SENATE JOURNAL

ALASKA STATE LEGISLATURE

TWENTY-FOURTH LEGISLATURE

FIRST SESSION

Juneau, Alaska

Friday

April 1, 2005

Eighty-second Day

Pursuant to adjournment the Senate was called to order by President Stevens at 11:20 a.m.

The roll showed twenty members present.

The prayer was offered by the Chaplain, Pastor Gary Waterhouse of the Juneau and Sitka Seventh Day Adventist Church. Senator Hoffman moved and asked unanimous consent that the prayer be spread. Without objection, it was so ordered.

Lord, Thank You for each of these individuals in this room today, the senators, the clerks, the sergeant at arms and of course the pages. Thank You for each of them and the many hours they are on duty, and the work which was accomplished this week. And Lord, as the ending of this session is fast creeping up on us there will be many late nights and week-ends on duty, in an effort to get some needed legislation passed. Be with them in those times, to get their needed rest, to eat healthfully, get adequate exercise, and put their trust in You. And with the union of the physical, mental, and spiritual, they will be fully equipped to meet the challenges ahead.

When the work is completed for this day and many return to their homes, we pray for safety on the roads, in the air, and on the seas.

Thank You for hearing our prayer, O Lord, Amen.

Senator Green led the Senate in the Pledge of Allegiance.

Certification

Senator Gary Stevens moved and asked unanimous consent that the journal for the eighty-first legislative day be approved as certified by the Secretary. Without objection, it was so ordered.

Messages from the Governor

Letter dated March 29 and received March 31 was read, stating in accordance with AS 39.05.080, I submit the following names for legislative confirmation of appointment to the boards and commissions set out below:

State Commission for Human Rights

M. Chris Hayes - Fairbanks

Appointed: 3/18/2005 Term Expires: 3/1/2010

Barbara J. (Tamie) Miller - Wasilla

Appointed: 3/18/2005 Term Expires: 3/1/2009

Randy H. Eledge - Anchorage

Appointed: 3/18/2005 Term Expires: 3/1/2006

Lester C. Lunceford - Whittier

Appointed: 2/19/2003 Reappointed: 3/18/2005

Term Expires: 3/1/2010

The appointments were referred to the State Affairs Committee.

Alaska Oil and Gas Conservation Commission

Cathy P. Foerster - Anchorage

Appointed: 3/23/2005 Term Expires: 3/1/2007

The appointment was referred to the Resources Committee.

Board of Veterinary Examiners

Dr. Timothy L. Bowser - Soldotna

Appointed: 2/19/2003 Term Expires: 3/1/2004

Dr. Cynthia Ann Trout - Anchorage

Appointed: 3/23/2005 Term Expires: 3/1/2008

Alfred Agree - Trapper Creek

Appointed: 3/23/2005 Term Expires: 3/1/2008

The appointments were referred to the Labor and Commerce Committee.

The resumes for these appointments have been submitted to the Offices of the Senate Secretary and the Chief Clerk.

Communications

The following report is on file in the Office of the Secretary of the Senate:

Alaska Taxable 2004, Municipal Taxation – Rates and Policies, Full Value Determination, Population and G.O. Bonded Debt Volume XLIV, January 2005 from Steve Van Sant, State Assessor Department of Commerce, Community, and Economic Development

Disclosure letters received in accordance with AS 24.60 will be published in Senate Journal Supplement No. 2 and House and Senate Joint Journal Supplement No. 6.

Standing Committee Reports

SB 16

The Transportation Committee considered SPONSOR SUBSTITUTE FOR SENATE BILL NO. 16 "An Act relating to the powers and duties of the Department of Transportation and Public Facilities; repealing the requirement for a long-range program for highway

construction and maintenance; and repealing a requirement that public facilities comply with energy standards adopted by the Department of Transportation and Public Facilities" and recommended it be replaced with

CS FOR SPONSOR SUBSTITUTE FOR SENATE BILL NO. 16(TRA) "An Act relating to the powers and duties of the Department of Transportation and Public Facilities; repealing the requirement for a long-range program for highway construction and maintenance; and repealing a requirement that public facilities comply with energy standards adopted by the Department of Transportation and Public Facilities; and providing for an effective date."

Signing do pass: Senator Huggins, Chair. Signing no recommendation: Senators Therriault, Cowdery, French, Kookesh.

The following fiscal information was published today:

Fiscal Note No. 1, zero, Department of Transportation and Public Facilities

Fiscal Note No. 2, zero, Department of Public Safety

The bill was referred to the Finance Committee.

SB 54

Forthcoming Judiciary Committee Substitute (page 736) for SENATE BILL NO. 54 "An Act relating to notification to victims of sexual assault; relating to protective orders; and relating to arrests for crimes involving sexual assault, violation of protective orders, or violation of conditions of release" was received today:

CS FOR SENATE BILL NO. 54(JUD) "An Act relating to protective orders for crimes involving sexual assault or stalking, to notifications to victims of sexual assault, and to mandatory arrest for crimes involving violation of protective orders and violation of conditions of release; and amending Rule 65, Alaska Rules of Civil Procedure."

SB 130

The Labor and Commerce Committee considered SENATE BILL NO. 130 "An Act relating to a special deposit for workers' compensation and employers' liability insurers; relating to assigned risk pools; relating to workers' compensation insurers; stating the intent of the legislature, and setting out limitations, concerning the interpretation, construction, and implementation of workers' compensation laws; relating to the Alaska Workers' Compensation Board; assigning certain Alaska Workers' Compensation Board functions to the division of workers' compensation in the Department of Labor and Workforce Development and to that department, and authorizing the board to delegate administrative and enforcement duties to the division; establishing a Workers' Compensation Appeals Commission; providing for workers' compensation hearing officers in workers' compensation proceedings; relating to workers' compensation medical benefits and to charges for and payment of fees for the medical benefits; relating to agreements that discharge workers' compensation liability; relating to workers' compensation awards; relating to reemployment benefits and job dislocation benefits; relating to coordination of workers' compensation and certain disability benefits; relating to division of workers' compensation records; relating to release of treatment records; relating to an employer's failure to insure and keep insured or provide security; providing for appeals from compensation orders; relating to workers' compensation proceedings; providing for supreme court jurisdiction of appeals from the Workers' Compensation Appeals Commission; providing for a maximum amount for the cost-of-living adjustment for workers' compensation benefits; relating to attorney fees; providing for the department to enter into contracts with nonprofit organizations to provide information services and legal representation to injured employees; providing for administrative penalties for employers uninsured or without adequate security for workers' compensation; relating to fraudulent acts or false or misleading statements in workers' compensation and penalties for the acts or statements; providing for members of a limited liability company to be included as an employee for purposes of workers' compensation; establishing a workers' compensation benefits guaranty fund; relating to the second injury fund; making conforming amendments; providing for a study and report by the medical services review committee; and providing for an effective date" and recommended it be replaced with

CS FOR SENATE BILL NO. 130(L&C) "An Act relating to a special deposit for workers' compensation and employers' liability insurers: relating to assigned risk pools; relating to workers' compensation insurers; stating the intent of the legislature, and setting out limitations, concerning the interpretation, construction, and implementation of workers' compensation laws; relating to the Alaska Workers' Compensation Board; assigning certain Alaska Workers' Compensation Board functions to the division of workers' compensation in the Department of Labor and Workforce Development and to that department, and authorizing the board to delegate administrative and enforcement duties to the division; providing for workers' compensation hearing officers in workers' compensation proceedings: relating to workers' compensation medical benefits and to charges for and payment of fees for the medical benefits; relating to agreements that discharge workers' compensation liability; relating to workers' compensation awards; relating to reemployment benefits and job dislocation benefits; relating to coordination of workers' compensation and certain disability benefits; relating to division of workers' compensation records; relating to release of treatment records; relating to an employer's failure to insure and keep insured or provide security; relating to workers' compensation proceedings; providing for a maximum amount for the cost-of-living adjustment for workers' compensation benefits; relating to attorney fees with respect to workers' compensation; providing for the department to enter into contracts with nonprofit organizations to provide information services and legal representation to injured employees; providing for administrative penalties for employers uninsured or without adequate security for workers' compensation; relating to fraudulent acts or false or misleading statements in workers' compensation and penalties for the acts or statements; providing for members of a limited liability company to be included as an employee for purposes of workers' compensation; establishing a workers' compensation benefits guaranty fund; relating to the second injury fund; making conforming amendments; providing for a study and report by the medical services review committee; and providing for an effective date." Signing do pass: Senator Bunde, Chair; Senator Ben Stevens. Signing no recommendation: Senator Seekins. Signing amend: Senators Davis, Ellis.

Fiscal information forthcoming.

The following previously published fiscal information applies: Fiscal Note No. 2, zero, Department of Commerce, Community, and Economic Development

President Stevens added a Judiciary Committee referral to the bill.

The bill was referred to the Judiciary, then Finance Committees.

SB 133

The Transportation Committee considered SENATE BILL NO. 133 "An Act establishing the Aviation Advisory Board; and providing for an effective date." Signing do pass: Senator Huggins, Chair; Senators Cowdery, Kookesh. Signing no recommendation: Senators Therriault, French.

The following previously published fiscal information applies:
Fiscal Note No. 1, zero, Department of Transportation and Public Facilities

The bill was referred to the Finance Committee.

SB 147

The Labor and Commerce Committee considered SENATE BILL NO. 147 "An Act providing for a sport fishing facility surcharge on sport fishing licenses; providing for the construction and renovation of state sport fishing facilities and for other projects beneficial to the sport fish resources of the state as a public enterprise; and authorizing the issuance of revenue bonds to finance those projects." Signing do pass: Senator Bunde, Chair; Senators Davis, Seekins, Ben Stevens. Signing no recommendation: Senator Ellis.

The following fiscal information was published today: Fiscal Note No. 1, Department of Revenue Fiscal Note No. 2, Department of Fish and Game

The bill was referred to the Finance Committee.

Introduction and Reference of Senate Bills

SB 158

SENATE BILL NO. 158 BY SENATOR HUGGINS, entitled:

"An Act prohibiting the imposition of municipal sales and use taxes on state construction contracts and certain subcontracts; and providing for an effective date."

was read the first time and referred to the Community and Regional Affairs and Finance Committees.

SB 159

SENATE BILL NO. 159 BY SENATOR THERRIAULT, entitled:

"An Act relating to indecent exposure."

was read the first time and referred to the Judiciary and Finance Committees.

SB 160

SENATE BILL NO. 160 BY THE SENATE LABOR AND COMMERCE COMMITTEE, entitled:

"An Act relating to a procurement and electronic commerce tools program for state departments and instrumentalities of the state; and providing for an effective date."

was read the first time and referred to the Labor and Commerce and Finance Committees.

Consideration of the Calendar

Second Reading of Senate Bills

SB 143

SENATE BILL NO. 143 "An Act amending the definition of the term 'state agencies' as it applies under Executive Order No. 113; relating to information systems in the legislative branch and to the Telecommunications Information Council; and providing for an effective date" was read the second time.

Senator Therriault, Chair, moved and asked unanimous consent for the adoption of the State Affairs Committee Substitute offered on page 724. Without objection, CS FOR SENATE BILL NO. 143(STA) was adopted.

Senator Gary Stevens moved and asked unanimous consent that the bill be considered engrossed, advanced to third reading and placed on final passage. Without objection, it was so ordered.

CS FOR SENATE BILL NO. 143(STA) was read the third time.

The question being: "Shall CS FOR SENATE BILL NO. 143(STA) "An Act amending the definition of the term 'state agencies' as it applies under Executive Order No. 113; relating to information systems in the legislative branch and to the Telecommunications Information Council; and providing for an effective date" pass the Senate?" The roll was taken with the following result:

CSSB 143(STA)
Third Reading - Final Passage
Effective Date

YEAS: 20 NAYS: 0 EXCUSED: 0 ABSENT: 0

Yeas: Bunde, Cowdery, Davis, Dyson, Ellis, Elton, French, Green, Guess, Hoffman, Huggins, Kookesh, Olson, Seekins, Stedman, Stevens B, Stevens G, Therriault, Wagoner, Wilken

and so, CS FOR SENATE BILL NO. 143(STA) passed the Senate.

Senator Gary Stevens moved and asked unanimous consent that the vote on the passage of the bill be considered the vote on the effective date clause. Without objection, it was so ordered and the bill was referred to the Secretary for engrossment.

Unfinished Business

Senator Cowdery moved and asked unanimous consent to be excused from a call of the Senate on April 4. Without objection, Senator Cowdery was excused.

Announcements

Announcements are at the end of the journal.

Engrossment

SB 143

CS FOR SENATE BILL NO. 143(STA) "An Act amending the definition of the term 'state agencies' as it applies under Executive Order No. 113; relating to information systems in the legislative branch and to the Telecommunications Information Council; and providing for an effective date" was engrossed, signed by the President and Secretary and transmitted to the House for consideration.

Adjournment

Senator Gary Stevens moved and asked unanimous consent that the Senate stand in adjournment until 11:00 a.m., April 4, 2005. Without objection, the Senate adjourned at 11:50 a.m.

Kirsten Waid Secretary of the Senate

April 2005

Announcements

Americans with Disabilities Act Notice - Persons with disabilities who require special accommodation or alternative communication formats to access committee meetings may contact the appropriate committee office or the Legislative Information Office in their community. Reasonable advance notice is needed to accommodate the request. For further information, call the ADA Coordinator at 465-3854 Voice/465-4980 TDD.

STANDING COMMITTEES

- + indicates teleconference
- = indicates bill previously heard/scheduled

| COMMUNITY & REGIONAL AFFAIRS | | | |
|--------------------------------|--|----------------------------------|----------|
| Apr 01 | Friday No Meeting Scheduled | Beltz 211 | 1:30 PM |
| | Monday WATER & SEWER UTILITIES OF SERVICE AREAS IN SECOND CO Bills Previously Heard/Scheduled STATE/MUNI LIABILITY FOR A | LASS BOROUGH | V. IS |
| Apr 06 + SB 158 + | Wednesday MUNI TAX ON STATE CONSTRUBILIS Previously Heard/Scheduled | Beltz 211 UCTION CONTR | |
| Apr 08 | Friday Bills Previously Heard/Scheduled | Beltz 211 | 1:30 PM |
| FINANCE | | | |

| Apr 01 += SB 141 + | Friday PUBLIC EMPLOYEE/ Bills Previously Heard/S Committee will recess the Chair, approximately | s to the call of | 9:00 AM |
|---------------------------------|---|------------------------------|----------|
| Apr 02 | Saturday Time Change | Senate Finance 532 | 10:00 AM |
| += SB 141 + | • | TEACHER RETIREMENT Scheduled | |

FINANCE (continued)

| Apr 03 | Sunday Time Change | Senate Finance 532 | 10:00 AM |
|---|--|---|----------|
| += SB 141 + | | TEACHER RETIREMENT cheduled | |
| Apr 04 += SB 141 += SB 93 + SB 155 + SB 112 + | PUBLIC EMPLOYEE/I FISHING PERMIT ANI APPROP: SCHOOLS/U | EACHER RETIREMENT D VESSEL LICENSE FEES NIV/VIROLOGY LAB/MU ENTS | |
| Apr 05 += SB 141 += SB 100 + SB 88 + SB 151 + SB 70 + | PUBLIC EMPLOYEE/I ENHANCED 911 SURC POLICY ON GENERAL DECOUPLING FROM | L FUND REVENUE SHOR FED TAX DEDUCTION CONTROLLED SUBSTAN | |
| Apr 06 + HCR 2 + SB 144 + SB 110 + SB 103 | IN-STATE NATURAL EMISSION CONTROL POLLUTION DISCHAI | GAS NEEDS PROGRAM PERMITS/RE RGE & WASTE TRMT/DIS JNDERGROUND INJECT | SPOSAL |
| Apr 07 += SB 46 + | Thursday APPROP: CAPITAL BU Revenue, Courts, DEC, Bills Previously Heard/S | JDGET DOT/PF | 9:00 AM |
| Apr 08 + SB 71 + SB 130 + | NONUNION PUBLIC E | EMPLOYEE SALARY & B SATION | |

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HEALTH, EDUCATION & SOCIAL SERVICES

| Apr 01 += SB 74 | Friday CRIMES INVOLVING MARI | Butrovich 205 IJUANA/OTHER DRU | |
|--|--|--|--------------------|
| Apr 04 + HB 85 += SB 10 + | PRESCRIBED MEDICATION | R CHILD'S DAMAGE | 1:30 PM |
| Apr 06 += SB 125 + SB 150 + | LICENSING MEDICAL OR O | ST FUND GRANTS | 1:30 PM |
| Apr 08 | Friday No Meeting Scheduled | Butrovich 205 | 1:30 PM |
| | JUDICIAR | Y | |
| | | | |
| Apr 04 += SB 117 += SB 20 | RECORDED STATEMENTS | | 8:30 AM |
| += SB 117 += SB 20 Apr 05 | RECORDED STATEMENTS OFFENSES AGAINST UNBO Tuesday WORKERS' COMPENSATIO | OF CHILD VICTIMS DRN CHILDREN Butrovich 205 DN L PROPERTY USERS | 8:30 AM 8:30 AM |
| += SB 117 += SB 20 Apr 05 + SB 130 + SB 137 + Apr 06 | RECORDED STATEMENTS OFFENSES AGAINST UNBO Tuesday WORKERS' COMPENSATIO EVICTING INSTITUTIONAL Bills Previously Heard/Schedu Wednesday BOROUGH INCORPORATIO | OF CHILD VICTIMS ORN CHILDREN Butrovich 205 ON L PROPERTY USERS led Butrovich 205 ON NTERFERENCE | |

LABOR & COMMERCE

| Apı | r 05 | Tuesday | Beltz 211 | 1:30 PM |
|-----|-------------|--|--------------|---------|
| + | SB 160 | STATE PROCUREMENT ELECTR | ONIC TOOLS | |
| + | | Senate Bill: | | |
| | | ENTEND BOARD OF OPTICIANS | } | |
| | | <pending &="" introduction="" referral=""></pending> | | |
| | | Bills Previously Heard/Scheduled | | |
| | | Including But Not Limited to: | | |
| += | SB 139 | EXTENSIONS OF OCCUPATIONA | AL BDS/AGENC | IES |
| += | SJR 11 | REPEAL TELECOMMUNICATIO | NS TAX | |
| += | SB 142 | REGIONAL SCHOOL BD LAND/F | BLDG OWNERSI | HIP |
| | | | | |
| Apı | r 07 | Thursday | Beltz 211 | 1:30 PM |
| + | | LOANS FOR COMMERCIAL FISH | HING TENDERS | |
| + | HB 81 | CONTRACTOR LICENSE ENFOR | CEMENT | |
| + | | Bills Previously Heard/Scheduled | | |
| | | Including But Not Limited to: | | |
| += | SB 108 | INSURANCE | | |
| += | SB 131 | WAGE & HOUR ACT: EXEC/PRO | F/ADMIN/SALE | S |
| | | | | |
| | | | | |

RESOURCES

| Ap ı += | | Friday Meeting Canceled GULF OF ALASKA GROUN Testimony <invitation only<="" th=""><th></th><th>3:30 PM</th></invitation> | | 3:30 PM |
|-------------------|------------------|--|----------------|----------------------|
| + + | SB 126 SJR 16 | Monday AQUATIC FARMING STATES' RIGHT TO REGUL OPEN OCEAN AQUACULTI | | 3:30 PM NG |
| Ap 1+ | | Wednesday COASTAL MANAGEMENT Testimony <invitation only<="" th=""><th></th><th>3:30 PM</th></invitation> | | 3:30 PM |
| Apı += + | SB 85 | Friday OFF-ROAD VEHICLE USE OUNIVERSITY LAND GRAN' Testimony < Invitation Only. | T/STATE FOREST | |

STATE AFFAIRS

| Apr 05 | Tuesday Confirmation Hearing: Brigadier General Tony Hart Bills Previously Heard/Scheduled | Beltz 211 | 3:30 PM |
|---------------------------|---|------------------------|---------|
| Apr 07 + SB 154 | Thursday JUVENILE DELINQUENCY PROBIBLE Previously Heard/Scheduled | Beltz 211 OCEEDINGS | 3:30 PM |

TRANSPORTATION

| Apr 05 | Tuesday | Butrovich 205 | 1:30 PM |
|----------|-------------------------------|----------------------|---------|
| + | Joint w/(H) Transportation | | |
| | Port of Tacoma - Briefing | | |
| + | Federal Aviation Administrati | ion | |
| | Weather Camera Program - B | riefing | |
| | Bills Previously Heard/Sched | uled | |
| | J | | |
| Apr 07 | Thursday | Butrovich 205 | 1:30 PM |
| + SB 153 | INTERNATIONAL AIRPOR | TS REVENUE BONDS | |
| + | DOT/PF - Briefing of Projects | S: | |
| | Wasilla Bypass | | |
| | McCarthy Road | | |
| | Mid Danian (CE) Assagg also | Dec decold/ | |

Mid Region (SE) Access aka Bradfield/ Gravina Island Bridge North Pole Rich Hwy/Dawson Interchange Fairbanks University Ave/Giest Road

Fairbanks University Ave/Giest Road Intersection Bills Previously Heard/Scheduled

FINANCE SUBCOMMITTEES

ADMINISTRATION

| Apr 05 | Tuesday | Butrovich 205 | 7:00 AM |
|--------|---------------------|----------------------|---------|
| | FY06 Budget Review: | | |
| | Administration | | |
| | | | |

FINANCE SUBCOMMITTEES

COMMERCE, COMMUNITY & ECONOMIC DEV

Apr 05 Tuesday Senate Finance 532 8:00 AM

Budget Close Out:

Commerce, Community & Economic Dev

COURT SYSTEM

Apr 07 Thursday Senate Finance 532 3:20 PM

Budget Close Out: Court System

EDUCATION & EARLY DEVELOPMENT

Apr 06 Wednesday Senate Finance 532 4:30 PM

Budget Close Out:

Education & Early Development

ENVIRONMENTAL CONSERVATION

Apr 07 Thursday Senate Finance 532 8:00 AM

Budget Close Out:

Environmental Conservation

FISH & GAME

Apr 04 Monday Fahrenkamp 203 1:30 PM

Budget Close Out: Fish & Game

GOVERNOR

Apr 05 Tuesday Senate Finance 532 4:30 PM

Budget Close Out: Office of the Governor

FINANCE SUBCOMMITTEES

LABOR & WORKFORCE DEVELOPMENT

Apr 07 Thursday Beltz 211 8:15 AM

Budget Close Out:

Labor & Workforce Development

LAW

Apr 07 Thursday Fahrenkamp 203 4:00 PM

Budget Close Out:

Law

LEGISLATURE

Apr 05 Tuesday Senate Finance 532 4:00 PM

Budget Close Out:

Legislature

MILITARY AND VETERANS AFFAIRS

Apr 01 Friday Beltz 211 4:00 PM

FY06 Budget Review:

Military and Veterans Affairs

NATURAL RESOURCES

Apr 05 Tuesday Beltz 211 8:15 AM

Budget Close Out: Natural Resources

PUBLIC SAFETY

Apr 01 Friday Beltz 211 7:00 AM

FY06 Budget Review:

Public Safety

FINANCE SUBCOMMITTEES

REVENUE

Apr 07 Thursday Fahrenkamp 203 1:30 PM

ThursdayBudget Close Out:

Revenue

UNIVERSITY OF ALASKA

Apr 01 Friday Senate Finance 532 8:00 AM

FY06 Budget Overview: University of Alaska

OTHER MEETINGS

JOINT LEGISLATIVE HEALTH CAUCUS

Apr 06 Wednesday Fahrenkamp 203 12:00 PM

"Hi-Tech Health: How Technology Improves

Our Health"

A Healthy Lunch Will Be Served