

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE JOSEPHSON

TO: CSHB 53(FIN), Draft Version "I"

1 Page 1, line 2, following "**appropriations;**":

2 Insert "**making appropriations under art. IX, sec. 17(c), Constitution of the State**
3 **of Alaska, from the constitutional budget reserve fund;**"

4

5 Page 55, line 1, through page 57, line 3:

6 Delete all material and insert:

7 "*** Sec. 4. SUPPLEMENTAL FISH AND GAME. Section 38(b), ch. 7, SLA 2024, is**
8 **amended to read:**

9 (b) Statutory designated program receipts received for fisheries disasters
10 during the fiscal year ending June 30, 2025, estimated to be \$0, are appropriated to the
11 Department of Fish and Game for fisheries disaster relief for the fiscal years ending
12 June 30, 2025, [AND] June 30, 2026, **and June 30, 2027.**

13 *** Sec. 5. ALASKA AEROSPACE CORPORATION.** Federal receipts and other corporate
14 receipts of the Alaska Aerospace Corporation received during the fiscal year ending June 30,
15 2026, that exceed the amount appropriated in sec. 1 of this Act are appropriated to the Alaska
16 Aerospace Corporation for operations for the fiscal year ending June 30, 2026.

17 *** Sec. 6. ALASKA COURT SYSTEM.** The amount necessary, estimated to be \$0, not to
18 exceed \$75,000, is appropriated from the general fund to the Judiciary, Commission on
19 Judicial Conduct, for special counsel costs for the fiscal year ending June 30, 2026.

20 *** Sec. 7. ALASKA HOUSING FINANCE CORPORATION.** (a) The board of directors of
21 the Alaska Housing Finance Corporation anticipates that \$37,785,000 of the adjusted change
22 in net assets from the second preceding fiscal year will be available for appropriation for the
23 fiscal year ending June 30, 2026.

1 (b) The Alaska Housing Finance Corporation shall retain the amount set out in (a) of
2 this section for the purpose of paying debt service for the fiscal year ending June 30, 2026, in
3 the estimated amount of \$3,185,000 for debt service on the bonds authorized under sec. 4, ch.
4 120, SLA 2004.

5 (c) After deductions for the items set out in (b) of this section and deductions for
6 appropriations for operating and capital purposes are made, any remaining balance of the
7 amount set out in (a) of this section for the fiscal year ending June 30, 2026, is appropriated to
8 the general fund.

9 (d) All unrestricted mortgage loan interest payments, mortgage loan commitment
10 fees, and other unrestricted receipts received by or accrued to the Alaska Housing Finance
11 Corporation during the fiscal year ending June 30, 2026, and all income earned on assets of
12 the corporation during that period are appropriated to the Alaska Housing Finance
13 Corporation to hold as corporate receipts for the purposes described in AS 18.55 and
14 AS 18.56. The corporation shall allocate its corporate receipts between the Alaska housing
15 finance revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a))
16 under procedures adopted by the board of directors.

17 (e) The sum of \$800,000,000 is appropriated from the corporate receipts appropriated
18 to the Alaska Housing Finance Corporation and allocated between the Alaska housing finance
19 revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a)) under
20 (d) of this section to the Alaska Housing Finance Corporation for the fiscal year ending
21 June 30, 2026, for housing loan programs not subsidized by the corporation.

22 (f) The sum of \$30,000,000 is appropriated from the portion of the corporate receipts
23 appropriated to the Alaska Housing Finance Corporation and allocated between the Alaska
24 housing finance revolving fund (AS 18.56.082) and senior housing revolving fund
25 (AS 18.56.710(a)) under (d) of this section that is derived from arbitrage earnings to the
26 Alaska Housing Finance Corporation for the fiscal year ending June 30, 2026, for housing
27 loan programs and projects subsidized by the corporation.

28 (g) The sum of \$20,000,000 is appropriated from federal receipts to the Alaska
29 Housing Finance Corporation, Alaska Sustainable Energy Corporation, to support green bank
30 for the fiscal years ending June 30, 2026, June 30, 2027, and June 30, 2028.

31 * **Sec. 8. ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY.** (a)

The sum of \$20,000,000 has been declared available by the Alaska Industrial Development and Export Authority board of directors under AS 44.88.088 for appropriation as the dividend for the fiscal year ending June 30, 2026. After deductions for appropriations for capital purposes are made, any remaining balance of the amount set out in this subsection is appropriated from the unrestricted balance in the Alaska Industrial Development and Export Authority revolving fund (AS 44.88.060), the Alaska Industrial Development and Export Authority sustainable energy transmission and supply development fund (AS 44.88.660), and the Arctic infrastructure development fund (AS 44.88.810) to the general fund.

(b) All unrestricted loan interest payments, loan commitment fees, and other unrestricted receipts received by or accrued to the Alaska Industrial Development and Export Authority during the fiscal year ending June 30, 2026, and all income earned on assets of the authority during that period are appropriated to the Alaska Industrial Development and Export Authority to hold as corporate receipts for the purposes described in AS 44.88. The authority shall allocate its corporate receipts between the Alaska Industrial Development and Export Authority revolving fund (AS 44.88.060), the Alaska Industrial Development and Export Authority sustainable energy transmission and supply development fund (AS 44.88.660), and the Arctic infrastructure development fund (AS 44.88.810) under procedures adopted by the board of directors."

Renumber the following bill sections accordingly.

Page 57, line 23, through page 82, line 1:

Delete all material and insert:

"* Sec. 10. ALASKA TECHNICAL AND VOCATIONAL EDUCATION PROGRAM ACCOUNT. (a) Four percent of the revenue deposited into the Alaska technical and vocational education program account (AS 23.15.830) in the fiscal year ending June 30, 2026, estimated to be \$884,600, is appropriated from the Alaska technical and vocational education program account (AS 23.15.830) to the Department of Education and Early Development for operating expenses of the Galena Interior Learning Academy for the fiscal year ending June 30, 2026.

(b) Sixty-six percent of the revenue deposited into the Alaska technical and vocational

education program account (AS 23.15.830) in the fiscal year ending June 30, 2026, estimated to be \$14,596,200, is appropriated from the Alaska technical and vocational education program account (AS 23.15.830) to the Department of Labor and Workforce Development for operating expenses of the following institutions, in the following percentages, for the fiscal year ending June 30, 2026:

6			ESTIMATED
7	INSTITUTION	PERCENTAGE	AMOUNT
8	Alaska Technical Center	9 percent	\$1,990,400
9	Alaska Vocational Technical	17 percent	3,759,600
10	Center		
11	Fairbanks Pipeline Training Center	7 percent	1,548,100
12	Ilisagvik College	6 percent	1,326,900
13	Northwestern Alaska Career	4 percent	884,600
14	and Technical Center		
15	Partners for Progress in Delta,	3 percent	663,500
16	Inc.		
17	Prince of Wales Community	5 percent	1,105,800
18	Learning Center		
19	Sealaska Heritage Institute, Inc.	2 percent	442,300
20	Southwest Alaska Vocational	4 percent	884,600
21	and Education Center		
22	Yuut Elitnaurviat - People's	9 percent	1,990,400
23	Learning Center		

(c) Thirty percent of the revenue deposited into the Alaska technical and vocational education program account (AS 23.15.830) in the fiscal year ending June 30, 2026, estimated to be \$6,634,600, is appropriated from the Alaska technical and vocational education program account (AS 23.15.830) to the University of Alaska for operating expenses of the following institutions, in the following percentages, for the fiscal year ending June 30, 2026:

29			ESTIMATED
30	INSTITUTION	PERCENTAGE	AMOUNT
31	University of Alaska	25 percent	\$5,528,800

1 University of Alaska Southeast 5 percent 1,105,800

2 * **Sec. 11. BONUSES FOR CERTAIN EMPLOYEES OF THE EXECUTIVE BRANCH.**

3 (a) The money appropriated in this Act includes amounts to implement the payment of
4 bonuses and other monetary terms of letters of agreement entered into between the state and
5 collective bargaining units under AS 23.40.070 - 23.40.260 for the fiscal year ending June 30,
6 2026.

7 (b) The Office of the Governor, office of management and budget, shall

8 (1) not later than 30 days after the Department of Law enters into a letter of
9 agreement described in (a) of this section, provide to the legislative finance division in
10 electronic form

11 (A) a copy of the letter of agreement; and

12 (B) a copy of the cost estimate prepared for the letter of agreement;

13 (2) submit a report to the co-chairs of the finance committee of each house of
14 the legislature and the legislative finance division not later than

15 (A) February 1, 2026, that summarizes all payments made under the
16 letters of agreement described in (a) of this section during the first half of the fiscal
17 year ending June 30, 2026; and

18 (B) September 30, 2026, that summarizes all payments made under the
19 letters of agreement described in (a) of this section during the second half of the fiscal
20 year ending June 30, 2026; and

21 (3) not later than 30 days after a letter of agreement described in (a) of this
22 section terminates, notify the legislative finance division of the termination.

23 * **Sec. 12. DEPARTMENT OF ADMINISTRATION.** (a) The amount necessary to fund the
24 uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is
25 appropriated from that account to the Department of Administration for those uses for the
26 fiscal year ending June 30, 2026.

27 (b) The amount necessary to fund the uses of the working reserve account described
28 in AS 37.05.510(a) is appropriated from that account to the Department of Administration for
29 those uses for the fiscal year ending June 30, 2026.

30 (c) The amount necessary to have an unobligated balance of \$5,000,000 in the
31 working reserve account described in AS 37.05.510(a) is appropriated from the unexpended

1 and unobligated balance of any appropriation enacted to finance the payment of employee
2 salaries and benefits that is determined to be available for lapse at the end of the fiscal year
3 ending June 30, 2026, to the working reserve account (AS 37.05.510(a)).

4 (d) The amount necessary to maintain, after the appropriation made in (c) of this
5 section, a minimum target claim reserve balance of one and one-half times the amount of
6 outstanding claims in the group health and life benefits fund (AS 39.30.095), estimated to be
7 \$10,000,000, is appropriated from the unexpended and unobligated balance of any
8 appropriation that is determined to be available for lapse at the end of the fiscal year ending
9 June 30, 2026, to the group health and life benefits fund (AS 39.30.095). It is the intent of the
10 legislature that the rate for the employer contribution to the AlaskaCare employee health plan
11 for the fiscal year ending June 30, 2027, be set based on the full actuarial rate without relying
12 on lapsed funding.

13 (e) The amount necessary to have an unobligated balance of \$50,000,000 in the state
14 insurance catastrophe reserve account (AS 37.05.289(a)), after the appropriations made in (c)
15 and (d) of this section, is appropriated from the unexpended and unobligated balance of any
16 appropriation that is determined to be available for lapse at the end of the fiscal year ending
17 June 30, 2026, to the state insurance catastrophe reserve account (AS 37.05.289(a)).

18 (f) If the amount necessary to cover plan sponsor costs, including actuarial costs, for
19 retirement system benefit payment calculations exceeds the amount appropriated for that
20 purpose in sec. 1 of this Act, after all allowable payments from retirement system fund
21 sources, that amount, not to exceed \$500,000, is appropriated from the general fund to the
22 Department of Administration for that purpose for the fiscal year ending June 30, 2026.

23 (g) The amount necessary to cover actuarial costs associated with bills in the finance
24 committee of each house of the legislature, estimated to be \$0, is appropriated from the
25 general fund to the Department of Administration for that purpose for the fiscal year ending
26 June 30, 2026.

27 * **Sec. 13.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
28 DEVELOPMENT. (a) The unexpended and unobligated balance of federal money
29 apportioned to the state as national forest income that the Department of Commerce,
30 Community, and Economic Development determines would lapse into the unrestricted portion
31 of the general fund on June 30, 2026, under AS 41.15.180(j) is appropriated to home rule

1 cities, first class cities, second class cities, a municipality organized under federal law, or
2 regional educational attendance areas entitled to payment from the national forest income for
3 the fiscal year ending June 30, 2026, to be allocated among the recipients of national forest
4 income according to their pro rata share of the total amount distributed under AS 41.15.180(c)
5 and (d) for the fiscal year ending June 30, 2026.

6 (b) If the amount necessary to make national forest receipts payments under
7 AS 41.15.180 exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
8 amount necessary to make national forest receipts payments is appropriated from federal
9 receipts received for that purpose to the Department of Commerce, Community, and
10 Economic Development, revenue sharing, national forest receipts allocation, for the fiscal
11 year ending June 30, 2026.

12 (c) If the amount necessary to make payments in lieu of taxes for cities in the
13 unorganized borough under AS 44.33.020(a)(20) exceeds the amount appropriated for that
14 purpose in sec. 1 of this Act, the amount necessary to make those payments is appropriated
15 from federal receipts received for that purpose to the Department of Commerce, Community,
16 and Economic Development, revenue sharing, payment in lieu of taxes allocation, for the
17 fiscal year ending June 30, 2026.

18 (d) The amount necessary for the purposes specified in AS 42.45.085(a), estimated to
19 be \$48,049,800, not to exceed the amount described in AS 42.45.085(a), is appropriated from
20 the power cost equalization endowment fund (AS 42.45.070(a)) to the Department of
21 Commerce, Community, and Economic Development, Alaska Energy Authority, power cost
22 equalization allocation, for the fiscal year ending June 30, 2026.

23 (e) The amount received in settlement of a claim against a bond guaranteeing the
24 reclamation of state, federal, or private land, including the plugging or repair of a well,
25 estimated to be \$150,000, is appropriated to the Alaska Oil and Gas Conservation
26 Commission for the purpose of reclaiming the state, federal, or private land affected by a use
27 covered by the bond for the fiscal year ending June 30, 2026.

28 (f) The sum of \$1,000,000 is appropriated from program receipts received by the
29 Department of Commerce, Community, and Economic Development, division of insurance,
30 under AS 21 to the Department of Commerce, Community, and Economic Development,
31 division of insurance, for actuarial support for the fiscal years ending June 30, 2026, and

1 June 30, 2027.

2 (g) Forty percent of the boat receipts collected under AS 05.25.096 during the fiscal
3 year ending June 30, 2025, estimated to be \$181,879, not to exceed \$200,000, is appropriated
4 to the Department of Commerce, Community, and Economic Development for payment as a
5 grant under AS 37.05.316 to the Alaska Marine Safety Education Association for marine
6 safety education for the fiscal year ending June 30, 2026.

7 (h) The amount of federal receipts received for the reinsurance program under
8 AS 21.55 during the fiscal year ending June 30, 2026, is appropriated to the Department of
9 Commerce, Community, and Economic Development, division of insurance, for the
10 reinsurance program under AS 21.55 for the fiscal years ending June 30, 2026, and June 30,
11 2027.

12 (i) The sum of \$6,666,700 is appropriated from the general fund to the Department of
13 Commerce, Community, and Economic Development for community assistance payments to
14 eligible recipients under the community assistance program for the fiscal year ending June 30,
15 2026.

16 (j) The amount of the fees collected under AS 28.10.421(d)(21) during the fiscal year
17 ending June 30, 2025, for the issuance of special request National Rifle Association license
18 plates, estimated to be \$7,000, is appropriated from the general fund to the Department of
19 Commerce, Community, and Economic Development for payment as a grant under
20 AS 37.05.316 to the Alaska SCTP, non profit corporation, for maintenance of scholastic clay
21 target programs and other youth shooting programs, including travel budgets to compete in
22 national collegiate competitions, for the fiscal year ending June 30, 2026.

23 * **Sec. 14. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT.** (a) Fifty
24 percent of the donations received under AS 43.23.230(b) for the fiscal year ending June 30,
25 2026, estimated to be \$461,000, is appropriated to the Department of Education and Early
26 Development to be distributed as grants to school districts according to the average daily
27 membership for each school district, adjusted under AS 14.17.410(b)(1)(A) - (D), for the
28 fiscal year ending June 30, 2026.

29 (b) Federal funds received by the Department of Education and Early Development,
30 education support and administrative services, that exceed the amount appropriated to the
31 Department of Education and Early Development, education support and administrative

1 services, in sec. 1 of this Act are appropriated to the Department of Education and Early
2 Development, education support and administrative services, for that purpose for the fiscal
3 year ending June 30, 2026.

4 (c) The proceeds from the sale of state-owned Mt. Edgecumbe High School land in
5 Sitka by the Department of Education and Early Development or the Department of Natural
6 Resources are appropriated from the general fund to the Department of Education and Early
7 Development, Mt. Edgecumbe High School, for maintenance and operations for the fiscal
8 year ending June 30, 2026.

9 (d) The amount of the fees collected under AS 28.10.421(a)(3) during the fiscal year
10 ending June 30, 2025, for the issuance of celebrating the arts license plates, less the cost of
11 issuing the license plates, estimated to be \$80,000, is appropriated from the general fund to
12 the Department of Education and Early Development, Alaska State Council on the Arts, for
13 administration of the celebrating the arts license plate program for the fiscal year ending
14 June 30, 2026.

15 (e) The sum of \$120,000 is appropriated from the general fund to the Department of
16 Education and Early Development for the purpose of providing grant funding for the child
17 and adult care food program for the fiscal years ending June 30, 2026, June 30, 2027, and
18 June 30, 2028.

19 (f) The amount necessary, after the appropriation made in sec. 26(h) of this Act, to
20 fund the total amount for the fiscal year ending June 30, 2026, of state aid calculated under
21 the public school funding formula under AS 14.17.410(b) using a base student allocation
22 (AS 14.17.470) amount of \$6,960 is appropriated from the general fund to the Department of
23 Education and Early Development to be distributed as grants to school districts according to
24 the average daily membership for each district adjusted under AS 14.17.410(b)(1)(A) - (D) for
25 the fiscal year ending June 30, 2026.

26 (g) The sum of \$6,781,200 is appropriated from the general fund to the Department of
27 Education and Early Development for the fiscal year ending June 30, 2026, to be distributed
28 as grants to school districts that are proportional to the amount each school district receives
29 from the state to operate the student transportation system under AS 14.09.010.

30 * **Sec. 15.** DEPARTMENT OF FAMILY AND COMMUNITY SERVICES. The amount of
31 statutory designated program receipts received during the fiscal year ending June 30, 2026,

1 from the provision of pharmaceuticals to residents of the Alaska Pioneers' Homes, not to
2 exceed \$4,000,000, are appropriated to the Department of Family and Community Services,
3 Alaska Pioneers' Homes, for operation of the pharmacy program for the fiscal year ending
4 June 30, 2026.

5 * **Sec. 16.** DEPARTMENT OF FISH AND GAME. The amount of statutory designated
6 program receipts received for fisheries disasters during the fiscal year ending June 30, 2026,
7 estimated to be \$0, are appropriated to the Department of Fish and Game for fisheries disaster
8 relief for the fiscal years ending June 30, 2026, June 30, 2027, and June 30, 2028.

9 * **Sec. 17.** DEPARTMENT OF HEALTH. Federal receipts received during the fiscal year
10 ending June 30, 2026, for Medicaid services are appropriated to the Department of Health,
11 Medicaid services, for Medicaid services for the fiscal year ending June 30, 2026.

12 * **Sec. 18.** DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT. (a) If the
13 amount necessary to pay benefit payments from the workers' compensation benefits guaranty
14 fund (AS 23.30.082) exceeds the amount appropriated for that purpose in sec. 1 of this Act,
15 the additional amount necessary to pay those benefit payments is appropriated for that
16 purpose from the workers' compensation benefits guaranty fund (AS 23.30.082) to the
17 Department of Labor and Workforce Development, workers' compensation benefits guaranty
18 fund allocation, for the fiscal year ending June 30, 2026.

19 (b) If the amount necessary to pay benefit payments from the second injury fund
20 (AS 23.30.040(a)) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
21 additional amount necessary to make those benefit payments is appropriated for that purpose
22 from the second injury fund (AS 23.30.040(a)) to the Department of Labor and Workforce
23 Development, second injury fund allocation, for the fiscal year ending June 30, 2026.

24 (c) If the amount necessary to pay benefit payments from the fishermen's fund
25 (AS 23.35.060) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
26 additional amount necessary to make those benefit payments is appropriated for that purpose
27 from the fishermen's fund (AS 23.35.060) to the Department of Labor and Workforce
28 Development, fishermen's fund allocation, for the fiscal year ending June 30, 2026.

29 (d) If the amount of contributions received by the Alaska Vocational Technical Center
30 under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018,
31 AS 43.75.018, and AS 43.77.045 during the fiscal year ending June 30, 2026, exceeds the

1 amount appropriated to the Department of Labor and Workforce Development, Alaska
2 Vocational Technical Center, in sec. 1 of this Act, the additional contributions are
3 appropriated to the Department of Labor and Workforce Development, Alaska Vocational
4 Technical Center, Alaska Vocational Technical Center allocation, for the purpose of operating
5 the center for the fiscal year ending June 30, 2026.

6 * **Sec. 19.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) Five percent
7 of the average ending market value in the Alaska veterans' memorial endowment fund
8 (AS 37.14.700) for the fiscal years ending June 30, 2023, June 30, 2024, and June 30, 2025,
9 estimated to be \$8,859, is appropriated from the Alaska veterans' memorial endowment fund
10 (AS 37.14.700) to the Department of Military and Veterans' Affairs for the purposes specified
11 in AS 37.14.730(b) for the fiscal year ending June 30, 2026.

12 (b) The amount of the fees collected under AS 28.10.421(d) during the fiscal year
13 ending June 30, 2026, for the issuance of special request license plates commemorating
14 Alaska veterans, less the cost of issuing the license plates, estimated to be \$6,700, is
15 appropriated from the general fund to the Department of Military and Veterans' Affairs for the
16 maintenance, repair, replacement, enhancement, development, and construction of veterans'
17 memorials for the fiscal year ending June 30, 2026.

18 * **Sec. 20.** DEPARTMENT OF NATURAL RESOURCES. (a) The interest earned during
19 the fiscal year ending June 30, 2026, on the reclamation bond posted by Cook Inlet Energy for
20 operation of an oil production platform in Cook Inlet under lease with the Department of
21 Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general
22 fund to the Department of Natural Resources for the purpose of the bond for the fiscal year
23 ending June 30, 2026.

24 (b) The amount necessary for the purposes specified in AS 37.14.820 for the fiscal
25 year ending June 30, 2026, estimated to be \$30,000, is appropriated from the mine
26 reclamation trust fund operating account (AS 37.14.800(a)) to the Department of Natural
27 Resources for those purposes for the fiscal year ending June 30, 2026.

28 (c) The amount received in settlement of a claim against a bond guaranteeing the
29 reclamation of state, federal, or private land, including the plugging or repair of a well,
30 estimated to be \$50,000, is appropriated to the Department of Natural Resources for the
31 purpose of reclaiming the state, federal, or private land affected by a use covered by the bond

1 for the fiscal year ending June 30, 2026.

2 (d) Sixty percent of the boat receipts collected under AS 05.25.096 during the fiscal
3 year ending June 30, 2025, estimated to be \$272,819, not to exceed \$300,000, is appropriated
4 to the Department of Natural Resources, division of parks and outdoor recreation, for the
5 boating safety program for the fiscal year ending June 30, 2026.

6 * **Sec. 21. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES.** (a) The
7 proceeds received from the sale of Alaska marine highway system assets during the fiscal
8 year ending June 30, 2026, are appropriated to the Alaska marine highway system vessel
9 replacement fund (AS 37.05.550).

10 (b) The sum of \$159,418,400 is appropriated to the Department of Transportation and
11 Public Facilities, Alaska marine highway system, for costs associated with operating the
12 Alaska marine highway system for the fiscal years ending June 30, 2026, and June 30, 2027,
13 from the following sources:

- 14 (1) \$76,242,100 from federal receipts;
- 15 (2) \$61,440,900 from the general fund;
- 16 (3) \$981,100 from capital improvement project receipts;
- 17 (4) \$20,754,300 from the Alaska marine highway system fund
18 (AS 19.65.060(a)).

19 (c) Section 5, ch. 7, SLA 2024, page 77, lines 1 - 4, is amended to read:

20 Sec. 5. The following appropriation items are for operating expenditures from
21 the general fund or other funds as set out in the fiscal year 2025 budget summary for
22 the operating budget by funding source to the agencies named for the purposes
23 expressed for the **period** [CALENDAR YEAR] beginning January 1, 2025, and
24 ending **June 30, 2026** [DECEMBER 31, 2025], unless otherwise indicated.

25 (d) If the amount of federal receipts that are received by the Department of
26 Transportation and Public Facilities for the period beginning January 1, 2026, and ending
27 June 30, 2026, fall short of the amount appropriated in (b)(1) of this section, the amount of the
28 shortfall, not to exceed \$5,000,000, is appropriated from the general fund to the Department
29 of Transportation and Public Facilities, Alaska marine highway system, for operation of
30 marine highway vessels for the period beginning January 1, 2026, and ending June 30, 2027.

31 * **Sec. 22. OFFICE OF THE GOVERNOR.** (a) The sum of \$2,870,300 is appropriated from

1 the general fund to the Office of the Governor, division of elections, for costs associated with
2 conducting the statewide primary and general elections for the fiscal years ending June 30,
3 2026, and June 30, 2027.

4 (b) After the appropriations made in secs. 12(c) - (e) of this Act, the unexpended and
5 unobligated balance of any appropriation that is determined to be available for lapse at the end
6 of the fiscal year ending June 30, 2026, not to exceed \$3,500,000, is appropriated to the
7 Office of the Governor, office of management and budget, to support the cost of central
8 services agencies that provide services under AS 37.07.080(e)(2) for the fiscal years ending
9 June 30, 2026, and June 30, 2027, if receipts from approved central services cost allocation
10 methods under AS 37.07.080(e)(2)(B) fall short of the amounts appropriated in this Act.

11 * **Sec. 23. BANKCARD SERVICE FEES.** (a) The amount necessary to compensate the
12 collector or trustee of fees, licenses, taxes, or other money belonging to the state during the
13 fiscal year ending June 30, 2026, is appropriated for that purpose for the fiscal year ending
14 June 30, 2026, to the agency authorized by law to generate the revenue, from the funds and
15 accounts in which the payments received by the state are deposited. In this subsection,
16 "collector or trustee" includes vendors retained by the state on a contingency fee basis.

17 (b) The amount necessary to compensate the provider of bankcard or credit card
18 services to the state during the fiscal year ending June 30, 2026, is appropriated for that
19 purpose for the fiscal year ending June 30, 2026, to each agency of the executive, legislative,
20 and judicial branches that accepts payment by bankcard or credit card for licenses, permits,
21 goods, and services provided by that agency on behalf of the state, from the funds and
22 accounts in which the payments received by the state are deposited.

23 * **Sec. 24. DEBT AND OTHER OBLIGATIONS.** (a) The amount required to be paid by the
24 state for the principal of and interest on all issued and outstanding state-guaranteed bonds,
25 estimated to be \$0, is appropriated from the general fund to the Alaska Housing Finance
26 Corporation for payment of the principal of and interest on those bonds for the fiscal year
27 ending June 30, 2026.

28 (b) The amount necessary for payment of principal and interest, redemption premium,
29 and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for
30 the fiscal year ending June 30, 2026, estimated to be \$1,080,000, is appropriated from interest
31 earnings of the Alaska clean water fund (AS 46.03.032(a)) to the Alaska clean water fund

revenue bond redemption fund (AS 37.15.565).

(c) The amount necessary for payment of principal and interest, redemption premium, and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for the fiscal year ending June 30, 2026, estimated to be \$1,030,500, is appropriated from interest earnings of the Alaska drinking water fund (AS 46.03.036(a)) to the Alaska drinking water fund revenue bond redemption fund (AS 37.15.565).

(d) The sum of \$2,792,217 is appropriated from the general fund to the following agencies for the fiscal year ending June 30, 2026, for payment of debt service on outstanding debt authorized by AS 14.40.257, AS 29.60.700, and AS 42.45.065, respectively, for the following projects:

AGENCY AND PROJECT	APPROPRIATION AMOUNT
(1) University of Alaska	\$1,218,193
Anchorage Community and Technical	
College Center	
Juneau Readiness Center/UAS Joint Facility	
(2) Department of Transportation and Public Facilities	
(A) Aleutians East Borough/False Pass	214,855
small boat harbor	
(B) City of Valdez harbor renovations	189,625
(C) Aleutians East Borough/Akutan	108,178
small boat harbor	
(D) Fairbanks North Star Borough	341,500
Eielson AFB Schools, major	
maintenance and upgrades	
(E) City of Unalaska Little South America	368,686
(LSA) Harbor	
(3) Alaska Energy Authority	351,180
Copper Valley Electric Association	
cogeneration projects	

(e) The amount necessary for payment of lease payments and trustee fees relating to certificates of participation issued for real property for the fiscal year ending June 30, 2026,

1 estimated to be \$2,893,500, is appropriated from the general fund to the state bond committee
2 for that purpose for the fiscal year ending June 30, 2026.

3 (f) The sum of \$3,303,500 is appropriated from the general fund to the Department of
4 Administration for the purpose of paying the obligation of the Linny Pacillo Parking Garage
5 in Anchorage to the Alaska Housing Finance Corporation for the fiscal year ending June 30,
6 2026.

7 (g) The following amounts are appropriated to the state bond committee from the
8 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2026:

9 (1) the amount necessary for payment of debt service and accrued interest on
10 outstanding State of Alaska general obligation bonds, series 2010B, estimated to be
11 \$2,259,773, from the amount received from the United States Treasury as a result of the
12 American Recovery and Reinvestment Act of 2009, Qualified School Construction Bond
13 interest subsidy payments due on the series 2010B general obligation bonds;

14 (2) the amount necessary for payment of debt service and accrued interest on
15 outstanding State of Alaska general obligation bonds, series 2010B, after the payment made in
16 (1) of this subsection, estimated to be \$144,127, from the general fund for that purpose;

17 (3) the amount necessary for payment of debt service and accrued interest on
18 outstanding State of Alaska general obligation bonds, series 2013A, estimated to be \$434,570,
19 from the amount received from the United States Treasury as a result of the American
20 Recovery and Reinvestment Act of 2009, Qualified School Construction Bond interest
21 subsidy payments due on the series 2013A general obligation bonds;

22 (4) the amount necessary for payment of debt service and accrued interest on
23 outstanding State of Alaska general obligation bonds, series 2013A, after the payments made
24 in (3) of this subsection, estimated to be \$26,268, from the general fund for that purpose;

25 (5) the amount necessary for payment of debt service and accrued interest on
26 outstanding State of Alaska general obligation bonds, series 2015B, estimated to be
27 \$9,793,875, from the general fund for that purpose;

28 (6) the amount necessary for payment of debt service and accrued interest on
29 outstanding State of Alaska general obligation bonds, series 2016A, estimated to be
30 \$6,247,375, from the general fund for that purpose;

31 (7) the amount necessary for payment of debt service and accrued interest on

1 outstanding State of Alaska general obligation bonds, series 2016B, estimated to be
2 \$6,226,875, from the general fund for that purpose;

3 (8) the amount necessary for payment of debt service and accrued interest on
4 outstanding State of Alaska general obligation bonds, series 2020A, estimated to be
5 \$6,971,625, from the general fund for that purpose;

6 (9) the amount necessary for the purpose of authorizing payment for arbitrage
7 rebate on State of Alaska general obligation bonds, series 2020A, estimated to be \$4,025,000,
8 from investment earnings on the bond proceeds deposited in the capital project funds for the
9 series 2020A general obligation bonds for that purpose;

10 (10) the amount necessary for payment of debt service and accrued interest on
11 outstanding State of Alaska general obligation bonds, series 2023A, estimated to be
12 \$18,398,750, from the general fund for that purpose;

13 (11) the amount necessary for payment of debt service and accrued interest on
14 outstanding State of Alaska general obligation bonds, series 2024A, estimated to be
15 \$5,504,000, from the general fund for that purpose;

16 (12) the amount necessary for payment of debt service and accrued interest on
17 outstanding State of Alaska general obligation bonds, series 2024B, estimated to be
18 \$4,147,000, from the general fund for that purpose;

19 (13) the amount necessary for payment of debt service and accrued interest on
20 outstanding State of Alaska general obligation bonds, series 2025A, estimated to be
21 \$3,956,229, from the general fund for that purpose;

22 (14) the amount necessary for payment of trustee fees on outstanding State of
23 Alaska general obligation bonds, series 2010B, 2013A, 2015B, 2016A, 2016B, 2020A,
24 2023A, 2024A, 2024B, and 2025A, estimated to be \$7,500, from the general fund for that
25 purpose;

26 (15) the amount necessary for the purpose of authorizing payment to the
27 United States Treasury for arbitrage rebate and payment of tax penalties on outstanding State
28 of Alaska general obligation bonds, estimated to be \$50,000, from the general fund for that
29 purpose;

30 (16) if the proceeds of state general obligation bonds issued are temporarily
31 insufficient to cover costs incurred on projects approved for funding with these proceeds, the

1 amount necessary to prevent this cash deficiency, from the general fund, contingent on
2 repayment to the general fund as soon as additional state general obligation bond proceeds
3 have been received by the state; and

4 (17) if the amount necessary for payment of debt service and accrued interest
5 on outstanding State of Alaska general obligation bonds exceeds the amounts appropriated in
6 this subsection, the additional amount necessary to pay the obligations, from the general fund
7 for that purpose.

8 (h) The following amounts are appropriated to the state bond committee from the
9 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2026:

10 (1) the amount necessary for debt service on outstanding international airports
11 revenue bonds, estimated to be \$1,000,000, from the collection of passenger facility charges
12 approved by the Federal Aviation Administration at the Alaska international airports system;

13 (2) the amount necessary for payment of debt service and trustee fees on
14 outstanding international airports revenue bonds, after the payment made in (1) of this
15 subsection, estimated to be \$22,935,675, from the International Airports Revenue Fund
16 (AS 37.15.430(a)) for that purpose; and

17 (3) the amount necessary for payment of principal and interest, redemption
18 premiums, and trustee fees, if any, associated with the early redemption of international
19 airports revenue bonds authorized under AS 37.15.410 - 37.15.550, estimated to be
20 \$10,000,000, from the International Airports Revenue Fund (AS 37.15.430(a)).

21 (i) If federal receipts are temporarily insufficient to cover international airports
22 system project expenditures approved for funding with those receipts, the amount necessary to
23 prevent that cash deficiency, estimated to be \$0, is appropriated from the general fund to the
24 International Airports Revenue Fund (AS 37.15.430(a)) for the fiscal year ending June 30,
25 2026, contingent on repayment to the general fund, as soon as additional federal receipts have
26 been received by the state for that purpose.

27 (j) The amount of federal receipts deposited in the International Airports Revenue
28 Fund (AS 37.15.430(a)) necessary to reimburse the general fund for international airports
29 system project expenditures, estimated to be \$0, is appropriated from the International
30 Airports Revenue Fund (AS 37.15.430(a)) to the general fund.

31 (k) The amount necessary for payment of obligations and fees for the Goose Creek

1 Correctional Center, estimated to be \$16,170,163, is appropriated from the general fund to the
2 Department of Administration for that purpose for the fiscal year ending June 30, 2026.

3 (I) The amount necessary, estimated to be \$46,509,533, is appropriated to the
4 Department of Education and Early Development for state aid for costs of school construction
5 under AS 14.11.100 for the fiscal year ending June 30, 2026, from the following sources:

6 (1) \$11,000,000 from the School Fund (AS 43.50.140);

7 (2) the amount necessary, after the appropriation made in (1) of this
8 subsection, estimated to be \$35,509,533 from the general fund.

9 * **Sec. 25. FEDERAL AND OTHER PROGRAM RECEIPTS.** (a) Federal receipts,
10 designated program receipts under AS 37.05.146(b)(3), information services fund program
11 receipts under AS 44.21.045(b), Exxon Valdez oil spill trust receipts under
12 AS 37.05.146(b)(4), receipts of the Alaska Housing Finance Corporation, receipts of the
13 Alaska marine highway system fund under AS 19.65.060(a), receipts of the University of
14 Alaska under AS 37.05.146(b)(2), receipts of the highways equipment working capital fund
15 under AS 44.68.210, and receipts of commercial fisheries test fishing operations under
16 AS 37.05.146(c)(20) that are received during the fiscal year ending June 30, 2026, and that
17 exceed the amounts appropriated by this Act are appropriated conditioned on compliance with
18 the program review provisions of AS 37.07.080(h). Receipts received under this subsection
19 during the fiscal year ending June 30, 2026, do not include the balance of a state fund on
20 June 30, 2025.

21 (b) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
22 are received during the fiscal year ending June 30, 2026, exceed the amounts appropriated by
23 this Act, the appropriations from state funds for the affected program shall be reduced by the
24 excess if the reductions are consistent with applicable federal statutes.

25 (c) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
26 are received during the fiscal year ending June 30, 2026, fall short of the amounts
27 appropriated by this Act, the affected appropriation is reduced by the amount of the shortfall
28 in receipts.

29 (d) The amount of designated program receipts under AS 37.05.146(b)(3)
30 appropriated in this Act includes the unexpended and unobligated balance on June 30, 2025,
31 of designated program receipts collected under AS 37.05.146(b)(3) for that purpose.

(e) Notwithstanding (a) of this section, an appropriation item for the fiscal year ending June 30, 2026, may not be increased under AS 37.07.080(h) based on the Alaska Gasline Development Corporation's receipt of additional

(1) federal receipts; or

(2) statutory designated program receipts.

*** Sec. 26. FUND CAPITALIZATION.** (a) The portions of the fees listed in this subsection that are collected during the fiscal year ending June 30, 2026, estimated to be \$16,000, are appropriated to the Alaska children's trust grant account (AS 37.14.205(a)):

(1) fees collected under AS 18.50.225, less the cost of supplies, for the issuance of heirloom birth certificates;

(2) fees collected under AS 18.50.272, less the cost of supplies, for the issuance of heirloom marriage certificates;

(3) fees collected under AS 28.10.421(d) for the issuance of special request Alaska children's trust license plates, less the cost of issuing the license plates.

(b) The amount received from fees assessed under AS 05.25.096(a)(5) and (6), civil penalties collected under AS 30.30.015, the sale of vessels under AS 30.30, and donations and other receipts deposited under AS 30.30.096 as program receipts during the fiscal year ending June 30, 2026, less the amount of those program receipts appropriated to the Department of Administration, division of motor vehicles, for the fiscal year ending June 30, 2026, estimated to be \$44,500, is appropriated to the derelict vessel prevention program fund (AS 30.30.096).

(c) The amount of federal receipts received for disaster relief during the fiscal year ending June 30, 2026, estimated to be \$9,000,000, is appropriated to the disaster relief fund (AS 26.23.300(a)).

(d) The sum of \$13,000,000 is appropriated from the general fund to the disaster relief fund (AS 26.23.300(a)).

(e) Twenty-five percent of the donations received under AS 43.23.230(b), estimated to be \$230,500, is appropriated to the dividend raffle fund (AS 43.23.230(a)).

(f) The amount of municipal bond bank receipts determined under AS 44.85.270(h) to be available for transfer by the Alaska Municipal Bond Bank Authority for the fiscal year ending June 30, 2025, estimated to be \$0, is appropriated to the Alaska municipal bond bank authority reserve fund (AS 44.85.270(a)).

1 (g) If the Alaska Municipal Bond Bank Authority must draw on the Alaska municipal
2 bond bank authority reserve fund (AS 44.85.270(a)) because of a default by a borrower, an
3 amount equal to the amount drawn from the reserve is appropriated from the general fund to
4 the Alaska municipal bond bank authority reserve fund (AS 44.85.270(a)).

5 (h) The amount necessary, estimated to be \$1,111,921,008, when added to the balance
6 of the public education fund (AS 14.17.300) on June 30, 2025, to fund the total amount for the
7 fiscal year ending June 30, 2026, of state aid calculated under the public school funding
8 formula under AS 14.17.410(b) is appropriated to the public education fund (AS 14.17.300)
9 from the following sources:

10 (1) \$35,070,007 from the public school trust fund (AS 37.14.110(a));

11 (2) the amount necessary, after the appropriation made in (1) of this
12 subsection, estimated to be \$1,076,851,001, from the general fund.

13 (i) The amount necessary to fund transportation of students under AS 14.09.010 for
14 the fiscal year ending June 30, 2026, estimated to be \$67,812,273, is appropriated from the
15 general fund to the public education fund (AS 14.17.300).

16 (j) The sum of \$22,884,400 is appropriated from the general fund to the regional
17 educational attendance area and small municipal school district school fund
18 (AS 14.11.030(a)).

19 (k) The amount necessary to pay medical insurance premiums for eligible surviving
20 dependents under AS 39.60.040 and the costs of the Department of Public Safety associated
21 with administering the peace officer and firefighter survivors' fund (AS 39.60.010) for the
22 fiscal year ending June 30, 2026, estimated to be \$50,000, is appropriated from the general
23 fund to the peace officer and firefighter survivors' fund (AS 39.60.010) for that purpose.

24 (l) The amount of federal receipts awarded or received for capitalization of the Alaska
25 clean water fund (AS 46.03.032(a)) during the fiscal year ending June 30, 2026, less the
26 amount expended for administering the loan fund and other eligible activities, estimated to be
27 \$20,258,600, is appropriated from federal receipts to the Alaska clean water fund
28 (AS 46.03.032(a)).

29 (m) The amount necessary to match federal receipts awarded or received for
30 capitalization of the Alaska clean water fund (AS 46.03.032(a)) during the fiscal year ending
31 June 30, 2026, estimated to be \$3,797,200, is appropriated to the Alaska clean water fund

1 (AS 46.03.032(a)) from the following sources:

2 (1) the amount available for appropriation from Alaska clean water fund
3 revenue bond receipts, estimated to be \$1,075,000;

4 (2) the amount necessary, after the appropriation made in (1) of this
5 subsection, not to exceed \$2,722,200, from the general fund.

6 (n) The amount of federal receipts awarded or received for capitalization of the
7 Alaska drinking water fund (AS 46.03.036(a)) during the fiscal year ending June 30, 2026,
8 less the amount expended for administering the loan fund and other eligible activities,
9 estimated to be \$32,666,100, is appropriated from federal receipts to the Alaska drinking
10 water fund (AS 46.03.036(a)).

11 (o) The amount necessary to match federal receipts awarded or received for
12 capitalization of the Alaska drinking water fund (AS 46.03.036(a)) during the fiscal year
13 ending June 30, 2026, estimated to be \$5,622,500, is appropriated to the Alaska drinking
14 water fund (AS 46.03.036(a)) from the following sources:

15 (1) the amount available for appropriation from Alaska drinking water fund
16 revenue bond receipts, estimated to be \$1,025,500;

17 (2) the amount necessary, after the appropriation made in (1) of this
18 subsection, not to exceed \$4,597,000, from the general fund.

19 (p) The amount received under AS 18.67.162 as program receipts, estimated to be
20 \$85,000, including donations and recoveries of or reimbursement for awards made from the
21 crime victim compensation fund (AS 18.67.162), during the fiscal year ending June 30, 2026,
22 is appropriated to the crime victim compensation fund (AS 18.67.162).

23 (q) The sum of \$1,682,500 is appropriated from that portion of the dividend fund
24 (AS 43.23.045(a)) that would have been paid to individuals who are not eligible to receive a
25 permanent fund dividend because of a conviction or incarceration under AS 43.23.005(d) to
26 the crime victim compensation fund (AS 18.67.162) for the purposes of the crime victim
27 compensation fund (AS 18.67.162).

28 (r) An amount equal to the interest earned on amounts in the election fund required by
29 the federal Help America Vote Act, estimated to be \$200,000, is appropriated to the election
30 fund for use in accordance with 52 U.S.C. 21004(b)(2).

31 (s) The vaccine assessment program receipts collected under AS 18.09.220 during the

1 fiscal year ending June 30, 2026, estimated to be \$25,000,000, are appropriated to the vaccine
2 assessment fund (AS 18.09.230).

3 (t) The sum of \$30,000,000 is appropriated to the community assistance fund
4 (AS 29.60.850) from the following sources:

5 (1) \$2,181,813 from the general fund; and

6 (2) \$27,818,187 from the power cost equalization endowment fund
7 (AS 42.45.070).

8 (u) Federal receipts received for fire suppression during the fiscal year ending
9 June 30, 2026, estimated to be \$20,500,000, are appropriated to the fire suppression fund
10 (AS 41.15.210) for fire suppression activities.

11 (v) The sum of \$28,755,750 is appropriated to the fire suppression fund
12 (AS 41.15.210) for fire suppression activities from the following sources:

13 (1) \$3,000,000 from statutory designated program receipts; and

14 (2) \$25,755,750 from the general fund.

15 * **Sec. 27. FUND TRANSFERS.** (a) The federal funds received by the state under 42 U.S.C.
16 6506a(l) or former 42 U.S.C. 6508 not appropriated for grants under AS 37.05.530(d) are
17 appropriated as follows:

18 (1) to the principal of the Alaska permanent fund (art. IX, sec. 15, Constitution
19 of the State of Alaska) and the public school trust fund (AS 37.14.110(a)), according to
20 AS 37.05.530(g)(1) and (2); and

21 (2) to the principal of the Alaska permanent fund (art. IX, sec. 15, Constitution
22 of the State of Alaska), the public school trust fund (AS 37.14.110(a)), and the power cost
23 equalization endowment fund (AS 42.45.070(a)), according to AS 37.05.530(g)(3).

24 (b) The loan origination fees collected by the Alaska Commission on Postsecondary
25 Education for the fiscal year ending June 30, 2026, are appropriated to the origination fee
26 account (AS 14.43.120(u)) within the education loan fund (AS 14.42.210(a)) of the Alaska
27 Student Loan Corporation for the purposes specified in AS 14.43.120(u).

28 (c) An amount equal to 10 percent of the filing fees received by the Alaska Court
29 System during the fiscal year ending June 30, 2024, estimated to be \$312,600, is appropriated
30 from the general fund to the civil legal services fund (AS 37.05.590) for the purpose of
31 making appropriations from the fund to organizations that provide civil legal services to low-

1 income individuals.

2 (d) The following amounts are appropriated to the oil and hazardous substance release
3 prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release
4 prevention and response fund (AS 46.08.010(a)) from the sources indicated:

5 (1) the balance of the oil and hazardous substance release prevention
6 mitigation account (AS 46.08.020(b)) in the general fund on June 30, 2025, estimated to be
7 \$1,047,100, not otherwise appropriated by this Act;

8 (2) the amount collected for the fiscal year ending June 30, 2025, estimated to
9 be \$6,000,000, from the surcharge levied under AS 43.55.300; and

10 (3) the amount collected for the fiscal year ending June 30, 2025, estimated to
11 be \$6,400,000, from the surcharge levied under AS 43.40.005.

12 (e) The following amounts are appropriated to the oil and hazardous substance release
13 response account (AS 46.08.010(a)(2)) in the oil and hazardous substance release prevention
14 and response fund (AS 46.08.010(a)) from the following sources:

15 (1) the balance of the oil and hazardous substance release response mitigation
16 account (AS 46.08.025(b)) in the general fund on June 30, 2025, estimated to be \$700,000,
17 not otherwise appropriated by this Act; and

18 (2) the amount collected for the fiscal year ending June 30, 2025, estimated to
19 be \$1,500,000, from the surcharge levied under AS 43.55.201.

20 (f) The unexpended and unobligated balance on June 30, 2025, estimated to be
21 \$2,000,000, of the Alaska clean water administrative income account (AS 46.03.034(a)(2)) in
22 the Alaska clean water administrative fund (AS 46.03.034) is appropriated to the Alaska clean
23 water administrative operating account (AS 46.03.034(a)(1)) in the Alaska clean water
24 administrative fund (AS 46.03.034).

25 (g) The unexpended and unobligated balance on June 30, 2025, estimated to be
26 \$1,000,000, of the Alaska drinking water administrative income account (AS 46.03.038(a)(2))
27 in the Alaska drinking water administrative fund (AS 46.03.038) is appropriated to the Alaska
28 drinking water administrative operating account (AS 46.03.038(a)(1)) in the Alaska drinking
29 water administrative fund (AS 46.03.038).

30 (h) An amount equal to the interest earned on amounts in the special aviation fuel tax
31 account (AS 43.40.010(e)) during the fiscal year ending June 30, 2026, is appropriated to the

1 special aviation fuel tax account (AS 43.40.010(e)).

2 (i) An amount equal to the revenue collected from the following sources during the
3 fiscal year ending June 30, 2026, estimated to be \$1,273,000, is appropriated to the fish and
4 game fund (AS 16.05.100):

5 (1) range fees collected at shooting ranges operated by the Department of Fish
6 and Game (AS 16.05.050(a)(15)), estimated to be \$480,000;

7 (2) receipts from the sale of waterfowl conservation stamp limited edition
8 prints (AS 16.05.826(a)), estimated to be \$3,000;

9 (3) fees collected for sanctuary access permits (AS 16.05.050(a)(15)),
10 estimated to be \$100,000; and

11 (4) fees collected at hunter, boating, and angling access sites managed by the
12 Department of Natural Resources, division of parks and outdoor recreation, under a
13 cooperative agreement authorized under AS 16.05.050(a)(6), estimated to be \$690,000.

14 (j) The amount necessary for the purposes specified in AS 37.14.820 for the fiscal
15 year ending June 30, 2026, estimated to be \$30,000, is appropriated from the mine
16 reclamation trust fund income account (AS 37.14.800(a)) to the mine reclamation trust fund
17 operating account (AS 37.14.800(a)).

18 (k) Twenty-five percent of the donations received under AS 43.23.230(b), estimated
19 to be \$230,500, is appropriated to the education endowment fund (AS 43.23.220).

20 (l) The unexpended and unobligated balance of the large passenger vessel gaming and
21 gambling tax account (AS 43.35.220) on June 30, 2026, estimated to be \$27,934,000, is
22 appropriated to the general fund.

23 (m) The sum of \$6,315,507 is appropriated from the general fund to the renewable
24 energy grant fund (AS 42.45.045).

25 (n) The amount received by the Alaska Commission on Postsecondary Education as
26 repayment for WWAMI medical education program loans, estimated to be \$575,000, is
27 appropriated to the Alaska higher education investment fund (AS 37.14.750).

28 * **Sec. 28. RETIREMENT SYSTEM FUNDING.** (a) The sum of \$79,807,000 is
29 appropriated from the general fund to the Department of Administration for deposit in the
30 defined benefit plan account in the public employees' retirement system as an additional state
31 contribution under AS 39.35.280 for the fiscal year ending June 30, 2026.

(b) The sum of \$138,982,000 is appropriated from the general fund to the Department of Administration for deposit in the defined benefit plan account in the teachers' retirement system as an additional state contribution under AS 14.25.085 for the fiscal year ending June 30, 2026.

(c) The sum of \$1,175,573 is appropriated from the general fund to the Department of Administration to pay benefit payments to eligible members and survivors of eligible members earned under the elected public officers' retirement system for the fiscal year ending June 30, 2026.

*** Sec. 29. SALARY AND BENEFIT ADJUSTMENTS.** (a) The operating budget appropriations made in secs. 1 and 21(b) of this Act include amounts for salary and benefit adjustments for public officials, officers, and employees of the executive branch, Alaska Court System employees, employees of the legislature, and legislators and to implement the monetary terms for the fiscal year ending June 30, 2026, of the following ongoing collective bargaining agreements:

(1) Public Safety Employees Association, representing the regularly commissioned public safety officers unit members within the Department of Transportation and Public Facilities;

(2) Public Safety Employees Association, representing the regularly commissioned public safety officers unit members within the Department of Public Safety;

(3) Public Employees Local 71, for the labor, trades, and crafts unit;

(4) Alaska Public Employees Association, for the supervisory unit;

(5) Alaska Correctional Officers Association, representing the correctional officers unit;

(6) Teachers' Education Association of Mt. Edgecumbe, representing the teachers of Mt. Edgecumbe High School.

(b) The operating budget appropriations made to the University of Alaska in sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30, 2026, for university employees who are not members of a collective bargaining unit and to implement the monetary terms for the fiscal year ending June 30, 2026, of the following collective bargaining agreements:

(1) Fairbanks Firefighters Union, IAFF Local 1324;

- 1 (2) Alaska Higher Education Crafts and Trades Employees, Local 6070;
- 2 (3) Alaska Graduate Workers Association/UAW;
- 3 (4) United Academics - American Association of University Professors,
- 4 American Federation of Teachers.

5 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by
6 the membership of the respective collective bargaining unit, the appropriations made in this
7 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by
8 the amount for that collective bargaining agreement, and the corresponding funding source
9 amounts are adjusted accordingly.

10 (d) If a collective bargaining agreement listed in (b) of this section is not ratified by
11 the membership of the respective collective bargaining unit and approved by the Board of
12 Regents of the University of Alaska, the appropriations made in this Act applicable to the
13 collective bargaining unit's agreement are adjusted proportionately by the amount for that
14 collective bargaining agreement, and the corresponding funding source amounts are adjusted
15 accordingly.

16 * **Sec. 30. SHARED TAXES AND FEES.** (a) An amount equal to the salmon enhancement
17 tax collected under AS 43.76.001 - 43.76.028 in calendar year 2024, estimated to be
18 \$4,500,000, and deposited in the general fund under AS 43.76.025(c), is appropriated from
19 the general fund to the Department of Commerce, Community, and Economic Development
20 for payment in the fiscal year ending June 30, 2026, to qualified regional associations
21 operating within a region designated under AS 16.10.375.

22 (b) An amount equal to the seafood development tax collected under AS 43.76.350 -
23 43.76.399 in calendar year 2024, estimated to be \$2,300,000, and deposited in the general
24 fund under AS 43.76.380(d), is appropriated from the general fund to the Department of
25 Commerce, Community, and Economic Development for payment in the fiscal year ending
26 June 30, 2026, to qualified regional seafood development associations for the following
27 purposes:

- 28 (1) promotion of seafood and seafood byproducts that are harvested in the
29 region and processed for sale;
- 30 (2) promotion of improvements to the commercial fishing industry and
31 infrastructure in the seafood development region;

(3) establishment of education, research, advertising, or sales promotion programs for seafood products harvested in the region;

(4) preparation of market research and product development plans for the promotion of seafood and seafood byproducts that are harvested in the region and processed for sale;

(5) cooperation with the Alaska Seafood Marketing Institute and other public or private boards, organizations, or agencies engaged in work or activities similar to the work of the organization, including entering into contracts for joint programs of consumer education, sales promotion, quality control, advertising, and research in the production, processing, or distribution of seafood harvested in the region;

(6) cooperation with commercial fishermen, fishermen's organizations, seafood processors, the Alaska Fisheries Development Foundation, the Fishery Industrial Technology Center, state and federal agencies, and other relevant persons and entities to investigate market reception to new seafood product forms and to develop commodity standards and future markets for seafood products.

(c) An amount equal to the dive fishery management assessment collected under AS 43.76.150 - 43.76.210 during the fiscal year ending June 30, 2025, estimated to be \$455,000 and deposited in the general fund, is appropriated from the general fund to the Department of Fish and Game for payment in the fiscal year ending June 30, 2026, to the qualified regional dive fishery development association in the administrative area where the assessment was collected.

(d) The amount necessary to refund to local governments and other entities their share of taxes and fees collected in the listed fiscal years under the following programs is appropriated from the general fund to the Department of Revenue for payment to local governments and other entities in the fiscal year ending June 30, 2026:

REVENUE SOURCE	FISCAL YEAR COLLECTED	ESTIMATED AMOUNT
Fisheries business tax (AS 43.75)	2025	\$17,908,000
Fishery resource landing tax (AS 43.77)	2025	5,994,000
Electric and telephone cooperative tax (AS 10.25.570)	2026	4,436,000

1	Liquor license fee (AS 04.11)	2026	790,000
2	Cost recovery fisheries (AS 16.10.455)	2026	0

3 (e) The amount necessary to refund to local governments the full amount of an
 4 aviation fuel tax or surcharge collected under AS 43.40 for the fiscal year ending June 30,
 5 2026, estimated to be \$150,000, is appropriated from the proceeds of the aviation fuel tax or
 6 surcharge levied under AS 43.40 to the Department of Revenue for that purpose.

7 (f) The amount necessary to pay the first seven ports of call their share of the tax
 8 collected under AS 43.52.220 in calendar year 2025, according to AS 43.52.230(b), estimated
 9 to be \$28,710,000, is appropriated from the commercial vessel passenger tax account
 10 (AS 43.52.230(a)) to the Department of Revenue for payment to the ports of call for the fiscal
 11 year ending June 30, 2026.

12 (g) If the amount in the commercial vessel passenger tax account (AS 43.52.230(a))
 13 that is derived from the tax collected under AS 43.52.220 in calendar year 2025 is less than
 14 the amount necessary to pay the first seven ports of call their share of the tax collected under
 15 AS 43.52.220 in calendar year 2025, according to AS 43.52.230(b), the appropriation made in
 16 (f) of this section shall be reduced in proportion to the amount of the shortfall.

17 * **Sec. 31. RATIFICATION OF SMALL AMOUNTS IN STATE ACCOUNTING.** The
 18 appropriation to each department under this Act for the fiscal year ending June 30, 2026, is
 19 reduced to reverse negative account balances in amounts of \$1,000 or less for the department
 20 in the state accounting system for each prior fiscal year in which a negative account balance
 21 of \$1,000 or less exists.

22 * **Sec. 32. SPECIAL APPROPRIATIONS.** (a) If the unrestricted general fund revenue,
 23 including the appropriation made in sec. 9(c) of this Act, collected in the fiscal year ending
 24 June 30, 2026, exceeds \$6,300,000,000, the amount remaining, after all appropriations have
 25 been made that take effect in the fiscal year ending June 30, 2026, of the difference between
 26 \$6,300,000,000 and the actual unrestricted general fund revenue collected in the fiscal year
 27 ending June 30, 2026, not to exceed \$700,000,000, is appropriated as follows:

28 (1) 50 percent from the general fund to the dividend fund (AS 43.23.045(a)) to
 29 pay a one-time energy relief payment as part of the permanent fund dividend and for
 30 administrative and associated costs for the fiscal year ending June 30, 2027; and

31 (2) 50 percent from the general fund to the budget reserve fund

1 (AS 37.05.540(a)).

2 (b) After the appropriations made in (a) of this section, the amount remaining, after all
3 appropriations have been made that take effect in the fiscal year ending June 30, 2026, of the
4 difference between \$7,000,000,000 and the actual unrestricted general fund revenue collected
5 in the fiscal year ending June 30, 2026, is appropriated from the general fund to the budget
6 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

7 * **Sec. 33. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) If the unrestricted state
8 revenue available for appropriation in fiscal year 2026 is insufficient to cover the general fund
9 appropriations that take effect in fiscal year 2026, the amount necessary to balance revenue
10 and general fund appropriations that take effect in fiscal year 2026 is appropriated to the
11 general fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of
12 Alaska).

13 (b) The appropriation made from the budget reserve fund (art. IX, sec. 17,
14 Constitution of the State of Alaska) in (a) of this section is made under art. IX, sec. 17(c),
15 Constitution of the State of Alaska.

16 * **Sec. 34. LAPSE OF APPROPRIATIONS.** The appropriations made in secs. 9(a), (b),
17 (c)(1), and (d), 12(c) - (e), 21(a), 24(b), (c), and (i), 26, 27(a) - (k), (m), and (n), 28(a) and (b),
18 and 32(a) of this Act are for the capitalization of funds and do not lapse.

19 * **Sec. 35. RETROACTIVITY.** (a) The appropriations made in sec. 1 of this Act that
20 appropriate either the unexpended and unobligated balance of specific fiscal year 2025
21 program receipts or the unexpended and unobligated balance on June 30, 2025, of a specified
22 account are retroactive to June 30, 2025, solely for the purpose of carrying forward a prior
23 fiscal year balance.

24 (b) Sections 4 and 27(d) and (e) of this Act are retroactive to June 30, 2025.

25 (c) Sections 1 - 3, 5 - 26, 27(a) - (c) and (f) - (n), 28 - 34, and 36 of this Act are
26 retroactive to July 1, 2025.

27 * **Sec. 36. CONTINGENCY.** (a) The appropriations made in sec. 1 of this Act for the
28 payment of a bonus to an employee in the executive branch of the state government who is a
29 member of a collective bargaining unit established under the authority of AS 23.40.070 -
30 23.40.260 (Public Employment Relations Act) but for which the state and applicable
31 bargaining unit of the employee have not yet entered into a letter of agreement under

1 AS 23.40.070 - 23.40.260 are contingent on the following:

2 (1) the state and the applicable bargaining unit of the employee entering into a
3 letter of agreement under AS 23.40.070 - 23.40.260 for the bonus; and

4 (2) the Office of the Governor, office of management and budget, satisfying
5 the requirements of sec. 11(b)(1) of this Act.

6 (b) The appropriation made in sec. 14(g) of this Act is contingent on the failure of a
7 version of House Bill 76 or a similar bill increasing student transportation funding to be
8 passed by the Thirty-Fourth Alaska State Legislature in the First Regular Session and enacted
9 into law.

10 * **Sec. 37.** Section 35 of this Act takes effect immediately under AS 01.10.070(c).

11 * **Sec. 38.** Sections 4 and 27(d) and (e) of this Act take effect June 30, 2025.

12 * **Sec. 39.** Except as provided in secs. 37 and 38 of this Act, this Act takes effect July 1,
13 2025."