# SENATE JOURNAL

# ALASKA STATE LEGISLATURE

## **TWENTY-SIXTH LEGISLATURE**

# SECOND SESSION

#### Juneau, Alaska

Monday

March 8, 2010

# Forty-ninth Day

Pursuant to adjournment the Senate was called to order by President Stevens at 1:04 p.m.

The roll showed eighteen members present. Senators Dyson, Wagoner were excused from a call of the Senate.

The prayer was offered by the Chaplain, David Dierdorff of the Juneau Unitarian Universalist Fellowship. Senator Meyer moved and asked unanimous consent that the prayer be spread. Without objection, it was so ordered.

Spirit of life, come to us to break down barriers; to widen horizons; to make us less judgmental. Help us to see the larger picture and the kinder conclusion; to love and let live; to embrace and forgive; to sustain and care.

As the men and women of the Senate gather here in search of answers to hard questions and as the pressure to find those answers mounts during the waning days of this session, help them find the strength to:

• Let this be a place not only of searching, but of discovery;

• Let this be a place not only of speaking, but of listening;

• Let this be a place not only of reaction, but of action;

• Let this be a place not only of learning, but of wisdom; and

• Let this be a place not only of meeting, but of connection and understanding.

So be it. Amen.

Senator Bunde led the Senate in the Pledge of Allegiance.

## Certification

Senator Ellis moved and asked unanimous consent that the journals for the forty-third through forty-eighth legislative days be approved as certified by the Secretary. Without objection, it was so ordered.

#### Messages from the Governor

Letter dated and received March 4 was read, stating in accordance with Art. III, Secs. 25 and 26 of the Alaska Constitution, and AS 39.05.080, I submit the following names for legislative confirmation of appointment to the positions noted:

#### **Board of Marital and Family Therapy**

Wendy S. Hamilton – Douglas Appointed: 3/1/2010 Term Expires: 3/1/2014

### **State Medical Board**

Dr. William W. Resinger – Palmer Appointed: 9/21/2007 Reappointed: 3/1/2010 Term Expires: 3/1/2014

The appointments were referred to the Health and Social Services Committee.

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

#### Communications

The following reports are on file in the Office of the Secretary of the Senate:

Report to the Governor and the Alaska Legislature 2010 Submitted by the Alaska Juvenile Justice Advisory Committee

Local Boundary Commission Report to the 26th Alaska Legislature, Second Session, dated February 2010 from Lynn Chrystal, Chair

Alaska Workers' Compensation Appeals Commission 2010 Annual Report, dated March 1, 2010

### **Standing Committee Reports**

#### SB 270

The Finance Committee considered SENATE BILL NO. 270 "An Act relating to the dividend paid to the state by the Alaska Housing Finance Corporation; and providing for an effective date." Signing do pass: Senator Stedman, Cochair; Senators Thomas, Egan, Ellis. Signing no recommendation: Senator Olson.

The following previously published fiscal information applies: Fiscal Note No. 1, zero, Department of Revenue

The bill was referred to the Rules Committee.

#### SB 301

Corrected fiscal notes from the Office of the Governor for SENATE BILL NO. 301 "An Act relating to the power project fund; authorizing the Alaska Energy Authority to charge and collect fees relating to the power project fund; authorizing the Alaska Energy Authority to sell and authorizing the Alaska Industrial Development and Export Authority to purchase loans of the power project fund; providing legislative approval for the sale and purchase of loans of the power project fund under the memorandum of understanding dated February 17, 2010; and providing for an effective date" published today: Fiscal Note No. 3, zero, Department of Commerce, Community and Economic Development

Fiscal Note No. 4, indeterminate, Department of Commerce, Community and Economic Development

# SB 302

Corrected fiscal note from the Office of the Governor for SENATE BILL NO. 302 "An Act establishing the Alaska microloan revolving fund; making loans for commercial purposes from the fund; and relating to the fund and loans; and providing for an effective date" published today:

Fiscal Note No. 1, Department of Commerce, Community and Economic Development

## **Introduction and Reference of Senate Bills**

SB 303

SENATE BILL NO. 303 BY THE SENATE LABOR AND COMMERCE COMMITTEE, entitled:

"An Act relating to a subcontractor's, contractor's, and project owner's liability for workers' compensation, to sole proprietors and partnerships without employees, and to managers or managing members of limited liability companies, and excluding certain persons from liability for securing the payment of workers' compensation benefits to employees; and providing for an effective date."

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

## **SB 304**

SENATE BILL NO. 304 BY THE SENATE LABOR AND COMMERCE COMMITTEE, entitled:

"An Act adopting the Alaska Entity Transactions Act; relating to changing the form of entities, including corporations, partnerships, limited liability companies, business trusts, and other organizations; amending Rule 79, Alaska Rules of Civil Procedure, and Rules 602(b)(2), 602(c), and 605.5, Alaska Rules of Appellate Procedure; and providing for an effective date."

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

### SB 305

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SENATE BILL NO. 305 BY THE SENATE FINANCE COMMITTEE, entitled:

"An Act relating to the tax on oil and gas production; and providing for an effective date."

was read the first time and referred to the Finance Committee.

#### **SB 306**

SENATE BILL NO. 306 BY THE SENATE FINANCE COMMITTEE, entitled:

"An Act relating to the tax on oil and gas production; relating to availability of a portion of the money received from the tax on oil and gas production for appropriation to the community revenue sharing fund; and providing for an effective date."

was read the first time and referred to the Finance Committee.

## **Consideration of the Calendar**

#### Second Reading of Senate Bills

### SB 10

SENATE BILL NO. 10 "An Act requiring health care insurers to provide insurance coverage for medical care received by a patient during certain approved clinical trials designed to test and improve prevention, diagnosis, treatment, or palliation of cancer; directing the Department of Health and Social Services to provide Medicaid services to persons who participate in those clinical trials; relating to experimental procedures under a state plan offered by the Comprehensive Health Insurance Association; and providing for an effective date" was read the second time.

Senator Davis, Chair, moved and asked unanimous consent for the adoption of the Health and Social Services Committee Substitute offered on page 326. Without objection, CS FOR SENATE BILL NO. 10(HSS) was adopted.

Updated fiscal information for CS FOR SENATE BILL NO. 10(HSS) was published today:

Fiscal Note No. 3, zero, Department of Health and Social Services Fiscal Note No. 4, zero, Department of Commerce, Community and Economic Development

Senator Davis offered Amendment No. 1:

Page 1, line 5, following "**trials;**": Insert "**and**"

Page 1, lines 6 - 7: Delete "; and providing for an effective date"

Page 5, line 9: Delete all material.

Senator Davis moved for the adoption of Amendment No. 1. Senator Bunde objected, then withdrew his objection. There being no further objection, Amendment No. 1 was adopted.

Senator Ellis 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. 10(HSS)(efd del) "An Act requiring health care insurers to provide insurance coverage for medical care received by a patient during certain approved clinical trials designed to test and improve prevention, diagnosis, treatment, or palliation of

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cancer; directing the Department of Health and Social Services to provide Medicaid services to persons who participate in those clinical trials; and relating to experimental procedures under a state plan offered by the Comprehensive Health Insurance Association" was read the third time.

## Senator Bunde declared a conflict of interest.

The question being: "Shall CS FOR SENATE BILL NO. 10(HSS)(efd del) "An Act requiring health care insurers to provide insurance coverage for medical care received by a patient during certain approved clinical trials designed to test and improve prevention, diagnosis, treatment, or palliation of cancer; directing the Department of Health and Social Services to provide Medicaid services to persons who participate in those clinical trials; and relating to experimental procedures under a state plan offered by the Comprehensive Health Insurance Association" pass the Senate?" The roll was taken with the following result:

# CSSB 10(HSS) (efd del)

Third Reading - Final Passage

# YEAS: 17 NAYS: 1 EXCUSED: 2 ABSENT: 0

Yeas: Bunde, Davis, Egan, Ellis, French, Hoffman, Huggins, Kookesh, McGuire, Menard, Meyer, Olson, Paskvan, Stedman, Stevens, Thomas, Wielechowski

Nays: Coghill

Excused: Dyson, Wagoner

and so, CS FOR SENATE BILL NO. 10(HSS)(efd del) passed the Senate and was referred to the Secretary for engrossment.

## Citations

In Memoriam - Thomas E. Logan Senator(s) Huggins, Stevens, Bunde, Coghill, Davis, Dyson, Egan, Ellis, Hoffman, Kookesh, McGuire, Menard, Meyer, Olson, Paskvan, Stedman, Thomas, Wagoner, Wielechowski Representative(s) Neuman In Memoriam - Sarah Marie Hays Representative(s) Guttenberg Senator(s) Thomas, Stevens, Bunde, Coghill, Davis, Dyson, Egan, Ellis, Hoffman, Huggins, Kookesh, McGuire, Menard, Meyer, Olson, Paskvan, Stedman, Wagoner, Wielechowski

Senator Ellis moved and asked unanimous consent that the citations be adopted. Without objection, the citations were adopted and referred to the Secretary for transmittal.

Senator Ellis moved and asked unanimous consent that the following citation be made a special order of business. Without objection, it was so ordered.

### **Special Order of Business**

In Memoriam - Timothy Kelly

Senator(s) Davis, Stevens, Bunde, Coghill, Dyson, Egan, Ellis, French, Hoffman, Huggins, Kookesh, McGuire, Menard, Meyer, Olson, Paskvan, Stedman, Thomas, Wagoner, Wielechowski

Senator Ellis moved and asked unanimous consent that the citation be adopted. Without objection, the citation was adopted and referred to the Secretary for transmittal.

### **Unfinished Business**

# SB 266

Senator Hoffman moved and asked unanimous consent to be shown as a cosponsor on SENATE BILL NO. 266 "An Act relating to emergency compensation from the Violent Crimes Compensation Board." Without objection, it was so ordered.

Senator Thomas moved and asked unanimous consent to be excused from a call of the Senate from noon plane time, March 19 through evening plane time, March 21. Without objection, Senator Thomas was excused.

#### Announcements

Announcements are at the end of the journal.

### Engrossment

## SB 10

CS FOR SENATE BILL NO. 10(HSS)(efd del) "An Act requiring health care insurers to provide insurance coverage for medical care received by a patient during certain approved clinical trials designed to test and improve prevention, diagnosis, treatment, or palliation of cancer; directing the Department of Health and Social Services to provide Medicaid services to persons who participate in those clinical trials; and relating to experimental procedures under a state plan offered by the Comprehensive Health Insurance Association" was engrossed, signed by the President and Secretary and transmitted to the House for consideration.

## Adjournment

Senator Ellis moved and asked unanimous consent that the Senate stand in adjournment until 11:00 a.m., March 10, 2010. Without objection, the Senate adjourned at 1:44 p.m.

Kirsten Waid Secretary of the Senate

#### 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**

Mar 09	Tuesday	Beltz 105 (tsbldg)	3:30 PM
+ HJR 46	SUPPORTING DENALI	COMMISSION	
+ SJR 29	TRIBAL SEATS ON N. I	PAC. FISHERIES COUNCI	L
+	Bills Previously Heard/Sc	heduled	
Mar 11	Thursday	Beltz 105 (tsbldg)	3:30 PM
+	Bills Previously Heard/Sc	heduled	
	EDUCA	TION	
Mar 08	<b>Monday</b> No Meeting Scheduled	Beltz 105 (tsbldg)	8:00 AM
<b>Mar 10</b> += SB 224 +	Wednesday POSTSECONDARY SCI Bills Previously Heard/Sc		8:00 AM

Mar 12FridayBeltz 105 (tsbldg)8:00 AM+Bills Previously Heard/Scheduled

#### FINANCE

Ma	r 08	Monday	Senate Finance 532	9:00 AM
+	SB 221	LEGISLATIVE TASK I	FORCE ON HIGHER ED	
+=	SB 269	ECON. STIMULUS BO	NDS: REALLOCATION/WA	AIVER
+=	SB 270	AK HOUSING FIN CO	RP DIVIDEND	
+	SJR 21	CONST. AM: INCREAS	SE NUMBER OF LEGISLAT	ΓORS
+		Bills Previously Heard/S	cheduled	

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# FINANCE (continued)

	<b>Tuesday</b> SEPARATE OIL & GAS SEPARATE OIL & GAS Bills Previously Heard/Se	PRODUCTION TAX	9:00 AM
+ SB 168	SEPARATE OIL & GAS TRAUMA CARE CENT MILITARY DEPLOYM	B PRODUCTION TAX ERS/FUND ENT AND CHILD CUST ERGENCY COMPENSA	
	<b>Thursday</b> SEPARATE OIL & GAS SEPARATE OIL & GAS Bills Previously Heard/Se	PRODUCTION TAX	9:00 AM
+= SB 306 += SB 110	Friday SEPARATE OIL & GAS SEPARATE OIL & GAS PRESERVATION OF E <sup>T</sup> INCREASING NUMBER YOUTH COURTS AND Bills Previously Heard/Se	PRODUCTION TAX VIDENCE R OF SUPERIOR CT JUI CRIMINAL FINES	9:00 AM
	HEALTH & SOC	CIAL SERVICES	
Mar 08	Monday No Meeting Scheduled	Butrovich 205	1:30 PM
Mar 10 + SB 46 += SB 172	Wednesday Location Change Confirmation of Governor CHILD SUPPORT AWA ALASKA HEALTH CAN <note: above="" previously<br="">been added back onto the Bills Previously Heard/So</note:>	RDS RE COMMISSION heard bill has Agenda>	1:30 PM
Mar 12	Friday No Meeting Scheduled	Butrovich 205	1:30 PM

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# JUDICIARY

Mar 08	Monday	Beltz 105 (tsbldg)	1:30 PM
	Meeting Delayed to 1:50	pm	
+= SB 209	STATE COUNCIL ON TH	E ARTS; REGULATIO	ONS
+= SB 260	ELECTRIC & TELEPHON	<b>JE COOPERATIVES' V</b>	<b>OTING</b>
+ SB 202	HATE CRIMES		
+ SB 284	CAMPAIGN EXPENDITU	JRES	
+	Bills Previously Heard/Sch	eduled	
Mar 10	Wednesday	<b>Butrovich 205</b>	1:30 PM
Mar 10	Wednesday Location Change	Butrovich 205	1:30 PM
<b>Mar 10</b> +	·		
+	Location Change Confirmation Hearing: Atto	orney General Daniel S.	Sullivan
	Location Change Confirmation Hearing: Atto		
+	Location Change Confirmation Hearing: Atto	orney General Daniel S. Beltz 105 (tsbldg)	Sullivan 1:30 PM
+ Mar 12 += SB 239	Location Change Confirmation Hearing: Atto Friday IGNITION INTERLOCK I	orney General Daniel S. Beltz 105 (tsbldg) DEVICES/DUI/CHEM.	Sullivan 1:30 PM

S Previously Heard/Scheduled

# LABOR & COMMERCE

Mar 09	Tuesday	Beltz 105 (tsbldg)	1:30 PM
	Please Note Time Chan	ige	
+= SB 129	RESIDENTIAL SPRINK	LER SYSTEMS	
+ SB 302	MICROLOAN REVOLV	ING FUND	
+= SB 153	MOBILE HOMES AS RI	EAL PROPERTY	
+	Bills Previously Heard/Sc	heduled	
Mar 11	Thursday	Beltz 105 (tsbldg)	1:30 PM
Mar 11	<b>Thursday</b> Please Note Time Chan	0	1:30 PM
	U	ige	
	Please Note Time Chan	ge OCIAL WORK EXAMIN	ERS
+ SB 262 + SB 263	Please Note Time Chan EXTEND BOARD OF S	ge OCIAL WORK EXAMIN ROFESSIONAL COUNSI	ERS
+ SB 262 + SB 263	Please Note Time Chan EXTEND BOARD OF S EXTEND BOARD OF P	ge OCIAL WORK EXAMIN ROFESSIONAL COUNSI ES	ERS

## RESOURCES

Ma	r 08	Monday	<b>Butrovich 205</b>	3:30 PM
+=	SB 220	ENERGY EFFICIENCY/ AL	TERNATIVE ENERGY	<b>7</b>
+=	SJR 27	FED. FUNDING: DOMESTIC	C SEAFOOD MARKET	ING
+=	SB 274	WILLIAM JACK HERNAND	DEZ FISH HATCHERY	
+=	SB 208	DNR STUDY ON NATURAI	L GAS	
+	SB 144	MUSK OXEN PERMITS		
+		Bills Previously Heard/Schedu	ıled	

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# **RESOURCES** (continued)

<b>Mar 10</b> +	Wednesday Overview: AGIA Regulations Dept of Revenue	Butrovich 205	3:30 PM
+	Bills Previously Heard/Schedu	ıled	
Mar 11 += SB 242 += SB 243 +	<b>Thursday</b> GEOTHERMAL RESOURCH NO ROYALTY ON GEOTHI Overview: AGIA Regulations Dept of Revenue (continued) Bills Previously Heard/Schedu	ERMAL RESOURCE	3:30 PM
<b>Mar 12</b> + +	Friday Overview: Railbelt Integrated Plan: AEA and Black and Vea Bills Previously Heard/Schedu	tch Consultants 1led	3:30 PM

## STATE AFFAIRS

<b>Mar 09</b> + +	<b>Tuesday</b> Confirmation Hearings: - State Commission for Hu - Lieutenant Governor Sud - Commissioner - Departm Bills Previously Heard/Sci	ccessor nent of Military & Veterans	9:00 AM
<b>Mar 11</b> +	Thursday Bills Previously Heard/Sci	Beltz 105 (tsbldg) heduled	9:00 AM
	TRANSPOR	RTATION	
Mar 09	<b>Tuesday</b> No Meeting Scheduled	<b>Butrovich 205</b>	1:00 PM
Mar 11	Thursday	<b>Butrovich 205</b>	1:00 PM

Thursday No Meeting Scheduled Mar 11 **Butrovich 205** 

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# FINANCE SUBCOMMITTEES

## ADMINISTRATION

Mar 19	Friday Dept Closeout	Beltz 105 (tsbldg)	3:30 PM
	COR	RECTIONS	
Mar 09	<b>Tuesday</b> Inmate Health Care	Fahrenkamp 203	5:00 PM
Mar 16	Closeout	Fahrenkamp 203	5:00 PM
	COU	RT SYSTEM	
<b>Mar 11</b> +	<b>Thursday</b> FY11 Budget Reques	Sen Conf Rm 103 Tsb	4:00 PM
<b>Mar 18</b> +	Closeout	Sen Conf Rm 103 Tsb	4:00 PM
	EDUCATION & H	EARLY DEVELOPMENT	
<b>Mar 10</b> +	Wednesday FY11 Budget Reques	Sen Conf Rm 103 Tsb	12:00 PM
<b>Mar 17</b> +	Closeout	Sen Conf Rm 103 Tsb	12:00 PM
	ENVIRONMEN	TAL CONSERVATION	
Mar 09	<b>Tuesday</b> Spill Prevention & R	Fahrenkamp 203 esponse	3:30 PM
Mar 16	<b>Tuesday</b> Closeout	Fahrenkamp 203	3:30 PM

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# FINANCE SUBCOMMITTEES (continued)

# FISH & GAME

Mar 15	Monday Closeout	Senate Finance 532	3:00 PM
	(	GOVERNOR	
Mar 17	Closeout	Senate Finance 532	3:00 PM
	HEALTH &	& SOCIAL SERVICES	
Mar 12 +	<b>Friday</b> Pre-Closeout and Q Testimony <invi< td=""><td><b>Beltz 105 (tsbldg)</b> Question/Answer Session tation Only&gt;</td><td>3:30 PM</td></invi<>	<b>Beltz 105 (tsbldg)</b> Question/Answer Session tation Only>	3:30 PM
<b>Mar 17</b> +	Wednesday Budget Closeout Testimony <invi< td=""><td>Beltz 105 (tsbldg) tation Only&gt;</td><td>3:00 PM</td></invi<>	Beltz 105 (tsbldg) tation Only>	3:00 PM
		LAW	
Mar 09	<b>Tuesday</b> Budget Detail	Sen Conf Rm 103 Tsb	1:30 PM
Mar 16	Tuesday Closeout	Fahrenkamp 203	1:30 PM
		GISLATURE	
Mar 17	Closeout	Senate Finance 532	3:15 PM
	MILITARY &	& VETERANS' AFFAIRS	
Mar 08	Monday Rescheduled to 3 Committee Discuss Testimony <invi< td=""><td>sion and Close Out</td><td>12:15 PM</td></invi<>	sion and Close Out	12:15 PM

# FINANCE SUBCOMMITTEES (continued)

# MILITARY & VETERANS' AFFAIRS (continued)

Mar 09	Testimony <inv< th=""><th>sion and Close Out</th><th>2:30 PM</th></inv<>	sion and Close Out	2:30 PM
	NATU	RAL RESOURCES	
Mar 09	<b>Tuesday</b> Discussion Testimony <inv< th=""><th>Fahrenkamp 203 itation Only&gt;</th><th>1:00 PM</th></inv<>	Fahrenkamp 203 itation Only>	1:00 PM
<b>Mar 16</b> +	<b>Tuesday</b> CLOSE OUT Testimony <inv< td=""><td>Fahrenkamp 203</td><td>3:00 PM</td></inv<>	Fahrenkamp 203	3:00 PM
	PU	BLIC SAFETY	
<b>Mar 11</b> +	<b>Thursday</b> Pre-Closeout & Qu Testimony <inv< td=""><td><b>Fahrenkamp 203</b> uestion/Answer Session itation Only&gt;</td><td>1:00 PM</td></inv<>	<b>Fahrenkamp 203</b> uestion/Answer Session itation Only>	1:00 PM
<b>Mar 18</b> +	<b>Thursday</b> Budget Closeout Testimony <inv.< td=""><td>Fahrenkamp 203 itation Only&gt;</td><td>1:00 PM</td></inv.<>	Fahrenkamp 203 itation Only>	1:00 PM
		REVENUE	
Mar 11	<b>Thursday</b> Budget Detail	Sen Conf Rm 103 Tsb	1:30 PM
Mar 18	Thursday Subcommittee clos		1:30 PM
	TRANSPORTAT	ION & PUBLIC FACILITIES	
Mar 09	<b>Tuesday</b> Budget Details	Fahrenkamp 203	8:00 AM

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## FINANCE SUBCOMMITTEES (continued)

## TRANSPORTATION & PUBLIC FACILITIES (continued)

Mar 16	Tuesday Closeout	Fahrenkamp 203	8:00 AM
	UNIVE	RSITY OF ALASKA	
Mar 16	Tuesday Closeout	Senate Finance 532	3:00 PM
	JOIN	T COMMITTEES	
	ADMINISTRAT	IVE REGULATION REVIEW	
<b>Mar 08</b> + +	Production Public Testimor (11 AAC 65.010 - particularly 11 AA	- 11 AAC 65.900, AC 65.010) Regulations nal Use Cabin Permits ny	

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## **OTHER MEETINGS**

# JOINT LEGISLATIVE HEALTH CAUCUS

Mar 24	Wednesday	Butrovich 205	12:00 PM			
+	The State of the Uninsured: Let's Ensure Their Health					

## JOINT SESSION

Mar 31 Wednesday House Chamber 11:00 AM Annual Address by the Honorable Mark Begich, U.S. Senator

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# MISCELLANEOUS MEETINGS

<b>Mar 29</b>	Monday	Senate Finance 532	1:00 PM
	School District Legislative Fly-In		
	Informal Q&A Session Regarding Alaska's		
	Public School System		

# UNIVERSITY BOOSTERS CAUCUS

Mar 08	Monday	House Finance 519	4:00 PM
	Q & A with UA Regents		

Mar 17 Wednesday House Finance 519 4:00 PM Business Leaders to Legislature: We need to Grow Our Own Alaska Workforce