

26-GH1260\S

Kane

4/6/09

CS FOR HOUSE BILL NO. 199(FIN)**IN THE LEGISLATURE OF THE STATE OF ALASKA****TWENTY-SIXTH LEGISLATURE - FIRST 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 and capital**
2 **appropriations; amending appropriations; and providing for an effective date."**

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

4 **(SECTION 1 OF THIS ACT BEGINS ON PAGE 2)**

*** Section 1.** The following appropriation items are for operating expenditures associated with the American Recovery and Reinvestment Act of 2009 from the general fund or other funds as set out in section 2 of this Act.

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	
	***** Department of Administration *****		
	*****	*****	
Centralized Administrative	1,489,000		1,489,000
Services			
Finance	1,489,000		
Violent Crimes Compensation	149,400		149,400
Board			
Violent Crimes	149,400		
Compensation Board			
	*****	*****	
	***** Department of Commerce, Community and Economic Development *****		
	*****	*****	
Serve Alaska	1,500,000		1,500,000
Serve Alaska	1,500,000		
	*****	*****	
	***** Department of Education and Early Development *****		
	*****	*****	
Teaching and Learning Support	171,270,700		171,270,700
Student and School	170,881,200		
Achievement			
Child Nutrition	389,500		
Commissions and Boards	300,000		300,000
Alaska State Council on the	300,000		
Arts			

		Appropriation	General	Other
		Allocations	Funds	Funds
	*****		*****	
	***** Department of Health and Social Services *****			
	*****		*****	
6	Children's Services			
		2,139,800		2,139,800
7	Infant Learning Program	2,139,800		
8	Grants			
9	Health Care Services			
		2,040,000	40,000	2,000,000
10	Medical Assistance	2,040,000		
11	Administration			
12	Public Assistance			
		5,275,700		5,275,700
13	Child Care Benefits	4,036,000		
14	Public Assistance	462,000		
15	Administration			
16	Women, Infants and	777,700		
17	Children			
18	Public Health			
		2,000,000		2,000,000
19	Chronic Disease Prevention	2,000,000		
20	and Health Promotion			
21	Senior and Disabilities			
		485,000		485,000
22	Services			
23	Senior Community Based	485,000		
24	Grants			
25	*****		*****	
26	***** Department of Labor and Workforce Development *****			
27	*****		*****	
28	Workforce Development			
		15,439,600		15,439,600
29	Employment and Training	5,162,000		
30	Services			
31	Unemployment Insurance	1,115,700		
32	Business Services	9,161,900		
33	Vocational Rehabilitation			
		2,046,200		2,046,200

		Appropriation	General	Other
		Allocations	Funds	Funds
		Items		
1				
2				
3	Client Services	1,800,000		
4	Independent Living	246,200		
5	Rehabilitation			
6	*****		*****	
7	***** Department of Public Safety *****			
8	*****		*****	
9	Alaska State Troopers	5,871,000		5,871,000
10	Special Projects	50,000		
11	Narcotics Task Force	5,821,000		
12	Council on Domestic Violence	1,348,600		1,348,600
13	and Sexual Assault			
14	Council on Domestic	1,348,600		
15	Violence and Sexual Assault			
16	(SECTION 2 OF THIS ACT BEGINS ON PAGE 5)			

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

Funding Source	Amount
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Department of Administration

1212 Federal Stimulus: ARRA 2009	1,638,400
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*** Total Agency Funding ***	\$1,638,400
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Department of Commerce, Community and Economic Development

1212 Federal Stimulus: ARRA 2009	1,500,000
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*** Total Agency Funding ***	\$1,500,000
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Department of Education and Early Development

1212 Federal Stimulus: ARRA 2009	171,570,700
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*** Total Agency Funding ***	\$171,570,700
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Department of Health and Social Services

1003 General Fund Match	40,000
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1212 Federal Stimulus: ARRA 2009	11,900,500
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*** Total Agency Funding ***	\$11,940,500
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Department of Labor and Workforce Development

1212 Federal Stimulus: ARRA 2009	17,485,800
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*** Total Agency Funding ***	\$17,485,800
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Department of Public Safety

1212 Federal Stimulus: ARRA 2009	7,219,600
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*** Total Agency Funding ***	\$7,219,600
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* * * * * Total Budget * * * * *	\$211,355,000
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(SECTION 3 OF THIS ACT BEGINS ON PAGE 6)

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

Funding Source	Amount
General Funds	
1003 General Fund Match	40,000
Total General Funds	\$40,000
Federal Funds	
1212 Federal Stimulus: ARRA 2009	211,315,000
Total Federal Funds	\$211,315,000
Other Non-Duplicated Funds	
Total Other Non-Duplicated Funds	\$0
Duplicated Funds	
Total Duplicated Funds	\$0

(SECTION 4 OF THIS ACT BEGINS ON PAGE 7)

* **Sec. 4.** The following appropriation items are for capital projects and grants associated with the American Recovery and Reinvestment Act of 2009 from the general fund or other funds as set out in section 5 of this Act by funding source to the agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise noted.

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	
	***** Department of Environmental Conservation *****		
	*****	*****	
American Recovery and	68,637,000		68,637,000
Reinvestment Act of 2009			
Alaska Clean Water	23,637,000		
Stimulus (HD 1-40)			
Alaska Drinking Water	19,500,000		
Stimulus (HD 1-40)			
Leaking Underground Storage	1,000,000		
Tank Stimulus (HD 1-40)			
Village Safe Water	24,260,000		
Stimulus (HD 1-40)			
Water Quality Planning	240,000		
Stimulus (HD 1-40)			
	*****	*****	
	***** Office of the Governor *****		
	*****	*****	
American Recovery and	1,000,000		1,000,000
Reinvestment Act of 2009			
Statewide Competitive,			
Discretionary, and			
Incentive Grants (HD 1-40)			

		Appropriation	General	Other
		Allocations	Funds	Funds
	* * * * *		* * * * *	
	* * * * * Department of Labor and Workforce Development * * * * *			
	* * * * *		* * * * *	
6	Economic Stimulus -	3,000,000		3,000,000
7	Additional Funding for			
8	AVTEC Culinary Building			
9	Replacement and Cafeteria			
10	Upgrade (HD 33-35)			
11	* * * * *		* * * * *	
12	* * * * * Department of Natural Resources * * * * *			
13	* * * * *		* * * * *	
14	Forestry and Fire Economic	2,500,000		2,500,000
15	Stimulus - Fire Fuels and			
16	Forest Management (HD			
17	1-40)			
18	* * * * *		* * * * *	
19	* * * * * Department of Revenue * * * * *			
20	* * * * *		* * * * *	
21	Alaska Housing Finance			
22	Corporation			
23	AHFC Capital Fund	1,200,500		1,200,500
24	Program (CFP) -			
25	Competitive (HD 1-40)			
26	AHFC Capital Fund	3,307,000		3,307,000
27	Program (CFP) - Formula			
28	(HD 1-40)			
29	AHFC Emergency Shelter	1,144,000		1,144,000
30	Grants (ESG) (HD 1-40)			
31	AHFC Home Investment	5,490,700		5,490,700
32	Partnerships (HD 1-40)			
33	AHFC Low-Income Housing	28,500,000		28,500,000

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Grants in Lieu of Tax			
4	Credits (HD 1-40)			
5		* * * * *	* * * * *	
6		* * * * * University of Alaska * * * * *		
7		* * * * *	* * * * *	
8	UAF Alaska Region	116,000,000		116,000,000
9	Research Vessel Additional			
10	Receipt Authority (HD			
11	1-40)			
12	UA Economic Stimulus	1,000,000		1,000,000
13	Federal Receipt Authority			
14	Competitive, Discretionary,			
15	and Incentive Grants (HD			
16	1-40)			
17	(SECTION 5 OF THIS ACT BEGINS ON PAGE 10)			

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

3 Funding Source	Amount
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4 **Department of Environmental Conservation**

5 1212 Federal Stimulus: ARRA 2009	68,637,000
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6 *** Total Agency Funding ***	\$68,637,000
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7 **Office of the Governor**

8 1212 Federal Stimulus: ARRA 2009	1,000,000
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9 *** Total Agency Funding ***	\$1,000,000
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10 **Department of Labor and Workforce Development**

11 1212 Federal Stimulus: ARRA 2009	3,000,000
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12 *** Total Agency Funding ***	\$3,000,000
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13 **Department of Natural Resources**

14 1108 Statutory Designated Program Receipts	1,000,000
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15 1212 Federal Stimulus: ARRA 2009	1,500,000
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16 *** Total Agency Funding ***	\$2,500,000
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17 **Department of Revenue**

18 1212 Federal Stimulus: ARRA 2009	39,642,200
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19 *** Total Agency Funding ***	\$39,642,200
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20 **University of Alaska**

21 1212 Federal Stimulus: ARRA 2009	117,000,000
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22 *** Total Agency Funding ***	\$117,000,000
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23 * * * * * Total Budget * * * * *	\$231,779,200
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24 (SECTION 6 OF THIS ACT BEGINS ON PAGE 11)

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

3 Funding Source	Amount
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4 **General Funds**

5 ***Total General Funds***	\$0
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6 **Federal Funds**

7 1212 Federal Stimulus: ARRA 2009	230,779,200
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8 ***Total Federal Funds***	\$230,779,200
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9 **Other Non-Duplicated Funds**

10 1108 Statutory Designated Program Receipts	1,000,000
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11 ***Total Other Non-Duplicated Funds***	\$1,000,000
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12 **Duplicated Funds**

13 ***Total Duplicated Funds***	\$0
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14 (SECTION 7 OF THIS ACT BEGINS ON PAGE 12)

* **Sec. 7.** The following appropriation items are for capital projects and grants associated with the American Recovery and Reinvestment Act of 2009 from the general fund or other funds as set out in section 8 of this Act by funding source to the agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise noted.

	Appropriation	General	Other
	Allocations	Funds	Funds

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

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Community Development	679,900		679,900
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Block Grant Program (HD

1-40)

Community Services Block	3,960,000		3,960,000
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Grant Program (HD 1-40)

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* * * * * **Department of Environmental Conservation** * * * * *

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Air Non-Point Mobile	2,000,000		2,000,000
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Source Stimulus (HD 1-40)

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

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Alaska Housing Finance

Corporation

AHFC Energy Efficiency	9,593,500		9,593,500
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and Conservation Block

Grants (HD 1-40)

AHFC State Energy	28,563,000		28,563,000
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Program (HD 1-40)

AHFC Weatherization	18,466,200		18,466,200
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Program (HD 1-40)

1		Appropriation	General	Other
2		Allocations	Items	Funds
3		(SECTION 8 OF THIS ACT BEGINS ON PAGE 14)		

* **Sec. 8.** The following sets out the funding by agency for the appropriations made in sec. 7 of this Act.

Funding Source	Amount
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Department of Commerce, Community and Economic Development

1212 Federal Stimulus: ARRA 2009	4,639,900
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*** Total Agency Funding *** \$4,639,900

Department of Environmental Conservation

1212 Federal Stimulus: ARRA 2009	2,000,000
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*** Total Agency Funding *** \$2,000,000

Department of Revenue

1212 Federal Stimulus: ARRA 2009	56,622,700
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*** Total Agency Funding *** \$56,622,700

***** Total Budget *****	\$63,262,600
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(SECTION 9 OF THIS ACT BEGINS ON PAGE 15)

1 * **Sec. 9.** The following sets out the statewide funding for the appropriations made in sec. 7 of
2 this Act.

3 Funding Source	Amount
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4 **General Funds**

5 ***Total General Funds***	\$0
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6 **Federal Funds**

7 1212 Federal Stimulus: ARRA 2009	63,262,600
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8 ***Total Federal Funds***	\$63,262,600
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9 **Other Non-Duplicated Funds**

10 ***Total Other Non-Duplicated Funds***	\$0
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11 **Duplicated Funds**

12 ***Total Duplicated Funds***	\$0
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13 (SECTION 10 OF THIS ACT BEGINS ON PAGE 16)

1 * **Sec. 10. LEGISLATIVE INTENT.** (a) It is the intent of the legislature regarding P.L. 111-
2 5 (American Recovery and Reinvestment Act of 2009) that

3 (1) federal stimulus money not be expended for any purpose that creates an
4 obligation for the state to replace those funds after they have been exhausted and that stimulus
5 funds be used primarily to supplement or improve existing programs rather than create new
6 services or programs;

7 (2) all state agencies notify recipients of grants funded by federal stimulus
8 money of the limited and temporary nature of the grant funds, and that the state will not be
9 granting additional funds to continue the programs after the federal aid is exhausted;

10 (3) state agencies awarding grants funded in whole or in part by federal
11 stimulus money disclose in writing to all grant recipients that the program funding source will
12 expire;

13 (4) notwithstanding any other provision of this Act, federal stimulus money
14 may be expended to recruit, train, equip, and compensate new peace officers;

15 (5) the executive branch not use any federal stimulus money to enter into lease
16 obligations, equipment contracts, or professional services contracts that extend beyond the
17 end date of federal stimulus funding without a financial plan in place to use existing funds to
18 complete the obligation or contract;

19 (6) the executive branch refuse any federal stimulus money that would violate
20 the strong constitutional right to privacy enjoyed by Alaskans;

21 (7) the Department of Transportation and Public Facilities diligently pursue
22 any federal stimulus grant money that could be used for construction of new vessels for the
23 Alaska marine highway system fleet;

24 (8) the Department of Labor and Workforce Development, to the extent
25 practical, use federal stimulus money to extend or expand job training programs with existing,
26 proven contractors rather than start new programs with new contractors;

27 (9) each school district receiving federal stimulus money through the
28 Department of Education and Early Development be required to acknowledge, in a letter
29 signed by the school superintendent and school board president or their designees, that the
30 funding is a one-time addition and that the legislature does not intend to replace the federal
31 stimulus money when it expires;

(10) the executive branch, to the fullest extent possible, minimize its expenditure of federal stimulus money on administrative costs;

(11) the executive branch, to the fullest extent allowed by law, strive to ensure that projects and programs funded with federal stimulus money hire Alaska workers and use Alaska contractors and vendors and minimize the use of out-of-state consultants;

(12) federal stimulus money for energy or energy-related programs be used to help reduce energy costs of Alaskans whenever possible and practical;

(13) federal stimulus money for education programs be spent for best-practices improvements, training, equipment, services, and facility modernization, renovation, and repair that do not expand programs or create continuing obligations for state funding when federal stimulus money is exhausted;

(14) school districts focus on short-term investment with long-term gains for student and teacher performance and pay particular attention to the advisory statement issued by the United States Department of Education that "These funds should be invested in ways that do not result in unsustainable continuing commitments after the funding expires."

(b) It is the intent of the legislature that the two positions funded in sec. 11 of this Act coordinate compliance with the accounting and reporting requirements related to P.L. 111-5 (American Recovery and Reinvestment Act of 2009).

* **Sec. 11. DEPARTMENT OF ADMINISTRATION.** The sum of \$200,000 is appropriated from the general fund to the Department of Administration, division of finance, to fund two positions and related office expenses relating to accounting and reporting requirements of P.L. 111-5 (American Recovery and Reinvestment Act of 2009) for the fiscal year ending June 30, 2010.

* **Sec. 12. DEPARTMENT OF REVENUE.** (a) The sum of \$1,730,500 is appropriated to the Department of Revenue, child support services, for the fiscal year ending June 30, 2010, from the following sources:

SOURCE	AMOUNT
General fund match	\$ 400,000
Federal economic stimulus	1,330,500

(b) The federal receipts and receipt supported services appropriated to the Department of Revenue, child support services, in the version of HB 81, Twenty-Sixth Alaska State

Legislature, that is enacted into law are amended to reduce the amount of the appropriation by \$1,730,500 for the fiscal year ending June 30, 2010, from the following sources:

SOURCE	AMOUNT OF REDUCTION
Federal receipts	\$ 612,400
Receipt supported services	1,118,100

(c) Section 3, ch. 27, SLA 2008, page 61, line 7, is amended to read:

NEW

FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
1002 Federal Receipts	<u>33,355,800</u>	0	<u>33,355,800</u>
	[34,153,800]		[34,153,800]

(d) Section 3, ch. 27, SLA 2008, page 62, lines 16 - 19, is amended to read:

NEW

FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
1156 Receipt Supported Services	<u>6,730,100</u>	0	<u>6,730,100</u>
	[7,315,600]		[7,315,600]
1169 Power Cost Equalization	211,000	0	211,000
Endowment Fund			
1192 Mine Reclamation Trust Fund	24,000	0	24,000
1212 Federal Stimulus: ARRA 2009	<u>1,383,500</u>	<u>0</u>	<u>1,383,500</u>

* **Sec. 13. OFFICE OF THE GOVERNOR.** The sum of \$20,701,535 is appropriated from federal economic stimulus funds received by the state under P.L. 111-5 (American Recovery and Reinvestment Act of 2009) to the Department of Commerce, Community, and Economic Development for distribution on a per capita basis to entities that are eligible to receive community revenue sharing under AS 29.60.850 - 29.60.879 to be used by the entity for purposes consistent with sec. 14002(b), P.L. 111-5, for the fiscal year ending June 30, 2011.

* **Sec. 14. CONTINGENCY.** The appropriation reduction made in sec. 12(b) of this Act is contingent on passage by the Twenty-Sixth Alaska State Legislature in the First Regular Session and enactment into law of a version of HB 81 that appropriates not less than \$612,400 in federal receipts and \$1,118,100 in receipt supported services to the Department of Revenue, child support services.

1 * **Sec. 15. LAPSE.** (a) The appropriations made in secs. 4 and 7 of this Act are for capital
2 projects and lapse under AS 37.25.020.

3 (b) The appropriations made in sec. 1 of this Act lapse June 30, 2010.

4 * **Sec. 16. RETROACTIVITY.** Sections 1 - 15 of this Act are retroactive to February 17,
5 2009.

6 * **Sec. 17.** This Act takes effect immediately under AS 01.10.070(c).