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2/12/26**CS FOR HOUSE BILL NO. 289(FIN)**

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE HOUSE ~~RULES~~FINANCE COMMITTEE ~~BY REQUEST OF THE GOVERNOR~~~~Introduced: 2/4/26~~~~Offered:~~~~Referred: Finance~~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)

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

	Appropriation	General	Other
	Allocations	Funds	Funds
	* * * * *	<u>* * * * *</u>	
	<u>* * * * *</u>		
* * * * *	Department of Commerce, Community, and Economic Development		* * * * *
	<u>* * * * *</u>	<u>* * * * *</u>	
	<u>* * * * *</u>	<u>* * * * *</u>	
Alaska Oil and Gas Conservation-	40,900	40,900	
Commission			
Alaska Oil and Gas-	40,900		
Conservation Commission			
Alaska Energy Authority	250,000	250,000	
Alaska Energy Authority-	250,000		
Rural Energy Assistance			
	* * * * *	<u>* * * * *</u>	
	<u>* * * * *</u>		
* * * * *	Department of Corrections		* * * * *
	<u>* * * * *</u>		
	<u>* * * * *</u>	<u>* * * * *</u>	
Population Management	20,000,000	20,000,000	
Institution Director's Office	20,000,000		
<u>Office</u>			
Community Residential Centers	1,117,500	1,117,500	
Community Residential-	1,117,500		
Centers			

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
3	Health and Rehabilitation Services	2,952,500	2,952,500	
4	Physical Health Care	2,952,500		
5	*****	*****		
6		*****		
7	***** Department of Education and Early Development *****			
8		*****		
9	*****	*****		
10	Alaska State Council on the Arts	12,900		12,900
11	Alaska State Council on the	12,900		
12	the Arts			
13	Student Financial Aid Programs	3,321,600	3,321,600	
14	Alaska Performance-	2,214,400		
15	Scholarship Awards			
16	Alaska Education Grants	1,107,200		
17	*****	*****		
18		*****		
19	***** Department of Fish and Game *****			
20		*****		
21	*****	*****		
22	Commercial Fisheries	651,400	456,400	195,000
23	Southeast Region Fisheries-	128,500		
24	Management			
25	Central Region Fisheries-	254,600		
26	Management			
27	AYK Region Fisheries-	109,000		
28	Management			
29	Westward Region Fisheries-	142,700		
30	Management			
31	Statewide Fisheries-	16,600		
32	Management			
33	*****	*****		

		Appropriation	General	Other
		Allocations	Funds	Funds

		***** Department of Health *****		

		*****	*****	
7	Behavioral Health		500,000	500,000
8	Behavioral Health-	500,000		
9	Administration			
10	Public Assistance		31,441,900	12,826,900
11	Public Assistance Field-	26,941,900		
12	Services			
13	Women, Infants and <u>Children</u>	4,500,000		
14	—Children			
15	Public Health		4,350,000	4,350,000
16	Public Health-	4,350,000		
17	Administrative Services			
18	Senior Benefits Payment Program		1,125,000	1,125,000
19	Senior Benefits Payment-	1,125,000		
20	Program			
21	Departmental Support Services		177,600	177,600
22	Rate Review	177,600		
23	Medicaid Services		456,438,500	36,436,800
24	Medicaid Services	456,438,500		420,001,700
25		*****	*****	
26		*****		
27		***** Department of Natural Resources *****		
28		*****	*****	
29		*****	*****	
30	Fire Suppression, Land & Water-		1,841,600	304,100
31	Resources			1,537,500
32	Fire Suppression-	1,841,600		
33	Preparedness			

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	Parks & Outdoor Recreation	1,325,500	530,200	795,300
4	Office of History and-	1,325,500		
5	Archaeology			
6		* * * * *	* * * * *	
7		* * * * *		
8		* * * * * Department of Revenue * * * * *		
9		* * * * *		
10		* * * * *	* * * * *	
11	Taxation and Treasury	316,800		316,800
12	Alaska Retirement-	150,000		
13	Management Board			
14	Permanent Fund Dividend-	166,800		
15	Division			
16	Alaska Housing Finance Corporation	15,300,000		15,300,000
17	AHFC Operations	15,300,000		
18		* * * * *	* * * * *	
19		* * * * *		
20		* * * * * Department of Transportation and Public Facilities * * * * *		
21		* * * * *		
22		* * * * *	* * * * *	
23	Administration and Support	84,000		84,000
24	Measurement Standards &-	84,000		
25	Commercial Vehicle			
26	Compliance			
27	Highways, Aviation and Facilities	543,300	500,000	43,300
28	Central Region Highways <u>and</u>	500,000		
29	and Aviation			
30	Northern Region Highways-	43,300		
31	and Aviation			
32		* * * * *	* * * * *	
33		* * * * *		

	Appropriation	General	Other
	Allocations	Funds	Funds
	***** University of Alaska *****		

	*****	*****	
6	University of Alaska	38,000,000	38,000,000
7	Budget _____23,000,000		
8	—Reductions/Additions— _____23,000,000		
9	- Systemwide		
10	Troth Yeddha' Campus 15,000,000		
11	***** _____*****		
12	*****		
13	***** Judiciary *****		
14	*****		
15	***** *****		
16	Therapeutic Courts	38,600	38,600
17	Therapeutic Courts 38,600		
18	(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~~

1 of
2 this Act.

3 Funding Source-_____ Amount

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

5
6 1004-__Unrestricted General Fund Receipts- 40,900

7
8 1012-__Railbelt Energy Fund- 250,000

9 _____*

10 *** Total Agency Funding *** \$*** 290,900

11
12 **Department of Corrections**

13
14 1004-__Unrestricted General Fund Receipts- 24,070,000

15 _____*

16 *** Total Agency Funding *** \$*** 24,070,0

17
18 **Department of Education and Early Development**

19
20 1002-__Federal Receipts- 12,900

21
22 1226-__Alaska Higher Education Investment Fund- 3,321,600

23 _____*

24 *** Total Agency Funding *** \$*** 3,334,50

25
26 **Department of Fish and Game**

27
28 1002-__Federal Receipts- 79,400

29
30 1003-__General Fund Match- 15,900

1	1004-__Unrestricted General Fund Receipts-	433,300	
2			
3	1005-__General Fund/Program Receipts-	4,900	
4			
5	1007-__Interagency Receipts-	2,300	
6			
7	1061-__Capital Improvement Project Receipts-	43,400	
8			
9	1108-__Statutory Designated Program Receipts-	69,900	
10			
11	1109-__Test Fisheries Receipts-	2,300	
12	* * *	*	*
13	*** Total Agency Funding * * *	\$***	651,400

15 **Department of Health**

17	1002-__Federal Receipts-	442,966,700	
18			
19	1003-__General Fund Match-	49,263,700	
20			
21	1004-__Unrestricted General Fund Receipts-	1,125,000	
22			
23	1005-__General Fund/Program Receipts-	177,600	
24			
25	1108-__Statutory Designated Program Receipts-	500,000	
26	* * *	*	*
27	*** Total Agency Funding * * *	\$***	494,033,1

29 **Department of Natural Resources**

31	1002-__Federal Receipts-	817,900	
----	--------------------------	---------	--

1003-__General Fund Match-	530,200
1004-__Unrestricted General Fund Receipts-	304,100
1007-__Interagency Receipts-	1,510,000
1061-__Capital Improvement Project Receipts-	4,900
* * *	*
*** Total Agency Funding * * *	\$*** 3,167,10

Department of Revenue

1002-__Federal Receipts-	15,300,000
1017-__Group Health and Life Benefits Fund-	68,100
1029-__Public Employees Retirement Trust Fund-	52,800
1034-__Teachers Retirement Trust Fund-	27,800
1042-__Judicial Retirement System-	1,100
1045-__National Guard & Naval Militia Retirement System-	200
1050-__Permanent Fund Dividend Fund-	166,800
* * *	*
*** Total Agency Funding * * *	\$*** 15,616,8

Department of Transportation and Public Facilities

1	1005-__General Fund/Program Receipts-	500,000	
2			
3	1061-__Capital Improvement Project Receipts-	84,000	
4			
5	1244-__Rural Airport Receipts-	43,300	
6	* * *		
7	*** Total Agency Funding * * *	\$***	627,300
8			
9	University of Alaska		
10			
11	1002-__Federal Receipts-	15,000,000	
12			
13	1108-__Statutory Designated Program Receipts-	8,000,000	
14			
15	1174-__University of Alaska Intra-Agency Transfers-	15,000,000	
16	* * *		
17	*** Total Agency Funding * * *	\$***	38,000,0
18			
19	Judiciary		
20			
21	1108-__Statutory Designated Program Receipts-	38,600	
22	* * *		
23	*** Total Agency Funding * * *	\$***	38,600
24			
25	* * * * Total Budget * * *	\$* * *	579,829,
26	(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
this Act.

Funding Source_____	Amount
Unrestricted General Funds	
1003-__ General Fund Match	49,809,800
1004-__ Unrestricted General Fund Receipts	25,973,300
1012-__ Railbelt Energy Fund	250,000
_____	*
*** Total Unrestricted General Funds * * *	\$*** 76,033,100
Designated General Funds	
1005-__ General Fund/Program Receipts	682,500
1109-__ Test Fisheries Receipts	2,300
1226-__ Alaska Higher Education Investment Fund	3,321,600
_____	*
*** Total Designated General Funds * * *	\$*** 4,006,400
Other Non-Duplicated Funds	
1017-__ Group Health and Life Benefits Fund	68,100
1029-__ Public Employees Retirement Trust Fund	52,800
1034-__ Teachers Retirement Trust Fund	27,800

1	1042-__Judicial Retirement System	1,100
2		
3	1045-__National Guard & Naval Militia Retirement System	200
4		
5	1108-__Statutory Designated Program Receipts	8,608,500
6		
7	1244-__Rural Airport Receipts	43,300
8	* * *	*
9	*** Total Other Non-Duplicated Funds * * *	\$*** 8,801,800
10		
11	Federal	Receipts
12	1002 Federal Receipts	474,176,900
13	*** Total Federal Receipts ***	474,176,900
14	Other Duplicated Funds	
15		
16	1007-__Interagency Receipts	1,512,300
17		
18	1050-__Permanent Fund Dividend Fund	166,800
19		
20	1061-__Capital Improvement Project Receipts	132,300
21		
22	1174-__University of Alaska Intra-Agency Transfers	15,000,000
23	* * *	
24	*** Total Other Duplicated Funds * * *	\$*** 16,811,400
25	Federal Receipts	
26	1002 Federal Receipts	474,176,900
27	*** Total Federal Receipts ***	\$474,176,900
28	*** Total Budget ***	\$579,829,600
29	(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.

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	

***** Department of Commerce, Community, and Economic Development *****			
	*****	*****	
	*****	*****	
Alaska Energy Authority –Bulk Fuel	25,000,000		25,000,000
<u>Upgrades (HD 1-40)</u>			
<u>Alaska Energy Authority - Bulk Fuel</u>	5,000,000		5,000,000
Upgrades High Energy Cost Grant (HD 1-40)			
Alaska Energy Authority - Electrical-	150,870	150,870	
Emergencies Program (HD 1-40)			
Alaska Energy Authority Bulk Fuel	25,000,000		25,000,000
Upgrades (HD 1-40)			
Alaska Oil and Gas Conservation-	1,201,081	1,201,081	
Commission Risk Based Data			
–Management			
_System Upgrade Phase 2			
–(HD 1-40)			
	*****	*****	

***** Department of Natural Resources *****			
	*****	*****	
	*****	*****	
Protecting Coastal Alaska Native-	6,000,000		6,000,000

	Appropriation		General	Other
	Allocations	Items	Funds	Funds
Communities (HD 1-40)				
	*****	*****		

***** Department of Revenue *****				
	*****	*****		
	*****	*****		
Child Support Case Management System-		3,651,843	3,221,623	430,220
Replacement (HD 1-40)				
	*****	*****		
	*****	*****		
***** Department of Transportation and Public Facilities *****				
	*****	*****		
Federal Program Match		69,695,087	69,695,087	
<u>Federal-Aid Aviation State</u>	<u>9,807,384</u>			
<u>Match (HD 1-40)</u>				
<u>Federal-Aid Highway State</u>	<u>58,276,155</u>			
<u>Match (HD 1-40)</u>				
<u>Other Federal Program Match</u>	<u>1,611,548</u>			
<u>(HD 1-40)</u>				
Statewide Federal Programs		459,000	459,000	
<u>Federal Transit</u>	<u>400,000</u>			
<u>Administration Grants (HD</u>				
<u>1-40)</u>				
<u>Highway Safety Grants</u>	<u>59,000</u>			
<u>Program (HD 1-40)</u>				
	*****	*****		
***** University of Alaska *****				
	*****	*****		
	*****	*****		
University of Alaska Museum of the-		8,000,000		8,000,000
North Planetarium (HD 31-35)				

1		Appropriation	General	Other
2		Allocations	Items	Funds
3			Funds	Funds

(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
this Act.

Funding Source-	Amount
Department of Commerce, Community, and Economic Development	
1002-__Federal Receipts-	5,000,000
1108-__Statutory Designated Program Receipts-	25,000,000
1162-__Alaska Oil & Gas Conservation Commission <u>-Receipts</u>	1,201,081
<u>—Receipts</u>	
1169-__Power Cost Equalization Endowment Fund-	150,870
* * *	*
*** Total Agency Funding * * *	\$*** 31,351,9

Department of Natural Resources

1108-__Statutory Designated Program Receipts-	6,000,000
* * *	*
*** Total Agency Funding * * *	\$*** 6,000,00

Department of Revenue

1002-__Federal Receipts-	430,220
1005-__General Fund/Program Receipts-	3,221,623
* * *	*
*** Total Agency Funding * * *	\$*** 3,651,84

Department of Transportation and Public Facilities

1	<u>1003 General Fund Match</u>	<u>69,695,087</u>
2	<u>1004 Unrestricted General Fund Receipts</u>	<u>459,000</u>
3	<u>*** Total Agency Funding ***</u>	<u>70,154,087</u>
4	University of Alaska	
5		
6	1108-__Statutory Designated Program Receipts-	8,000,000
7	<u>* * *</u>	<u>* * *</u>
8	<u>*** Total Agency Funding * * *</u>	<u>\$*** 8,000,00</u>
9		
10	<u>* * * * Total Budget * * *</u>	<u>\$49,003,794* * 119,157,</u>
11	(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~~

1 of
2 this Act.

3 Funding Source-_____ Amount

4 **Unrestricted General Funds**

5 _____*

6 1003 General Fund Match 69,695,087

7 1004 Unrestricted General Fund Receipts 459,000

8 *** Total Unrestricted General Funds *** \$0

9 *** 70,154,087

10 **Designated General Funds**

11
12 1005-__General Fund/Program Receipts 3,221,623

13
14 1162-__Alaska Oil & Gas Conservation Commission Receipts 1,201,081

15 —Receipts

16
17 1169-__Power Cost Equalization Endowment Fund 150,870

18 _____*

19 *** Total Designated General Funds *** \$*** 4,573,57

20
21 **Other Non-Duplicated Funds**

22
23 1108-__Statutory Designated Program Receipts 39,000,000

24 _____*

25 *** Total Other Non-Duplicated Funds *** \$*** 39,000,0

26 **Other Duplicated Funds**

27 *** Total Other Duplicated Funds *** \$0

28
29 **Federal Receipts**

30
31 1002-__Federal Receipts 5,430,220

1	***	
2	*** Total Federal Receipts ***	\$*** 5,430,22
3	*** Total Budget ***	\$49,003,794
4	(SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE)	

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

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

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

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

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

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

(1) \$2,046,000 from federal receipts;

(2) \$227,300 from general fund match.

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

(h) The sum of \$1,119,000 is appropriated to the Department of Health, senior and disabilities services, senior and disabilities services administration, for creation of a cost allocation assessment tool, for the fiscal years ending June 30, 2024, June 30, 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,~~978,950~~975,200,200), is reappropriated to the Department of Health, Medicaid services, ~~Medicaid services,~~ for ~~clinic~~ behavioral health clinic services for the fiscal years ending June 30, 2026, and June 30, 2027.

(e) The amount of federal receipts received from ~~the One Big Beautiful Bill Act of 2025 (sec. 71401, P.L. 119-21), 139 Stat. 327,~~ for the ~~Rural Health Transformation Program~~ federal rural health transformation program, estimated to be \$272,174,~~855.72~~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.** ~~(a)~~ 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.

~~(b) The sum of \$1,000,000 is appropriated from the general fund to the Department of Law, civil division, for litigation relating to the defense of rights to develop and protect the state's natural resources, to access land, to manage its fish and wildlife resources, and to protect state sovereignty in the fiscal years ending June 30, 2026, June 30, 2027, and June 30, 2028.~~

* **Sec. 11. DEPARTMENT OF REVENUE.** The amount necessary to pay externally managed investment profit sharing fees, estimated to be \$13,600,000, is appropriated ~~to the Department of Revenue~~ 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, ~~[AND]~~ 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. ~~13~~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. 1415.** 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 fund (AS 26.23.300(a)).

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

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

* **Sec. 1516.** FUND TRANSFER. An amount equal to the amount appropriated from the Alaska higher education investment fund (AS 37.14.750) in sec. 49(b), ch. 10, SLA 2025, estimated to be \$129,598,900, is appropriated from the general fund to the Alaska higher education investment fund (AS 37.14.750).

* **Sec. 17.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT: CAPITAL. (a) Section 11(a), ch. 12, SLA 2025, is amended to read:

(a) The sum of \$600,000 is appropriated amount received from the general fund to the United States Department of Commerce, Community, Housing and Economic Urban Development, for payments as organization grants under AS 29.05.190 to the Xunaa Borough for community development block grant disaster recovery programs during the fiscal years ending [JUNE 30, 2026,] June 30, 2027, [AND] June 30, 2028 2026, and June 30, 2029.

(b) The amount received for Community Development Block Grant Disaster Recovery programs 2027, is appropriated to the Department of Commerce, Community, and Economic Development for Disaster Recovery Programs disaster recovery programs.

* **Sec. 1618.** DEPARTMENT OF CORRECTIONS: CAPITAL. The unexpended and unobligated balance, not to exceed \$3,033,189, of the appropriation made in sec. 14, ch. 11, SLA 2022, page 122, lines 30 - 31 (Department of Corrections, Hiland Mountain ~~Intake Administration Project~~intake administration project - \$3,200,000), is reappropriated to the Department of Corrections to upgrade and replace outdated handheld radio systems and associated communications equipment.

* **Sec. 1719.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS: CAPITAL. The unexpended and unobligated general fund balance, not to exceed \$130,000, of the appropriation made in sec. 14, ch. 11, SLA 2022, page 125, lines 21 - 23 (Department of Military and Veterans' Affairs, Alaska Military Youth Academy (AMYA) construction, contingency, and planning - \$750,000), is reappropriated to the Department of Military and Veterans' Affairs to provide matching funds for the state and local cybersecurity grant program.

* **Sec. 1820.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES: CAPITAL. (a) The unexpended and unobligated balance on June 30, 2026, of the Alaska capital income fund (AS 37.05.565) is appropriated to the Department of Transportation and Public Facilities for statewide critical deferred maintenance, renovation, and repair.

(b) The unexpended and unobligated general fund balances, estimated to be a total of \$5,~~121,996~~022,658, of the following appropriations are reappropriated to the Department of Transportation and Public Facilities for responding to emergency weather, catastrophic events, and unforeseen critical maintenance needs:

(1) sec. 1, ch. 82, SLA 2006, page 86, lines 15 - 17 (Department of Transportation and Public Facilities, ~~International—Intermodal—Connectivity Project~~international intermodal connectivity project - \$5,000,000), estimated balance of \$478,949;

~~(2) sec. 1, ch. 82, SLA 2006, page 86, line 27—29, as amended by sec. (2) sec. 421(j)(2), ch. 1, TSSLA 2017 (Department of Transportation and Public Facilities, Matanuska-Susitna area-wide advanced right of way acquisition), estimated balance of \$275,667;~~

~~(3) sec. 1, ch. 30, SLA 2007, page 78, lines 31—32, as amended by sec. 41(a)(3), ch. 1, FSSLA 2023 (Department of Transportation and Public Facilities, Palmer~~

~~Wasilla highway improvements), estimated balance of \$26,321;~~

~~(4)~~ sec. 1, ch. 30, SLA 2007, page 104, lines 19 - 21 (Department of Transportation and Public Facilities, MSCVE weigh station maintenance and repair - \$300,000), estimated balance of \$8,426;

~~(53)~~ sec. 10, ch. 29, SLA 2008, page 79, lines 8 - 10 (Department of Transportation and Public Facilities, University Avenue widening and rehabilitation - \$5,000,000), estimated balance of \$1,367,389;

~~(64)~~ sec. 10, ch. 29, SLA 2008, page 79, lines 27 - 28, and allocated on page 80, lines 6 - 8 (Department of Transportation and Public Facilities, facilities deferred maintenance, oil/water separators and fuel tank replacement - \$1,431,000), estimated balance of \$40,254;

~~(75)~~ sec. 10, ch. 29, SLA 2008, page 79, lines 27 - 28, and allocated on page 80, lines 9 - 10 (Department of Transportation and Public Facilities, facilities deferred maintenance, roof repair and replacement - \$3,952,000), estimated balance of \$2,905;

~~(86)~~ sec. 1, ch. 15, SLA 2009, page 21, lines 24 - 26 (Department of Transportation and Public Facilities, Americans with Disabilities Act compliance projects - \$238,000), estimated balance of \$11,136;

~~(97)~~ sec. 7, ch. 43, SLA 2010, page 37, line 11, and allocated on page 37, lines 12 - 14 (Department of Transportation and Public Facilities, highways and facilities, Americans with Disabilities Act compliance projects - \$500,000), estimated balance of \$363;

~~(108)~~ sec. 7, ch. 43, SLA 2010, page 37, line 11, and allocated on page 37, lines 18 - 20 (Department of Transportation and Public Facilities, highways and facilities, highway safety corridors near-term improvements - \$5,000,000), estimated balance of \$854,555;

~~(119)~~ sec. 1, ch. 5, FSSLA 2011, page 100, lines 15 - 18 (Department of Transportation and Public Facilities, infrastructure and erosion control design and environmental permitting - \$300,000), estimated balance of \$138,442;

~~(1210)~~ sec. 1, ch. 5, FSSLA 2011, page 101, lines 7 - 10; (Department of Transportation and Public Facilities, statewide, rural airport emergency medical evacuation lights battery replacement - \$46,000), estimated balance of \$21,695;

~~(1311)~~ sec. 13, ch. 5, FSSLA 2011, page ~~154, line 33, through page~~ 155, line

~~313~~, and allocated on page 155, lines 16 - 17 (Department of Transportation and Public Facilities, emergency projects, Hyder, Salmon River levee rehabilitation - \$472,000), estimated balance of \$7,732;

~~(14) sec. 1, ch. 17, SLA 2012, page 132, lines 6 - 8, as amended by sec. 41(a)(7), ch. 1, FSSLA 2023 (Department of Transportation and Public Facilities, 88th Avenue, Spruce Brook Street to Elmore Road), estimated balance of \$84,951;~~

~~(15) sec. 1, ch. 17, SLA 2012, page 132, lines 12 - 15, as amended by sec. 38(b)(12), ch. 1, SSSLA 2021 (Department of Transportation and Public Facilities, Anchorage, Johns Road and Klatt Road intersection design and build), estimated balance of \$99,338;~~

~~(16) sec. 1, ch. 17, SLA 2012, page 133, lines 13 - 15 (Department of Transportation and Public Facilities, O'Malley ~~Traill~~ and ~~Sidewalk~~ northside improvements - \$1,000,000), estimated balance of \$14,874;~~

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

~~(18) sec. 1, ch. 17, SLA 2012, page 134, line 22, and allocated on page 135, lines 17 - 19 (Department of Transportation and Public Facilities, safety, statewide, structural inspection of state owned facilities - \$300,000), estimated balance of \$105,153;~~

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

~~(20) sec. 35(c)(2), ch. 18, SLA 2014 (Department of Transportation and Public Facilities, Central ~~region~~ rural airport sanitation facilities - \$500,000), estimated balance of \$500,000;~~

~~(21) sec. 16(d), ch. 38, SLA 2015 (Department of Transportation and Public Facilities, ~~Replacement~~ of the Kalsin Bay maintenance station), estimated balance of \$326,941;~~

~~(22) sec. 1, ch. 1, SSSLA 2017, page 8, lines 16 - 19 (Department of Transportation and Public Facilities, ~~Municipal Harbor Facility Grant Fund~~ municipal harbor facility grant fund (AS 29.60.800), municipal harbor facility grant fund projects -~~

\$5,000,000), estimated balance of \$225,793;

(19) sec. 21(j)(2), ch. ~~(231)~~, TSSLA 2017 (Department of Transportation and 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. ~~(24)~~ sec. 8, ch. 1, SSSLA 2021, page 79, ~~lines 27 - 28~~ (Department of Transportation and Public Facilities, ~~Municipal Harbor Facility Grant Fund~~ municipal harbor facility grant fund - \$6,729,988), estimated balance of \$275,517; ~~and~~

(~~2522~~) sec. 43(c), ch. 11, SLA 2022 (Department of Transportation and Public Facilities, repairing the Eagle River Road bike path~~-repair~~), 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),

1 Constitution of the State of Alaska.

2 * ~~Sec. 22.~~ LAPSE OF APPROPRIATIONS. (a) The appropriations made in secs. ~~—*4 and~~
3 17 - 20 of this Act are for capital projects and lapse under AS 37.25.020.

4 (b) The appropriations made in secs. 15(b) - (d) and 16 of this Act are ~~Sec. 19. LAPSE OF~~
5 ~~APPROPRIATIONS. (a) The appropriations made in secs. 4 and 15 — 18 of this Act are for~~
6 ~~capital projects and lapse under AS 37.25.020.~~

7 ~~(b) The appropriation made in sec. 14 of this Act is for the capitalization of a~~
8 ~~fundfunds and doesdo not lapse.~~

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

11 (b) Sections 9(d), 18, 19, and 20(b) of this Act are retroactive to June 30, 2026, ~~this~~
12 Act is retroactive to July 1, 2025.

13 * ~~Sec. 21~~ ~~Sec. 24.~~ CONTINGENCY. The appropriation made in sec. 15(~~ac~~) of this Act is
14 contingent on ~~certification of the election to create a newly formed borough or unified~~
15 ~~municipality~~ the state's match rate as of June 30, 2026, remaining at 25 percent of the state's
16 costs for disaster relief under the Federal Emergency Management Agency's major disaster
17 declaration for the state because of Typhoon Halong (FEMA-4893-DR).

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

19 * ~~Sec. 26.~~ Except as provided in sec. 25 of this Act, this ~~—* ~~Sec. 22.~~ This~~ Act takes effect
20 immediately under AS 01.10.070(c).