

WORK DRAFT

WORK DRAFT

34-GH1462

~~* Sec. 4. SUPPLEMENTAL DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT. (a) The sum of \$10,000,000 is appropriated from the general fund to the Department of Commerce, Community, and Economic Development, Alaska seafood marketing institute, for a comprehensive marketing plan for the fiscal years ending June 30, 2025, June 30, 2026, and June 30, 2027.~~

~~(b) The sum of \$225,000 is appropriated from the emerging energy technology fund (AS 42.45.375) to the Department of Commerce, Community, and Economic Development, Alaska Energy Authority, for data library administration, hosting, expansion, and digitization for the fiscal years ending June 30, 2025, and June 30, 2026.~~

* Sec. 4 ~~* Sec. 5.~~ SUPPLEMENTAL FISH AND GAME. Section 38(b), ch. 7, SLA 2024, is amended to read:

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

* Sec. 65. ALASKA AEROSPACE CORPORATION. Federal receipts and other corporate receipts of the Alaska Aerospace Corporation received during the fiscal year ending June 30, 2026, that exceed the amount appropriated in sec. 1 of this Act are appropriated to the Alaska Aerospace Corporation for operations for the fiscal year ending June 30, 2026.

* Sec. 76. ALASKA COURT SYSTEM. The amount necessary, estimated to be \$0, not to exceed \$75,000, is appropriated from the general fund to the Judiciary, Commission on Judicial Conduct, for special counsel costs for the fiscal year ending June 30, 2026.

* Sec. 87. ALASKA HOUSING FINANCE CORPORATION. (a) The board of directors of the Alaska Housing Finance Corporation anticipates that \$37,785,000 of the adjusted change in net assets from the second preceding fiscal year will be available for appropriation for the fiscal year ending June 30, 2026.

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

(c) After deductions for the items set out in (b) of this section and deductions for

1 appropriations for operating and capital purposes are made, any remaining balance of the
2 amount set out in (a) of this section for the fiscal year ending June 30, 2026, is appropriated to
3 the general fund.

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

12 (e) The sum of \$800,000,000 is appropriated from the corporate receipts appropriated
13 to the Alaska Housing Finance Corporation and allocated between the Alaska housing finance
14 revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a)) under (d)
15 of this section to the Alaska Housing Finance Corporation for the fiscal year ending June 30,
16 2026, for housing loan programs not subsidized by the corporation.

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

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

26 * **Sec. 98.** ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY. (a)
27 The sum of \$20,000,000 has been declared available by the Alaska Industrial Development and
28 Export Authority board of directors under AS 44.88.088 for appropriation as the dividend for
29 the fiscal year ending June 30, 2026. After deductions for appropriations for capital purposes
30 are made, any remaining balance of the amount set out in this sections subsection is appropriated
31 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.

* **Sec. 1110.** 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:

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

(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:

INSTITUTION	PERCENTAGE	ESTIMATED
		AMOUNT
University of Alaska	25 percent	\$5,528,800
University of Alaska Southeast	5 percent	1,105,800

*** Sec. ~~1211~~. BONUSES FOR CERTAIN EMPLOYEES OF THE EXECUTIVE BRANCH.**

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

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

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

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

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

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

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

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

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

*** Sec. ~~1312~~. DEPARTMENT OF ADMINISTRATION.** (a) The amount necessary to fund the uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is

1 appropriated from that account to the Department of Administration for those uses for the fiscal
2 year ending June 30, 2026.

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

6 (c) The amount necessary to have an unobligated balance of \$5,000,000 in the working
7 reserve account described in AS 37.05.510(a) is appropriated from the unexpended and
8 unobligated balance of any appropriation enacted to finance the payment of employee salaries
9 and benefits that is determined to be available for lapse at the end of the fiscal year ending
10 June 30, 2026, to the working reserve account (AS 37.05.510(a)).

11 (d) The amount necessary to maintain, after the appropriation made in (c) of this
12 section, a minimum target claim reserve balance of one and one-half times the amount of
13 outstanding claims in the group health and life benefits fund (AS 39.30.095), estimated to be
14 \$10,000,000, is appropriated from the unexpended and unobligated balance of any
15 appropriation that is determined to be available for lapse at the end of the fiscal year ending
16 June 30, 2026, to the group health and life benefits fund (AS 39.30.095). It is the intent of the
17 legislature that the rate for the employer contribution to the AlaskaCare employee health plan
18 for the fiscal year ending June 30, 2027, be set based on the full actuarial rate without relying
19 on lapsed funding.

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

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

30 (g) The amount necessary to cover actuarial costs associated with bills in the finance
31 committee of each house of the legislature, estimated to be \$0, is appropriated from the general

1 fund to the Department of Administration for that purpose for the fiscal year ending June 30,
2 2026.

3 * **Sec. 1413.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
4 DEVELOPMENT. (a) The unexpended and unobligated balance of federal money apportioned
5 to the state as national forest income that the Department of Commerce, Community, and
6 Economic Development determines would lapse into the unrestricted portion of the general
7 fund on June 30, 2026, under AS 41.15.180(j) is appropriated to home rule cities, first class
8 cities, second class cities, a municipality organized under federal law, or regional educational
9 attendance areas entitled to payment from the national forest income for the fiscal year ending
10 June 30, 2026, to be allocated among the recipients of national forest income according to their
11 pro rata share of the total amount distributed under AS 41.15.180(c) and (d) for the fiscal year
12 ending June 30, 2026.

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

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

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

30 (e) The amount received in settlement of a claim against a bond guaranteeing the
31 reclamation of state, federal, or private land, including the plugging or repair of a well,

estimated to be \$150,000, is appropriated to the Alaska Oil and Gas Conservation Commission for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2026.

(f) The sum of \$1,000,000 is appropriated from program receipts received by the Department of Commerce, Community, and Economic Development, division of insurance, under AS 21 to the Department of Commerce, Community, and Economic Development, division of insurance, for actuarial support for the fiscal years ending June 30, 2026, and June 30, 2027.

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

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

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

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

* **Sec. 1514.** DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (a) Fifty percent of the donations received under AS 43.23.230(b) for the fiscal year ending June 30, 2026, estimated to be \$461,000, is appropriated to the Department of Education and Early

1 Development to be distributed as grants to school districts according to the average daily
2 membership for each school district, adjusted under AS 14.17.410(b)(1)(A) - (D), for the fiscal
3 year ending June 30, 2026.

4 (b) Federal funds received by the Department of Education and Early Development,
5 education support and administrative services, that exceed the amount appropriated to the
6 Department of Education and Early Development, education support and administrative
7 services, in sec. 1 of this Act are appropriated to the Department of Education and Early
8 Development, education support and administrative services, for that purpose for the fiscal year
9 ending June 30, 2026.

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

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

21 (e) The sum of \$120,000 is appropriated from the general fund to the Department of
22 Education and Early Development for the purpose of providing grant funding for the child and
23 adult care food program for the fiscal years ending June 30, 2026, June 30, 2027, and June 30,
24 2028.

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

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

* **Sec. 1615.** DEPARTMENT OF FAMILY AND COMMUNITY SERVICES. The amount of statutory designated program receipts received during the fiscal year ending June 30, 2026, from the provision of pharmaceuticals to residents of the Alaska Pioneers' Homes, not to exceed \$4,000,000, are appropriated to the Department of Family and Community Services, Alaska Pioneers' Homes, for operation of the pharmacy program for the fiscal year ending June 30, 2026.

* **Sec. 1716.** DEPARTMENT OF FISH AND GAME. The amount of statutory designated program receipts received for fisheries disasters during the fiscal year ending June 30, 2026, estimated to be \$0, are appropriated to the Department of Fish and Game for fisheries disaster relief for the fiscal years ending June 30, 2026, June 30, 2027, and June 30, 2028.

* **Sec. 1817.** DEPARTMENT OF HEALTH. Federal receipts received during the fiscal year ending June 30, 2026, for Medicaid services are appropriated to the Department of Health, Medicaid services, for Medicaid services for the fiscal year ending June 30, 2026.

* **Sec. 1918.** DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT. (a) If the amount necessary to pay benefit payments from the workers' compensation benefits guaranty fund (AS 23.30.082) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the additional amount necessary to pay those benefit payments is appropriated for that purpose from the workers' compensation benefits guaranty fund (AS 23.30.082) to the Department of Labor and Workforce Development, workers' compensation benefits guaranty fund allocation, for the fiscal year ending June 30, 2026.

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

(c) If the amount necessary to pay benefit payments from the fishermen's fund (AS 23.35.060) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the

1 additional amount necessary to make those benefit payments is appropriated for that purpose
2 from the fishermen's fund (AS 23.35.060) to the Department of Labor and Workforce
3 Development, fishermen's fund allocation, for the fiscal year ending June 30, 2026.

4 (d) If the amount of contributions received by the Alaska Vocational Technical Center
5 under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018,
6 AS 43.75.018, and AS 43.77.045 during the fiscal year ending June 30, 2026, exceeds the
7 amount appropriated to the Department of Labor and Workforce Development, Alaska
8 Vocational Technical Center, in sec. 1 of this Act, the additional contributions are appropriated
9 to the Department of Labor and Workforce Development, Alaska Vocational Technical Center,
10 Alaska Vocational Technical Center allocation, for the purpose of operating the center for the
11 fiscal year ending June 30, 2026.

12 * **Sec. 2019**. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) Five
13 percent of the average ending market value in the Alaska veterans' memorial endowment fund
14 (AS 37.14.700) for the fiscal years ending June 30, 2023, June 30, 2024, and June 30, 2025,
15 estimated to be \$8,859, is appropriated from the Alaska veterans' memorial endowment fund
16 (AS 37.14.700) to the Department of Military and Veterans' Affairs for the purposes specified
17 in AS 37.14.730(b) for the fiscal year ending June 30, 2026.

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

24 * **Sec. 2120**. DEPARTMENT OF NATURAL RESOURCES. (a) The interest earned during
25 the fiscal year ending June 30, 2026, on the reclamation bond posted by Cook Inlet Energy for
26 operation of an oil production platform in Cook Inlet under lease with the Department of
27 Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general
28 fund to the Department of Natural Resources for the purpose of the bond for the fiscal year
29 ending June 30, 2026.

30 (b) The amount necessary for the purposes specified in AS 37.14.820 for the fiscal year
31 ending June 30, 2026, estimated to be \$30,000, is appropriated from the mine reclamation trust

fund operating account (AS 37.14.800(a)) to the Department of Natural Resources for those purposes for the fiscal year ending June 30, 2026.

(c) The amount received in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$50,000, is appropriated to the Department of Natural Resources for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2026.

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

* **Sec. 2221.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a) The proceeds received from the sale of Alaska marine highway system assets during the fiscal year ending June 30, 2026, are appropriated to the Alaska marine highway system vessel replacement fund (AS 37.05.550).

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

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

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

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

(d) If the amount of federal receipts that are received by the Department of

Transportation and Public Facilities for the period beginning January 1, 2026, and ending June 30, 2026, fall short of the amount appropriated in sec. 1 of this Act, the amount of the shortfall, not to exceed \$5,000,000, is appropriated from the general fund to the Department of Transportation and Public Facilities, Alaska marine highway system, for operation of marine highway vessels for the period beginning January 1, 2026, and ending June 30, 2027.

* **Sec. ~~2322~~**. OFFICE OF THE GOVERNOR. (a) The sum of \$2,870,300 is appropriated from the general fund to the Office of the Governor, division of elections, for costs associated with conducting the statewide primary and general elections for the fiscal years ending June 30, 2026, and June 30, 2027.

(b) After the appropriations made in secs. ~~1312~~(c) - (e) of this Act, the unexpended and unobligated balance of any appropriation that is determined to be available for lapse at the end of the fiscal year ending June 30, 2026, not to exceed \$3,500,000, is appropriated to the Office of the Governor, office of management and budget, to support the cost of central services agencies that provide services under AS 37.07.080(e)(2) for the fiscal years ending June 30, 2026, and June 30, 2027, if receipts from approved central services cost allocation methods under AS 37.07.080(e)(2)(B) fall short of the amounts appropriated in this Act.

* **Sec. ~~2423~~**. BANKCARD SERVICE FEES. (a) The amount necessary to compensate the collector or trustee of fees, licenses, taxes, or other money belonging to the state during the fiscal year ending June 30, 2026, is appropriated for that purpose for the fiscal year ending June 30, 2026, to the agency authorized by law to generate the revenue, from the funds and accounts in which the payments received by the state are deposited. In this subsection, "collector or trustee" includes vendors retained by the state on a contingency fee basis.

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

* **Sec. ~~2524~~**. DEBT AND OTHER OBLIGATIONS. (a) The amount required to be paid by the state for the principal of and interest on all issued and outstanding state-guaranteed bonds, estimated to be \$0, is appropriated from the general fund to the Alaska Housing Finance

Corporation for payment of the principal of and interest on those bonds for the fiscal year ending June 30, 2026.

(b) 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 \$1,080,000, is appropriated from interest 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, estimated to be \$2,893,500, is appropriated from the general fund to the state bond committee for that purpose for the fiscal year ending June 30, 2026.

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

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

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

(2) the amount necessary for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2010B, after the payment made in (1) of this subsection, estimated to be ~~\$2,403,900~~144,127, from the general fund for that purpose;

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

(4) the amount necessary for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2013A, after the payments made in (3) of this subsection, estimated to be ~~\$460,839~~26,268, from the general fund for that purpose;

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

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

(7) the amount necessary for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2016B, estimated to be \$6,226,875, from the general fund for that purpose;

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

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

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

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

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

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

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

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

(16) if the proceeds of state general obligation bonds issued are temporarily insufficient to cover costs incurred on projects approved for funding with these proceeds, the amount necessary to prevent this cash deficiency, from the general fund, contingent on repayment to the general fund as soon as additional state general obligation bond proceeds have been received by the state; and

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

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

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

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

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

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

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

(k) The amount necessary for payment of obligations and fees for the Goose Creek Correctional Center, estimated to be \$16,170,163, is appropriated from the general fund to the Department of Administration for that purpose for the fiscal year ending June 30, 2026.

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

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

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

* Sec. 2625. FEDERAL AND OTHER PROGRAM RECEIPTS. (a) Federal receipts, designated program receipts under AS 37.05.146(b)(3), information services fund program receipts under AS 44.21.045(b), Exxon Valdez oil spill trust receipts under AS 37.05.146(b)(4), receipts of the Alaska Housing Finance Corporation, receipts of the Alaska marine highway system fund under AS 19.65.060(a), receipts of the University of Alaska under AS 37.05.146(b)(2), receipts of the highways equipment working capital fund under AS 44.68.210, and receipts of commercial fisheries test fishing operations under AS 37.05.146(c)(20) that are received during the fiscal year ending June 30, 2026, and that exceed the amounts appropriated by this Act are appropriated conditioned on compliance with the program review provisions of AS 37.07.080(h). Receipts received under this subsection during the fiscal year ending June 30, 2026, do not include the balance of a state fund on June 30, 2025.

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

(c) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that are received during the fiscal year ending June 30, 2026, fall short of the amounts appropriated

by this Act, the affected appropriation is reduced by the amount of the shortfall in receipts.

(d) The amount of designated program receipts under AS 37.05.146(b)(3) appropriated in this Act includes the unexpended and unobligated balance on June 30, 2025, 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. 2726. 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)).

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

(h) The amount necessary, estimated to be \$1,~~117,206,608~~111,921,008, when added to the balance of the public education fund (AS 14.17.300) on June 30, 2025, to fund the total amount for the fiscal year ending June 30, 2026, of state aid calculated under the public school funding formula under AS 14.17.410(b) is appropriated to the public education fund (AS 14.17.300) from the following sources:

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

(2) the amount necessary, after the appropriation made in (1) of this subsection, estimated to be \$1,~~982,136,601~~076,851,001, from the general fund.

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

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

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

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

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

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

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

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

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

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

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

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

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

(r) An amount equal to the interest earned on amounts in the election fund required by

the federal Help America Vote Act, estimated to be \$200,000, is appropriated to the election fund for use in accordance with 52 U.S.C. 21004(b)(2).

(s) The vaccine assessment program receipts collected under AS 18.09.220 during the fiscal year ending June 30, 2026, estimated to be \$25,000,000, are appropriated to the vaccine assessment fund (AS 18.09.230).

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

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

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

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

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

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

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

* Sec. 2827. FUND TRANSFERS. (a) The federal funds received by the state under 42 U.S.C. 6506a(l) or former 42 U.S.C. 6508 not appropriated for grants under AS 37.05.530(d) are appropriated as follows:

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

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

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

(c) An amount equal to 10 percent of the filing fees received by the Alaska Court

System during the fiscal year ending June 30, 2024, estimated to be \$312,600, is appropriated from the general fund to the civil legal services fund (AS 37.05.590) for the purpose of making appropriations from the fund to organizations that provide civil legal services to low-income individuals.

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

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

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

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

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

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

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

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

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

1 water administrative fund (AS 46.03.038).

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

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

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

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

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

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

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

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

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

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

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

31 * **Sec. 2928.** RETIREMENT SYSTEM FUNDING. (a) The sum of \$79,807,000 is

appropriated from the general fund to the Department of Administration for deposit in the defined benefit plan account in the public employees' retirement system as an additional state 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. 3029.** 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

1 implement the monetary terms for the fiscal year ending June 30, 2026, of the following
2 collective bargaining agreements:

3 (1) Fairbanks Firefighters Union, IAFF Local 1324;

4 (2) Alaska Higher Education Crafts and Trades Employees, Local 6070;

5 (3) Alaska Graduate Workers Association/UAW;

6 (4) United Academics - American Association of University Professors,
7 American Federation of Teachers.

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

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

18 * **Sec. 3130.** SHARED TAXES AND FEES. (a) An amount equal to the salmon enhancement
19 tax collected under AS 43.76.001 - 43.76.028 in calendar year 2024, estimated to be
20 \$4,500,000, and deposited in the general fund under AS 43.76.025(c), is appropriated from the
21 general fund to the Department of Commerce, Community, and Economic Development for
22 payment in the fiscal year ending June 30, 2026, to qualified regional associations operating
23 within a region designated under AS 16.10.375.

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

29 (1) promotion of seafood and seafood byproducts that are harvested in the
30 region and processed for sale;

31 (2) promotion of improvements to the commercial fishing industry and

1 infrastructure in the seafood development region;

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

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

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

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

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

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

	FISCAL YEAR	ESTIMATED
REVENUE SOURCE	COLLECTED	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	2026	4,436,000

(AS 10.25.570)

Liquor license fee (AS 04.11)	2026	790,000
-------------------------------	------	---------

Cost recovery fisheries (AS 16.10.455)	2026	0
--	------	---

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

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

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

* **Sec. 3231.** RATIFICATION OF SMALL AMOUNTS IN STATE ACCOUNTING. The appropriation to each department under this Act for the fiscal year ending June 30, 2026, is reduced to reverse negative account balances in amounts of \$1,000 or less for the department in the state accounting system for each prior fiscal year in which a negative account balance of \$1,000 or less exists.

* **Sec. 32.** SPECIAL APPROPRIATIONS. (a) If the unrestricted general fund revenue, including the appropriation made in sec. 9(c) of this Act, collected in the fiscal year ending June 30, 2026, exceeds \$6,300,000,000, the amount remaining, after all appropriations have been made that take effect in the fiscal year ending June 30, 2026, of the difference between \$6,300,000,000 and the actual unrestricted general fund revenue collected in the fiscal year ending June 30, 2026, not to exceed \$700,000,000, is appropriated as follows: ~~33. LAPSE OF APPROPRIATIONS. The appropriations made in secs. 10(a), (b), (c)(1), and (d), 13(e) — (e), 22(a), 25(b), (c), and (i), 27, 28(a) — (k) and (m), and 29(a) and (b) of this Act are for the capitalization of funds and do not lapse.~~

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

(2) 50 percent from the general fund to the budget reserve fund (AS 37.05.540(a)).

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

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

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

* Sec. 34. LAPSE OF APPROPRIATIONS. The appropriations made in secs. 9(a), (b), (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), and 32(a) of this Act are for the capitalization of funds and do not lapse.

* Sec. 35. ~~* Sec. 34.~~ RETROACTIVITY. (a) The appropriations made in sec. 1 of this Act that appropriate either the unexpended and unobligated balance of specific fiscal year 2025 program receipts or the unexpended and unobligated balance on June 30, 2025, of a specified account are retroactive to June 30, 2025, solely for the purpose of carrying forward a prior fiscal year balance.

(b) Sections 4, 5, and 2827(d) and (e) of this Act are retroactive to June 30, 2025.

(c) Sections 1 - 3, 6-5 - 26, 27, 28(a) - (c) and (f) - (m), 29-33n, 28 - 34, and 3536 of this Act are retroactive to July 1, 2025.

* Sec. 3536. CONTINGENCY. (a) The appropriations made in sec. 1 of this Act for the payment of a bonus to an employee in the executive branch of the state government who is a

1 member of a collective bargaining unit established under the authority of AS 23.40.070 -
2 23.40.260 (Public Employment Relations Act) but for which the state and applicable bargaining
3 unit of the employee have not yet entered into a letter of agreement under AS 23.40.070 -
4 23.40.260 are contingent on the following:

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

7 (2) the Office of the Governor, office of management and budget, satisfying the
8 requirements of sec. ~~4211~~(b)(1) of this Act.

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

12 * ~~Sec. 37. 36.~~ Section ~~3435~~ of this Act takes effect immediately under AS 01.10.070(c).

13 * ~~Sec. 38. 37.~~ Sections 4, ~~5~~, and ~~2827~~(d) and (e) of this Act take effect June 30, 2025.

14 * ~~Sec. 39. 38.~~ Except as provided in secs. ~~3637~~ and ~~3738~~ of this Act, this Act takes effect
15 July 1, 2025.