

CS FOR HOUSE BILL NO. 289(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR**A BILL****FOR AN ACT ENTITLED**

1 "An Act making appropriations, including supplemental appropriations, capital
2 appropriations, reappropriations, and other appropriations; amending appropriations;
3 capitalizing funds; making appropriations under art. IX, sec. 17(c), Constitution of the
4 State of Alaska, from the constitutional budget reserve fund; and providing for an
5 effective date."

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

7 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 * **Section 1.** The following appropriation items are for operating expenditures from the
2 general fund or other funds as set out in sec. 2 of this Act to the agencies named for the
3 purposes expressed for the fiscal year beginning July 1, 2025 and ending June 30, 2026,
4 unless otherwise indicated.

| | | Appropriation | General | Other |
|----|-------------------------------------------|---------------------------------------------------------------------------------------|-------------------|-------------------|
| | | Allocations | Items | Funds |
| 5 | | | | |
| 6 | | | | |
| 7 | | * * * * * | | * * * * * |
| 8 | | * * * * * Department of Commerce, Community and Economic Development * * * * * | | |
| 9 | | * * * * * | | * * * * * |
| 10 | Alaska Oil and Gas Conservation | | 40,900 | 40,900 |
| 11 | Commission | | | |
| 12 | Alaska Oil and Gas | 40,900 | | |
| 13 | Conservation Commission | | | |
| 14 | Alaska Energy Authority | | 250,000 | 250,000 |
| 15 | Alaska Energy Authority | 250,000 | | |
| 16 | Rural Energy Assistance | | | |
| 17 | | * * * * * | | * * * * * |
| 18 | | * * * * * Department of Corrections * * * * * | | |
| 19 | | * * * * * | | * * * * * |
| 20 | Population Management | | 20,000,000 | 20,000,000 |
| 21 | Institution Director's | 20,000,000 | | |
| 22 | Office | | | |
| 23 | Community Residential Centers | | 1,117,500 | 1,117,500 |
| 24 | Community Residential | 1,117,500 | | |
| 25 | Centers | | | |
| 26 | Health and Rehabilitation Services | | 2,952,500 | 2,952,500 |
| 27 | Physical Health Care | 2,952,500 | | |
| 28 | | * * * * * | | * * * * * |
| 29 | | * * * * * Department of Education and Early Development * * * * * | | |
| 30 | | * * * * * | | * * * * * |
| 31 | Alaska State Council on the Arts | | 12,900 | 12,900 |

| | | Appropriation | General | Other |
|----|--------------------------------------------------------|----------------------|-------------------|-------------------|
| | | Allocations | Items | Funds |
| 3 | Alaska State Council on the Arts | 12,900 | | |
| 5 | Student Financial Aid Programs | | 3,321,600 | 3,321,600 |
| 6 | Alaska Performance Scholarship Awards | 2,214,400 | | |
| 8 | Alaska Education Grants | 1,107,200 | | |
| 9 | | * * * * * | * * * * * | |
| 10 | * * * * * Department of Fish and Game * * * * * | | | |
| 11 | | * * * * * | * * * * * | |
| 12 | Commercial Fisheries | | 651,400 | 456,400 |
| 13 | Southeast Region Fisheries Management | 128,500 | | |
| 15 | Central Region Fisheries Management | 254,600 | | |
| 17 | AYK Region Fisheries Management | 109,000 | | |
| 19 | Westward Region Fisheries Management | 142,700 | | |
| 21 | Statewide Fisheries Management | 16,600 | | |
| 23 | | * * * * * | * * * * * | |
| 24 | * * * * * Department of Health * * * * * | | | |
| 25 | | * * * * * | * * * * * | |
| 26 | Behavioral Health | | 500,000 | 500,000 |
| 27 | Behavioral Health Administration | 500,000 | | |
| 29 | Public Assistance | | 31,441,900 | 12,826,900 |
| 30 | Public Assistance Field Services | 26,941,900 | | |
| 32 | Women, Infants and Children | 4,500,000 | | |
| 33 | Public Health | | 4,350,000 | 4,350,000 |

| | | Appropriation | General | Other |
|----|-------------------------------------------------------------------------------|--------------------|-------------------|--------------------|
| | | Allocations | Items | Funds |
| 1 | Public Health | 4,350,000 | | |
| 2 | Administrative Services | | | |
| 3 | Senior Benefits Payment Program | 1,125,000 | 1,125,000 | |
| 4 | Senior Benefits Payment | 1,125,000 | | |
| 5 | Program | | | |
| 6 | Departmental Support Services | 177,600 | 177,600 | |
| 7 | Rate Review | 177,600 | | |
| 8 | Medicaid Services | 456,438,500 | 36,436,800 | 420,001,700 |
| 9 | Medicaid Services | 456,438,500 | | |
| 10 | | ***** | ***** | |
| 11 | | | | |
| 12 | | | | |
| 13 | * * * * * Department of Natural Resources * * * * * | | | |
| 14 | | | | |
| 15 | Fire Suppression, Land & Water Resources | 1,841,600 | 304,100 | 1,537,500 |
| 16 | Fire Suppression | 1,841,600 | | |
| 17 | Preparedness | | | |
| 18 | | | | |
| 19 | Parks & Outdoor Recreation | 1,325,500 | 530,200 | 795,300 |
| 20 | Office of History and | 1,325,500 | | |
| 21 | Archaeology | | | |
| 22 | | ***** | ***** | |
| 23 | * * * * * Department of Revenue * * * * * | | | |
| 24 | | | | |
| 25 | Taxation and Treasury | 316,800 | | 316,800 |
| 26 | Alaska Retirement | 150,000 | | |
| 27 | Management Board | | | |
| 28 | Permanent Fund Dividend | 166,800 | | |
| 29 | Division | | | |
| 30 | Alaska Housing Finance Corporation | 15,300,000 | | 15,300,000 |
| 31 | AHFC Operations | 15,300,000 | | |
| 32 | | ***** | ***** | |
| 33 | * * * * * Department of Transportation and Public Facilities * * * * * | | | |

| 1 | Appropriation | General | Other |
|----|-------------------------------------------------|-------------------|-------------------|
| 2 | Allocations | Items | Funds |
| 3 | * * * * * | | |
| 4 | Administration and Support | 84,000 | 84,000 |
| 5 | Measurement Standards & | 84,000 | |
| 6 | Commercial Vehicle | | |
| 7 | Compliance | | |
| 8 | Highways, Aviation and Facilities | 543,300 | 500,000 |
| 9 | Central Region Highways and | 500,000 | |
| 10 | Aviation | | |
| 11 | Northern Region Highways | 43,300 | |
| 12 | and Aviation | | |
| 13 | * * * * * | | |
| 14 | * * * * * University of Alaska * * * * * | | |
| 15 | * * * * * | | * * * * * |
| 16 | University of Alaska | 38,000,000 | 38,000,000 |
| 17 | Budget Reductions/Additions | 23,000,000 | |
| 18 | - Systemwide | | |
| 19 | Troth Yeddha' Campus | 15,000,000 | |
| 20 | * * * * * * * * * | | |
| 21 | * * * * * Judiciary * * * * * | | |
| 22 | * * * * * * * * * | | |
| 23 | Therapeutic Courts | 38,600 | 38,600 |
| 24 | Therapeutic Courts | 38,600 | |
| 25 | (SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE) | | |

1 * **Sec. 2.** The following sets out the funding by agency for the appropriations made in sec. 1 of
2 this Act.

| | Funding Source | Amount |
|-------------------------------------------------------------------|----------------------------------------------|-------------|
| Department of Commerce, Community and Economic Development | | |
| 5 | 1004 Unrestricted General Fund Receipts | 40,900 |
| 6 | 1012 Railbelt Energy Fund | 250,000 |
| 7 | *** Total Agency Funding *** | 290,900 |
| Department of Corrections | | |
| 9 | 1004 Unrestricted General Fund Receipts | 24,070,000 |
| 10 | *** Total Agency Funding *** | 24,070,000 |
| Department of Education and Early Development | | |
| 12 | 1002 Federal Receipts | 12,900 |
| 13 | 1226 Alaska Higher Education Investment Fund | 3,321,600 |
| 14 | *** Total Agency Funding *** | 3,334,500 |
| Department of Fish and Game | | |
| 16 | 1002 Federal Receipts | 79,400 |
| 17 | 1003 General Fund Match | 15,900 |
| 18 | 1004 Unrestricted General Fund Receipts | 433,300 |
| 19 | 1005 General Fund/Program Receipts | 4,900 |
| 20 | 1007 Interagency Receipts | 2,300 |
| 21 | 1061 Capital Improvement Project Receipts | 43,400 |
| 22 | 1108 Statutory Designated Program Receipts | 69,900 |
| 23 | 1109 Test Fisheries Receipts | 2,300 |
| 24 | *** Total Agency Funding *** | 651,400 |
| Department of Health | | |
| 26 | 1002 Federal Receipts | 442,966,700 |
| 27 | 1003 General Fund Match | 49,263,700 |
| 28 | 1004 Unrestricted General Fund Receipts | 1,125,000 |
| 29 | 1005 General Fund/Program Receipts | 177,600 |
| 30 | 1108 Statutory Designated Program Receipts | 500,000 |
| 31 | *** Total Agency Funding *** | 494,033,000 |

| | | |
|----|-----------------------------------------------------------|--------------------|
| 1 | Department of Natural Resources | |
| 2 | 1002 Federal Receipts | 817,900 |
| 3 | 1003 General Fund Match | 530,200 |
| 4 | 1004 Unrestricted General Fund Receipts | 304,100 |
| 5 | 1007 Interagency Receipts | 1,510,000 |
| 6 | 1061 Capital Improvement Project Receipts | 4,900 |
| 7 | *** Total Agency Funding *** | 3,167,100 |
| 8 | Department of Revenue | |
| 9 | 1002 Federal Receipts | 15,300,000 |
| 10 | 1017 Group Health and Life Benefits Fund | 68,100 |
| 11 | 1029 Public Employees Retirement Trust Fund | 52,800 |
| 12 | 1034 Teachers Retirement Trust Fund | 27,800 |
| 13 | 1042 Judicial Retirement System | 1,100 |
| 14 | 1045 National Guard & Naval Militia Retirement System | 200 |
| 15 | 1050 Permanent Fund Dividend Fund | 166,800 |
| 16 | *** Total Agency Funding *** | 15,616,800 |
| 17 | Department of Transportation and Public Facilities | |
| 18 | 1005 General Fund/Program Receipts | 500,000 |
| 19 | 1061 Capital Improvement Project Receipts | 84,000 |
| 20 | 1244 Rural Airport Receipts | 43,300 |
| 21 | *** Total Agency Funding *** | 627,300 |
| 22 | University of Alaska | |
| 23 | 1002 Federal Receipts | 15,000,000 |
| 24 | 1108 Statutory Designated Program Receipts | 8,000,000 |
| 25 | 1174 University of Alaska Intra-Agency Transfers | 15,000,000 |
| 26 | *** Total Agency Funding *** | 38,000,000 |
| 27 | Judiciary | |
| 28 | 1108 Statutory Designated Program Receipts | 38,600 |
| 29 | *** Total Agency Funding *** | 38,600 |
| 30 | ***** Total Budget ***** | 579,829,600 |

31 (SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 3.** The following sets out the statewide funding for the appropriations made in sec. 1 of
2 this Act.

| | Funding Source | Amount |
|-----------------------------|-------------------------------------------------------|-------------|
| Unrestricted General | | |
| 5 | 1003 General Fund Match | 49,809,800 |
| 6 | 1004 Unrestricted General Fund Receipts | 25,973,300 |
| 7 | 1012 Railbelt Energy Fund | 250,000 |
| 8 | *** Total Unrestricted General *** | 76,033,100 |
| Designated General | | |
| 10 | 1005 General Fund/Program Receipts | 682,500 |
| 11 | 1109 Test Fisheries Receipts | 2,300 |
| 12 | 1226 Alaska Higher Education Investment Fund | 3,321,600 |
| 13 | *** Total Designated General *** | 4,006,400 |
| Other Non-Duplicated | | |
| 15 | 1017 Group Health and Life Benefits Fund | 68,100 |
| 16 | 1029 Public Employees Retirement Trust Fund | 52,800 |
| 17 | 1034 Teachers Retirement Trust Fund | 27,800 |
| 18 | 1042 Judicial Retirement System | 1,100 |
| 19 | 1045 National Guard & Naval Militia Retirement System | 200 |
| 20 | 1108 Statutory Designated Program Receipts | 8,608,500 |
| 21 | 1244 Rural Airport Receipts | 43,300 |
| 22 | *** Total Other Non-Duplicated *** | 8,801,800 |
| Federal Receipts | | |
| 24 | 1002 Federal Receipts | 474,176,900 |
| 25 | *** Total Federal Receipts *** | 474,176,900 |
| Other Duplicated | | |
| 27 | 1007 Interagency Receipts | 1,512,300 |
| 28 | 1050 Permanent Fund Dividend Fund | 166,800 |
| 29 | 1061 Capital Improvement Project Receipts | 132,300 |
| 30 | 1174 University of Alaska Intra-Agency Transfers | 15,000,000 |
| 31 | *** Total Other Duplicated *** | 16,811,400 |

(SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

* **Sec. 4.** The following appropriations are for capital projects and grants from the general fund or other funds as set out in sec. 5 of this Act by funding source to the agencies named for the purposes expressed. They lapse under AS 37.25.020, unless otherwise noted.

7 * * * * * Department of Commerce, Community and Economic Development * * * * *

* * * * *

9 Alaska Energy Authority Bulk Fuel 25,000,000 25,000,000

10 Upgrades (HD 1-40)

11 Alaska Energy Authority - Bulk Fuel 5,000,000 5,000,000

12 Upgrades High Energy Cost Grant (HD 1-
13 40)

14 Alaska Energy Authority - Electrical 150,870 150,870

15 Emergencies Program (HD 1-40)

16 Alaska Oil and Gas Conservation 1,201,081 1,201,081

17 Commission Risk Based Data Management

18 System Upgrade Phase 2 (HD 1-40)

* * * * * Department of Natural Resources * * * * *

22 Protecting Coastal Alaska Native 6,000,000 6,000,000

23 Communities (HD 1-40)

25 * * * * * Department of Revenue * * * * *

* * * * * Department of Revenue * * * * *

27 Child Support Case Management System 3,651,843 3,221,623 430,220
28 Replacement (HD 1-40)

* * * * * Department of Transportation and Public Facilities * * * * *

| | | Appropriation | General | Other |
|----|-------------------------------------------------|----------------------------------|-------------------|-------------------|
| | | Allocations | Items | Funds |
| 3 | Federal Program Match | | 69,695,087 | 69,695,087 |
| 4 | Federal-Aid Aviation State | 9,807,384 | | |
| 5 | Match (HD 1-40) | | | |
| 6 | Federal-Aid Highway State | 58,276,155 | | |
| 7 | Match (HD 1-40) | | | |
| 8 | Other Federal Program Match | 1,611,548 | | |
| 9 | (HD 1-40) | | | |
| 10 | Statewide Federal Programs | | 459,000 | 459,000 |
| 11 | Federal Transit | 400,000 | | |
| 12 | Administration Grants (HD | | | |
| 13 | 1-40) | | | |
| 14 | Highway Safety Grants | 59,000 | | |
| 15 | Program (HD 1-40) | | | |
| 16 | | ***** | ***** | |
| 17 | | ***** University of Alaska ***** | | |
| 18 | | ***** | ***** | |
| 19 | University of Alaska Museum of the | | 8,000,000 | 8,000,000 |
| 20 | North Planetarium (HD 31-35) | | | |
| 21 | (SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE) | | | |

1 * **Sec. 5.** The following sets out the funding by agency for the appropriations made in sec. 4 of
2 this Act.

4 Department of Commerce, Community and Economic Development

| | | | |
|---|------------------------------|---------------------------------------------------|------------|
| 5 | 1002 | Federal Receipts | 5,000,000 |
| 6 | 1108 | Statutory Designated Program Receipts | 25,000,000 |
| 7 | 1162 | Alaska Oil & Gas Conservation Commission Receipts | 1,201,081 |
| 8 | 1169 | Power Cost Equalization Endowment Fund | 150,870 |
| 9 | *** Total Agency Funding *** | | 31,351,951 |

10 Department of Natural Resources

| | | |
|----|--------------------------------------------|-----------|
| 11 | 1108 Statutory Designated Program Receipts | 6,000,000 |
| 12 | *** Total Agency Funding *** | 6,000,000 |

13 Department of Revenue

| | | | |
|----|------|-------------------------------|-----------|
| 14 | 1002 | Federal Receipts | 430,220 |
| 15 | 1005 | General Fund/Program Receipts | 3,221,623 |
| 16 | | *** Total Agency Funding *** | 3,651,843 |

17 Department of Transportation and Public Facilities

| | | | |
|----|------------------------------|------------------------------------|------------|
| 18 | 1003 | General Fund Match | 69,695,087 |
| 19 | 1004 | Unrestricted General Fund Receipts | 459,000 |
| 20 | *** Total Agency Funding *** | | 70,154,087 |

21 University of Alaska

22 1108 Statutory Designated Program Receipts 8,000,000
23 *** Total Agency Funding *** 8,000,000

24 * * * * * **Total Budget** * * * * *

25 (SECTION 6 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 6.** The following sets out the statewide funding for the appropriations made in sec. 4 of
2 this Act.

| | Funding Source | Amount |
|-----------------------------------|-----------------------------------------------------------|------------|
| 4 Unrestricted General | | |
| 5 | 1003 General Fund Match | 69,695,087 |
| 6 | 1004 Unrestricted General Fund Receipts | 459,000 |
| 7 | *** Total Unrestricted General *** | 70,154,087 |
| 8 Designated General | | |
| 9 | 1005 General Fund/Program Receipts | 3,221,623 |
| 10 | 1162 Alaska Oil & Gas Conservation Commission Receipts | 1,201,081 |
| 11 | 1169 Power Cost Equalization Endowment Fund | 150,870 |
| 12 | *** Total Designated General *** | 4,573,574 |
| 13 Other Non-Duplicated | | |
| 14 | 1108 Statutory Designated Program Receipts | 39,000,000 |
| 15 | *** Total Other Non-Duplicated *** | 39,000,000 |
| 16 Federal Receipts | | |
| 17 | 1002 Federal Receipts | 5,430,220 |
| 18 | *** Total Federal Receipts *** | 5,430,220 |
| 19 | (SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE) | |

1 * **Sec. 7. DEPARTMENT OF ADMINISTRATION.** The sum of \$3,300,000 is appropriated
2 from the general fund to the Department of Administration, legal and advocacy services,
3 office of public advocacy, to address case backlogs for the fiscal years ending June 30, 2026,
4 and June 30, 2027.

5 * **Sec. 8. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT.** (a) Section
6 36(d), ch. 7, SLA 2024, is amended to read:

7 (d) The proceeds from the sale of the Stratton building in Sitka by the
8 Department of Education and Early Development or the Department of Natural
9 Resources are appropriated from the general fund to the Department of Education and
10 Early Development, Alaska state libraries, archives and museums, for maintenance
11 and operations for the fiscal years ending June 30, 2025, [AND] June 30, 2026, and
12 June 30, 2027.

13 (b) The amount of federal receipts received from the American Rescue Plan Act of
14 2021 (P.L. 117-2) for emergency assistance for nonpublic schools in the fiscal year ending
15 June 30, 2026, estimated to be \$65,500, is appropriated to the Department of Education and
16 Early Development for that purpose for the fiscal year ending June 30, 2026.

17 * **Sec. 9. DEPARTMENT OF HEALTH.** (a) Section 62(g), ch. 1, FSSLA 2023, is amended
18 to read:

19 (g) The sum of \$2,273,300 is appropriated to the Department of Health,
20 Medicaid services, Medicaid services allocation, for creation of a cost allocation
21 assessment tool by the Department of Health, division of senior and disabilities
22 services, for the fiscal years ending June 30, 2024, June 30, 2025, [AND] June 30,
23 2026, June 30, 2027, June 30, 2028, June 30, 2029, June 30, 2030, and June 30,
24 2031, from the following sources:

25 (1) \$2,046,000 from federal receipts;
26 (2) \$227,300 from general fund match.

27 (b) Section 62(h), ch. 1, FSSLA 2023, is amended to read:

28 (h) The sum of \$1,119,000 is appropriated to the Department of Health, senior
29 and disabilities services, senior and disabilities services administration, for creation of
30 a cost allocation assessment tool, for the fiscal years ending June 30, 2024, June 30,
31 2025, [AND] June 30, 2026, and June 30, 2027, from the following sources:

- (1) \$698,500 from federal receipts;
- (2) \$420,500 from general fund match.

(c) Section 15(c), ch. 10, SLA 2025, is amended to read:

(c) The sum of \$5,954,328 is appropriated from the general fund to the Department of Health, division of public assistance, for the purpose of addressing Supplemental Nutrition Assistance Program new investment projects for the fiscal years ending June 30, 2025, [AND] June 30, 2026, **June 30, 2027, and June 30, 2028.**

(d) The unexpended and unobligated general fund balance on June 30, 2026, not to exceed \$10,000,000, of the appropriation made in sec. 1, ch. 10, SLA 2025, page 24, line 32, and allocated on page 25, line 7 (Department of Health, Medicaid services, Medicaid services - \$2,975,200,200), is reappropriated to the Department of Health, Medicaid services, for behavioral health clinic services for the fiscal years ending June 30, 2026, and June 30, 2027.

(e) The amount of federal receipts received from sec. 71401, P.L. 119-21, 139 Stat. 327, for the federal rural health transformation program, estimated to be \$272,174,856, is appropriated to the Department of Health for that purpose for the fiscal years ending June 30, 2026, June 30, 2027, and June 30, 2028.

* **Sec. 10. DEPARTMENT OF LAW.** The sum of \$32,024 is appropriated from the general fund to the Department of Law, civil division, deputy attorney general's office, for the purpose of paying judgments and settlements against the state for the fiscal year ending June 30, 2026.

* **Sec. 11. DEPARTMENT OF REVENUE.** The amount necessary to pay externally managed investment profit sharing fees, estimated to be \$13,600,000, is appropriated from the retirement funds managed by the Alaska Retirement Management Board to the Department of Revenue for that purpose for the fiscal year ending June 30, 2026.

* **Sec. 12. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES.** Section 5, ch. 10, SLA 2025, page 68, 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 sec. 6, **ch. 10, SLA 2025, [OF THIS ACT]** to the agencies named for the purposes expressed [FOR THE CALENDAR YEAR] beginning January 1, 2026, and ending **June 30, 2027** [DECEMBER 31, 2026], unless

otherwise indicated.

* **Sec. 13.** UNIVERSITY OF ALASKA. Section 74, ch. 11, SLA 2022, as amended by sec. 22, ch. 7, SLA 2024, is amended to read:

Sec. 74. UNIVERSITY OF ALASKA. The sum of \$29,800,000 is appropriated from the general fund to the University of Alaska for responding to the negative economic impacts of COVID-19 for the fiscal years ending June 30, 2023, June 30, 2024, June 30, 2025, [AND] June 30, 2026, **and June 30, 2027**, for the following purposes and in the following amounts:

| PURPOSE | AMOUNT |
|-------------------------------------------|--------------|
| University of Alaska drone program | \$10,000,000 |
| Critical minerals and rare earth elements | 7,800,000 |
| research and development | |
| Heavy oil recovery method | 5,000,000 |
| research and development | |
| Mariculture research and development | 7,000,000 |

* **Sec. 14. DEBT AND OTHER OBLIGATIONS.** Section 41(k), ch. 10, SLA 2025, is amended to read:

(k) The amount necessary for payment of obligations and fees for the Goose Creek Correctional Center, estimated to be **\$14,894,358** [\$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.

* **Sec. 15. FUND CAPITALIZATION.** (a) Section 43(v), ch. 10, SLA 2025, is amended to read:

(v) The sum of **\$52,982,700** [\$50,482,700] is appropriated to the fire suppression fund (AS 41.15.210) for fire suppression activities from the following sources:

(1) **\$5,000,000** [\$3,000,000] from statutory designated program receipts; [AND]

(2) \$47,482,700 from the general fund; and

(3) \$500,000 from interagency receipts.

(b) The sum of \$40,000,000 is appropriated from the general fund to the disaster relief

1 fund (AS 26.23.300(a)).

2 (c) The sum of \$35,000,000 is appropriated from the general fund to the disaster relief
3 fund (AS 26.23.300(a)).

4 (d) The sum of \$55,000,000 is appropriated from the general fund to the fire
5 suppression fund (AS 41.15.210) for fire suppression activities.

6 * **Sec. 16. FUND TRANSFER.** An amount equal to the amount appropriated from the
7 Alaska higher education investment fund (AS 37.14.750) in sec. 49(b), ch. 10, SLA 2025,
8 estimated to be \$129,598,900, is appropriated from the general fund to the Alaska higher
9 education investment fund (AS 37.14.750).

10 * **Sec. 17. DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
11 DEVELOPMENT: CAPITAL.** The amount received from the United States Department of
12 Housing and Urban Development for community development block grant disaster recovery
13 programs during the fiscal years ending June 30, 2026, and June 30, 2027, is appropriated to
14 the Department of Commerce, Community, and Economic Development for disaster recovery
15 programs.

16 * **Sec. 18. DEPARTMENT OF CORRECTIONS: CAPITAL.** The unexpended and
17 unobligated balance, not to exceed \$3,033,189, of the appropriation made in sec. 14, ch. 11,
18 SLA 2022, page 122, lines 30 - 31 (Department of Corrections, Hiland Mountain intake
19 administration project - \$3,200,000), is reappropriated to the Department of Corrections to
20 upgrade and replace outdated handheld radio systems and associated communications
21 equipment.

22 * **Sec. 19. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS: CAPITAL.** The
23 unexpended and unobligated general fund balance, not to exceed \$130,000, of the
24 appropriation made in sec. 14, ch. 11, SLA 2022, page 125, lines 21 - 23 (Department of
25 Military and Veterans' Affairs, Alaska Military Youth Academy (AMYA) construction,
26 contingency, and planning - \$750,000), is reappropriated to the Department of Military and
27 Veterans' Affairs to provide matching funds for the state and local cybersecurity grant
28 program.

29 * **Sec. 20. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES:
30 CAPITAL.** (a) The unexpended and unobligated balance on June 30, 2026, of the Alaska
31 capital income fund (AS 37.05.565) is appropriated to the Department of Transportation and

1 Public Facilities for statewide critical deferred maintenance, renovation, and repair.

2 (b) The unexpended and unobligated general fund balances, estimated to be a total of
3 \$5,022,658, of the following appropriations are reappropriated to the Department of
4 Transportation and Public Facilities for responding to emergency weather, catastrophic
5 events, and unforeseen critical maintenance needs:

6 (1) sec. 1, ch. 82, SLA 2006, page 86, lines 15 - 17 (Department of
7 Transportation and Public Facilities, international intermodal connectivity project -
8 \$5,000,000), estimated balance of \$478,949;

9 (2) sec. 4, ch. 30, SLA 2007, page 104, lines 19 - 21 (Department of
10 Transportation and Public Facilities, MSCVE weigh station maintenance and repair -
11 \$300,000), estimated balance of \$8,426;

12 (3) sec. 10, ch. 29, SLA 2008, page 79, lines 8 - 10 (Department of
13 Transportation and Public Facilities, University Avenue widening and rehabilitation -
14 \$5,000,000), estimated balance of \$1,367,389;

15 (4) sec. 10, ch. 29, SLA 2008, page 79, lines 27 - 28, and allocated on page
16 80, lines 6 - 8 (Department of Transportation and Public Facilities, facilities deferred
17 maintenance, oil/water separators and fuel tank replacement - \$1,431,000), estimated balance
18 of \$40,254;

19 (5) sec. 10, ch. 29, SLA 2008, page 79, lines 27 - 28, and allocated on page
20 80, lines 9 - 10 (Department of Transportation and Public Facilities, facilities deferred
21 maintenance, roof repair and replacement - \$3,952,000), estimated balance of \$2,905;

22 (6) sec. 1, ch. 15, SLA 2009, page 21, lines 24 - 26 (Department of
23 Transportation and Public Facilities, Americans with Disabilities Act compliance projects -
24 \$238,000), estimated balance of \$11,136;

25 (7) sec. 7, ch. 43, SLA 2010, page 37, line 11, and allocated on page 37, lines
26 12 - 14 (Department of Transportation and Public Facilities, highways and facilities,
27 Americans with Disabilities Act compliance projects - \$500,000), estimated balance of \$363;

28 (8) sec. 7, ch. 43, SLA 2010, page 37, line 11, and allocated on page 37, lines
29 18 - 20 (Department of Transportation and Public Facilities, highways and facilities, highway
30 safety corridors near-term improvements - \$5,000,000), estimated balance of \$854,555;

31 (9) sec. 1, ch. 5, FSSLA 2011, page 100, lines 15 - 18 (Department of

1 Transportation and Public Facilities, infrastructure and erosion control design and
2 environmental permitting - \$300,000), estimated balance of \$138,442;

3 (10) sec. 1, ch. 5, FSSLA 2011, page 101, lines 7 - 10 (Department of
4 Transportation and Public Facilities, statewide, rural airport emergency medical evacuation
5 lights battery replacement - \$46,000), estimated balance of \$21,695;

6 (11) sec. 13, ch. 5, FSSLA 2011, page 155, line 13, and allocated on page 155,
7 lines 16 - 17 (Department of Transportation and Public Facilities, emergency projects, Hyder,
8 Salmon River levee rehabilitation - \$472,000), estimated balance of \$7,732;

9 (12) sec. 1, ch. 17, SLA 2012, page 133, lines 13 - 15 (Department of
10 Transportation and Public Facilities, O'Malley trail and sidewalk northside improvements -
11 \$1,000,000), estimated balance of \$14,874;

12 (13) sec. 1, ch. 17, SLA 2012, page 133, line 28, and allocated on page 134,
13 lines 3 - 4 (Department of Transportation and Public Facilities, roads to resources, resource
14 roads program - \$2,000,000), estimated balance of \$37,851;

15 (14) sec. 1, ch. 17, SLA 2012, page 134, line 22, and allocated on page 135,
16 lines 17 - 19 (Department of Transportation and Public Facilities, safety, statewide, structural
17 inspection of state owned facilities - \$300,000), estimated balance of \$105,153;

18 (15) sec. 35(c)(1), ch. 18, SLA 2014 (Department of Transportation and
19 Public Facilities, Big Lake Road pedestrian improvements study - \$250,000), estimated
20 balance of \$42,601;

21 (16) sec. 35(c)(2), ch. 18, SLA 2014 (Department of Transportation and
22 Public Facilities, Central Region rural airport sanitation facilities - \$500,000), estimated
23 balance of \$500,000;

24 (17) sec. 16(d), ch. 38, SLA 2015 (Department of Transportation and Public
25 Facilities, replacement of the Kalsin Bay maintenance station), estimated balance of
26 \$326,941;

27 (18) sec. 1, ch. 1, TSSLA 2017, page 8, lines 16 - 19 (Department of
28 Transportation and Public Facilities, municipal harbor facility grant fund (AS 29.60.800),
29 municipal harbor facility grant fund projects - \$5,000,000), estimated balance of \$225,793;

30 (19) sec. 21(j)(2), ch. 1, TSSLA 2017 (Department of Transportation and
31 Public Facilities, federal-aid highway match), estimated balance of \$275,667;

(20) sec. 1, ch. 19, SLA 2018, page 10, lines 14 - 15 (Department of Transportation and Public Facilities, public and community transportation state match - \$500,000), estimated balance of \$62,157;

(21) sec. 8, ch. 1, SSSLA 2021, page 79, lines 27 - 28 (Department of Transportation and Public Facilities, municipal harbor facility grant fund - \$6,729,988), estimated balance of \$275,517;

(22) sec. 43(c), ch. 11, SLA 2022 (Department of Transportation and Public Facilities, repairing the Eagle River Road bike path), estimated balance of \$112,986;

(23) sec. 41(a)(3), ch. 1, FSSLA 2023 (Department of Transportation and Public Facilities, unforeseen critical maintenance needs and responding to emergency weather conditions and catastrophic events), estimated balance of \$26,321; and

(24) sec. 41(a)(7), ch. 1, FSSLA 2023 (Department of Transportation and Public Facilities, unforeseen critical maintenance needs and responding to emergency weather conditions and catastrophic events), estimated balance of \$84,951.

* **Sec. 21. 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 that are made in this Act, as passed by the Thirty-Fourth Alaska State Legislature in the Second Regular Session and enacted into law, and the general fund appropriations that take effect in fiscal year 2026 that are made in ch. 10, SLA 2025, ch. 11, SLA 2025, and ch. 12, SLA 2025, the amount necessary to balance revenue and general fund appropriations that take effect in fiscal year 2026 that are made in this Act, as passed by the Thirty-Fourth Alaska State Legislature in the Second Regular Session and enacted into law, and the general fund appropriations that take effect in fiscal year 2026 that are made in ch. 10, SLA 2025, ch. 11, SLA 2025, and ch. 12, SLA 2025, plus an additional \$30,000,000, is appropriated to the general fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

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

* **Sec. 22. LAPSE OF APPROPRIATIONS.** (a) The appropriations made in secs. 4 and 17 - 20 of this Act are for capital projects and lapse under AS 37.25.020.

(b) The appropriations made in secs. 15(b) - (d) and 16 of this Act are for the capitalization of funds and do not lapse.

* **Sec. 23. RETROACTIVITY.** (a) Sections 1 - 8, 9(a) - (c) and (e), 10 - 17, 20(a), 21, 22, and 24 of this Act are retroactive to March 1, 2026.

(b) Sections 9(d), 18, 19, and 20(b) of this Act are retroactive to June 30, 2026.

* **Sec. 24. CONTINGENCY.** The appropriation made in sec. 15(c) of this Act is contingent on the state's match rate as of June 30, 2026, remaining at 25 percent of the state's costs for disaster relief under the Federal Emergency Management Agency's major disaster declaration for the state because of Typhoon Halong (FEMA-4893-DR).

* **Sec. 25.** Sections 9(d), 18, 19, and 20(b) of this Act takes effect June 30, 2026.

* **Sec. 26.** Except as provided in sec. 25 of this Act, this Act takes effect immediately under AS 01.10.070(c).