

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
2 of the collective bargaining agreements for employees of the University of Alaska
3 and the fiscal year 2001 salary and benefit adjustments for university employees
4 who are not members of a collective bargaining unit; making appropriations and
5 reappropriations to cover the fiscal year 2001 monetary terms of all executive
6 branch collective bargaining agreements and the fiscal year 2001 salary and benefit
7 adjustments for elected officials, officers, and employees of the executive branch
8 who are not members of a collective bargaining unit; making an appropriation
9 to cover the fiscal year 2001 salary and benefit adjustments for Alaska Court
10 System employees; making an appropriation to cover the fiscal year 2001 salary
11 and benefit adjustments for employees of the legislature and to cover the fiscal
12 year 2001 benefit adjustments, other than lump sum payments, for elected officials**

1 of the legislative branch; and providing for an effective date."

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

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

11 **COLLECTIVE BARGAINING AGREEMENT**

- 12 (1) Alaska Public Employees Association, for the Supervisory Unit;
- 13 (2) Alaska State Employees Association, for the General Government Unit;
- 14 (3) Alaska Vocational Technical Center Teachers Association representing
 15 teachers at the Alaska Vocational Technical Center;
- 16 (4) Alyeska Correspondence School Education Association, representing
 17 teachers at the Alyeska Central School;
- 18 (5) Confidential Employees Association;
- 19 (6) Inlandboatmen's Union of the Pacific, representing the unlicensed marine
 20 unit;
- 21 (7) International Organization of Masters, Mates, and Pilots, Pacific Maritime
 22 Region, for the Masters, Mates, and Pilots Unit;
- 23 (8) Marine Engineers Beneficial Association, representing licensed engineers
 24 employed by the Alaska marine highway system;
- 25 (9) Public Employees Local 71, for the Labor, Trades and Crafts Unit;
- 26 (10) Public Safety Employees Association, for the Correctional Officers Unit;
- 27 (11) Public Safety Employees Association, representing state troopers and other
 28 commissioned law enforcement personnel; and
- 29 (12) Teachers' Education Association of Mt. Edgecumbe.

30 (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:

FUNDING SOURCE	AMOUNT
Federal receipts	\$ 3,536,100
General fund match	157,700
Inter-agency receipts	1,725,700
Donated commodity handling fee account	2,500
Federal incentive payments	52,700
Benefit system receipts	46,300
Exxon Valdez oil spill settlement	42,500

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

1	Mental health trust administration	11,200
2	Children's trust fund earnings	300
3	Alaska drinking water fund	7,000
4	Alaska Industrial Development and Export Authority receipts	52,200
5	Alaska Housing Finance Corporation receipts	222,000
6	Alaska Municipal Bond Bank receipts	1,300
7	Alaska Permanent Fund Corporate receipts	78,500
8	Post-secondary education commission receipts	158,800
9	Designated program receipts	295,700
10	Test fisheries receipts	67,800
11	International trade and business endowment income	4,300
12	Pioneers' homes receipts	55,900
13	Indirect cost reimbursement	20,200
14	Regulatory Commission of Alaska receipts	81,300
15	Public building fund	3,500

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

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

26 * **Sec. 2. ALASKA COURT SYSTEM.** (a) Salary and Benefit Adjustments. The sum
27 of \$1,154,500 is appropriated from the general fund to the Alaska Court System for salary and
28 benefit adjustments for Alaska Court System employees for the fiscal year ending June 30,
29 2001.

30 (b) Legislative Intent. It is the intent of the legislature that part of the appropriation
31 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

1 amounts necessary to pay mandatory employee and employer deductions, for

2 (1) employees of the legislature under AS 24, employed and in pay status on
3 July 1, 2000; and

4 (2) employees of the legislature who would otherwise be entitled to payment
5 under (1) of this subsection but who are not employed or in pay status on July 1, 2000,
6 because their employment was limited to the legislative session.

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

12 (1) the unexpended and unobligated general fund balance on June 30, 2000,
13 of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
14 on page 55, lines 33 - 34 (Hyder - Water and Sewer Feasibility Study - \$50,000);

15 (2) the unexpended and unobligated general fund balance on June 30, 2000,
16 of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
17 on page 56, lines 25 - 26 (Fort Yukon - Master Plan/Solid Waste - \$80,000);

18 (3) the unexpended and unobligated general fund balance on June 30, 2000,
19 of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
20 on page 56, lines 29 - 31 (Mentasta Lake Village - Water and Sewer Feasibility Study -
21 \$50,000);

22 (4) the unexpended and unobligated general fund balance on June 30, 2000,
23 of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
24 on page 57, lines 36 - 38 (Shaktoolik - Village and School Sewage System Study - \$113,600);

25 (5) the unexpended and unobligated general fund balance on June 30, 2000,
26 of the appropriation made in sec. 135, ch. 103, SLA 1995, page 55, line 32, that is allocated
27 on page 57, line 24 (Gambell - Water/Sewer - \$1,520,000);

28 (6) the unexpended and unobligated general fund balance on June 30, 2000,
29 of the appropriation made in sec. 21(f), ch. 123, SLA 1996 (Talkeetna water and sewer project
30 and pressure tank replacement);

31 (7) the unexpended and unobligated general fund balance on June 30, 2000,

1 of the appropriation made in sec. 82, ch. 100, SLA 1997, page 44, line 34, that is allocated
 2 on page 45, lines 12 - 13 (City of Hughes - Sanitation Feasibility Study - \$60,000);

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

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

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

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

19 (c) Investment Loss Trust Fund Source. The sum of \$4,055,600 is appropriated from
 20 the investment loss trust fund (AS 37.14.300) to the Office of the Governor, office of
 21 management and budget, to implement the monetary terms of the collective bargaining
 22 agreements, and to pay salary and benefit adjustments, described in sec. 1 of this Act, for the
 23 fiscal year ending June 30, 2001.

24 (d) Department of Fish and Game Source.

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

27	APPROPRIATION	GENERAL	OTHER
28	ITEMS	FUND	FUNDS
29	Copper River (Miles Lake)	250,000	[250,000] <u>250,000</u>
30	Sonar Site Upgrade and		
31	Equipment Purchase (ED 35)		

1 (2) Section 1, HCS CSSB 192(FIN) am H, Twenty-First Alaska State
 2 Legislature, page 13, lines 19 - 21, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
5 Mariculture Development and	100,000	[100,000]	<u>100,000</u>
6 Permit Evaluation Program			
7 (ED 3-4)			

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

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
12 Vessel and Aircraft Repair	200,000	[200,000]	<u>200,000</u>
13 and Maintenance (ED 99)			

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

17 [GENERAL FUND RECEIPTS]	[550,000]
18 Fish and Game Fund	328,000
19 Receipt Supported Services	<u>1,600,000</u> [1,050,000]

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

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
24 Commercial Fisheries	43,583,500	<u>24,126,300</u>	<u>19,457,200</u>
25		<u>[24,476,300]</u>	<u>[19,107,200]</u>

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

28 General Fund Receipts	<u>29,101,100</u> [29,451,100]
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29 (7) Section 3, CCS HB 312, page 44, following line 24, funding sources for
 30 the Department of Fish and Game, insert new material to read:

31 Receipt Supported Services	350,000
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(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

1 bargaining agreements, and to pay salary and benefit adjustments, described in sec. 1 of this
 2 Act, for the fiscal year ending June 30, 2001.

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

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

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

8 (2) the unexpended and unobligated general
 9 fund balance on June 30, 2000, of the
 10 appropriation made by sec. 43, ch. 84,
 11 SLA 1999, page 23, line 30 (K-12 support -
 12 \$762,280,800) in the amount of \$ 400,000

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

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

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