{4}$  vote of the legislature.
14. Sec. 29, p. 75, line 31: adjusted the contingency language for the Alaska Psychiatric Institute appropriation in Section 12 from “over 79 beds” to “70 beds”.

**Summary of Changes – Mental Health Budget**  
**CSHB 206 – 31-GH2198\U, Bruce, 2/17/20**

1. Section 1 – changes made by subcommittees to the operating budget numbers sections.
2. Page 10, line 21, AHFC Beneficiary and Special Needs Housing: Adds \$1.75 million of GF/Mental Health and \$250.0 of AHFC Dividends, increasing the total project from \$1.7 million to \$3.7 million. This matches the Mental Health Trust Authority recommendation.
3. Page 10, line 23, AHFC Homelessness Assistance Project: Adds \$850.0 of GF/Mental Health, bringing the project total from \$7.3 million to \$8.15 million. This matches the Mental Health Trust Authority recommendation.
4. A project in the Department of Transportation and Public Facilities, Coordinated Transportation and Vehicles, \$1.3 million, was removed. By tradition, the House and Senate leave an item to the other body to add so that the budget can be addressed in the Conference Committee.
5. There are no changes to the language section.