

OPERATING BUDGET AMENDMENT

1

adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan

Technical Amendment

Part 1:

DEPARTMENT: Commerce, Community & Economic Development
APPROPRIATION: Alaska Seafood Marketing Institute
ALLOCATION: Alaska Seafood Marketing Institute

ADD: \$500.0 GF/PR (1005)
DELETE: \$500.0 RSS (1156)

EXPLANATION: \$500.0 of the Governor's amended request for approximately \$10 million of RSS was not switched from RSS to GF/PR in the House CS as part of the Budget Clarification Project. This amendment corrects this oversight and will not impact ASMI's budget.

Part 2:

DEPARTMENT: Environmental Conservation
APPROPRIATION: Environmental Health
ALLOCATION: Laboratory Services

DELETE: \$100.4 GF (1004)
Plus 1 PFT position

APPROPRIATION: Environmental Health
ALLOCATION: Food Safety & Sanitation

ADD: \$100.4 GF (1004)
Plus 1 PFT position

EXPLANATION: This amendment is a technical correction to the **allocation** selected for amendment #1 that was offered and accepted at the DEC House Subcommittee closeout. The original increment adds an Environmental Health Technician and related costs in support of the permitting and inspection of new shellfish farms. This increment was placed in the Laboratory Services allocation but DEC wants the increment placed in the Food Safety and Sanitation allocation. Both allocations are within the Environmental Health appropriation in DEC.

Part 3:

#1 pg 2

DEPARTMENT: Fish and Game
APPROPRIATION: Sport Fisheries
ALLOCATION: Sport Fisheries

ADD: \$450.1 Fish and Game Fund (1024)
DELETE: \$450.1 General Fund Program Receipts (1005)

ADD: The following new LANGUAGE subsection to Section 25:

Fees collected at boating and angling access sites managed by the Department of Natural Resources, division of parks and outdoor recreation, under a cooperative agreement authorized under AS 16.05.050(a)(6), during the fiscal year ending June 30, 2011, estimated to be \$450,100, are appropriated to the fish and game fund (AS 16.05.100).

EXPLANATION: The U.S. Fish and Wildlife Service expressed concern that a portion of the fund changes associated with the budget clarification project provide insufficient tracking of boating access fees. The federal government prefers that boating receipts be deposited into the F&G fund. This amendment aligns revenue and expenditures with federal requirements (see explanation below).

The U.S. Fish and Wildlife Service requires that all user fees collected on federally acquired or developed facilities must be used for maintenance and operation of those facilities. ADF&G Sport Fisheries division has current and ongoing grants with USFWS which creates a federal nexus to these user fees collected by Department of Natural Resources (DNR).

Under U.S. Fish and Wildlife Service (USFWS) federal grants, all user fees collected on federally acquired or developed facilities must be used for maintenance and operation of those facilities. ADF&G Sport Fisheries division has current and ongoing grants with USFWS which creates a federal nexus to these user fees collected by Department of Natural Resources (DNR).

A cooperative agreement provides the mechanism for transfer of user fees from DNR to ADF&G Fish and Game fund. Federal Office of Inspector General (OIG) auditors have approved this process and the deposit of the fees in the Fish and Game fund as it ensures ADF&G maintains control over the funds and the maintenance and operation of the facilities.

Part 4:

#1 pg 3

DEPARTMENT: Natural Resources
APPROPRIATION: Resource Development
ALLOCATION: Recorder's Office/Uniform Commercial Code

ADD: \$4,470.4 GF/PR (1005)
DELETE: \$4,470.4 RSS (1156)

EXPLANATION: \$4,470.4 of the Governor's request of RSS was not switched from RSS to GF/PR in the House CS as part of the Budget Clarification Project. This amendment corrects this oversight and will not impact the Recorder's Office/Uniform Commercial Code's budget.

Part 5:

DEPARTMENT: Public Safety
APPROPRIATION: Alaska State Troopers
ALLOCATION: Narcotics Task Force

DELETE: \$25.2 Stimulus09 (1212)

EXPLANATION: The Governor requested a \$25.2 fund source change from one-time ARRA funding to general funds to cover salary adjustments for existing PSEA bargaining agreements. The basis of the request was that the ARRA fund source was "unrealizable" in this allocation in FY11.

While it may be true that no *new* ARRA receipts will be available in FY11, carryforward of \$5.4 million ARRA receipts is anticipated. In this situation, the fund change is not necessary because the ARRA fund source will be available in FY11. However, by denying the agency's request, the subcommittee not only denied an increase in GF, but also appropriated *new* FY11 ARRA funding.

This amendment eliminates new ARRA authorization (which is not expected to be available) in anticipation of using a portion of the allocation's \$5.4 million ARRA carryforward to pay the salary adjustments.

Part 6:

#1 pg 4

DEPARTMENT: Revenue
APPROPRIATION: Child Support Services Division
ALLOCATION: Child Support Services Division

DELETE: Page, 37, lines 6-9, all material, which reads

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2010, of the receipts collected under the state's share of child support collections for reimbursement of the cost of the Alaska temporary assistance program as provided under AS 25.27.120.

EXPLANATION: The deleted language permits CSSD to carry-forward receipts from the prior year. Because the CS replaced receipts with General Fund Match, the language is unnecessary.

Part 7:

DEPARTMENT: Revenue
APPROPRIATION: Child Support Services Division
ALLOCATION: Child Support Services Division

ADD: \$297.0 Stimulus09 (1212)
Transaction Type: Inc OTI

EXPLANATION: This amendment authorizes expenditure of \$297,000 of federal FY10 ARRA Stimulus Funds. This funding will be available to the Division in the 1st quarter of state FY11.

Part 8:

DEPARTMENT: Transportation and Public Facilities
APPROPRIATION: Design, Engineering and Construction
ALLOCATION: Southeast Design and Engineering Services

ADD: \$50.0 General Fund Program Receipts (1005)
DELETE: \$50.0 Receipt Supported Services (1156)

EXPLANATION: This was an omission in the fund source changes that are a part of the Budget Clarification Project.

adopted
#2

26-GH2823\M.10
Bailey
3/8/10

AMENDMENT

OFFERED IN THE HOUSE

TO: CSHB 300(FIN), Draft Version "M"

BY Representatives Hawker, Stoltze, Thomas,
Austerman, Fairclough, Joule, Kelly,
Doogan

1 Page 65, line 30:

2 Delete "\$35"

3 Insert "\$50"

4

5 Page 66, line 1, following "section":

6 Insert ", estimated to be \$13,500,000,"

7

8 Page 66, line 5:

9 Delete "\$35"

10 Insert "\$50"

11

12 Page 66, line 7, following "section":

13 Insert ", estimated to be \$13,500,000,"

14

15 Page 66, line 17, through page 68, line 10:

16 Delete all material and insert:

17	"\$90 or more	\$20,000,000
18	89	19,500,000
19	88	19,000,000
20	87	18,500,000
21	86	18,000,000
22	85	17,500,000
23	84	17,000,000

#2 pg 2

26-GH2823\M.10

1	83	16,500,000
2	82	16,000,000
3	81	15,500,000
4	80	15,000,000
5	79	14,500,000
6	78	14,000,000
7	77	13,500,000
8	76	13,000,000
9	75	12,500,000
10	74	12,000,000
11	73	11,500,000
12	72	11,000,000
13	71	10,500,000
14	70	10,000,000
15	69	9,500,000
16	68	9,000,000
17	67	8,500,000
18	66	8,000,000
19	65	7,500,000
20	64	7,000,000
21	63	6,500,000
22	62	6,000,000
23	61	5,500,000
24	60	5,000,000
25	59	4,500,000
26	58	4,000,000
27	57	3,500,000
28	56	3,000,000
29	55	2,500,000
30	54	2,000,000
31	53	1,500,000

#2 ps3

26-GH2823\M.10

1	52	1,000,000
2	51	500,000
3	50	0"

Numbers Section

DEPARTMENT: Various—as shown in the table below
ADD: \$17,055.3 UGF (1004) Unrestricted general funds
DELETE: \$15,000.0 UGF (1004) Unrestricted general funds (estimate)

Agency	Amount Added to Base
Department of Administration	22.8
Department of Corrections	2,655.3
Department of Education and Early Development	57.2
Department of Environmental Conservation	37.8
Department of Fish and Game	77.7
Department of Health and Social Services	600.0
Department of Labor and Workforce Development	35.3
Department of Military and Veterans Affairs	327.3
Department of Natural Resources	68.0
Department of Public Safety	273.9
Department of Transportation & Public Facilities	11,250.0
University of Alaska	1,650.0
Total Unrestricted General (UGF)	17,055.3

EXPLANATION: This amendment revises the amounts appropriated under the “fuel trigger” provisions of section 21 by increasing the trigger start point from \$36 to \$51 dollars. This change reduces the projected annual appropriations for high fuel costs by \$15 million annually at any oil price above \$51. The reduction appears in budget reports as a revised estimate of the impact of section 21. The actual impact will depend upon fuel prices during FY11.

The amendment also distributes \$15 million to various agencies to offset the reduction in funding through the trigger mechanism. That \$15 million is distributed to agencies in the same manner and amount as occurred in FY10 under the August 1 trigger mechanism. In addition, \$2,053,300 is appropriated to the Department of Corrections in order to align available funding for utilities with documented expenditures. The \$17.05 million will be added to agency base budgets.

The intent of the amendment is to shift funding from contingency (trigger) to base in recognition of sustained high oil prices. The amendment reduces the projected trigger appropriations from \$42 million to \$27 million.

OPERATING BUDGET AMENDMENT

#3

adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly,

Doogan

Transfer In \$ 2,230.8 to Alaska Court System/Therapeutic Courts

DEPARTMENT: Alaska Court System

APPROPRIATION: Therapeutic Courts (new appropriation)

ALLOCATION: Therapeutic Courts

TRANSFER IN:	General Funds 1004	\$1,356.3
	GF/MH 1037	\$ 357.2
	Alcohol and Other	
	Drug Abuse Treatment	
	& Prevention Fund 1180	\$ 517.3

ADD: Intent

It is the intent of the legislature that contracts to purchase services associated with therapeutic courts be based loosely on the amounts transferred from other agencies into this appropriation. Contractual agreements should be for amounts determined by the Court System to be in the best interest of operating therapeutic courts in an efficient and effective manner.

EXPLANATION: This amendment will consolidate all funding for Therapeutic Courts into a new appropriation in the Alaska Court System. Funds will be transferred from the Departments of Law (\$364.7), Health and Social Services (\$1,663.7), Corrections (\$252.2), and Administration (\$355.0) and the Alaska Court System/Therapeutic Court's component (\$2,018.3) in an effort to enhance coordination and accountability for the Therapeutic Courts programs.

Transfer Out \$ 364.7

#3 ps 2

DEPARTMENT: Department of Law
APPROPRIATION: Criminal Division
ALLOCATION: 3rd Judicial District/Anchorage

TRANSFER OUT: \$300.3 General Funds 1004
ADD: \$300.3 I/A Receipts (1007)

ALLOCATION: 4th Judicial District

TRANSFER OUT: \$64.4 GF 1004
ADD: \$64.4 I/A Receipts (1007)

Transfer Out \$1,258.9

DEPARTMENT: Department of Health & Social Services
APPROPRIATION: Behavioral Health
ALLOCATION: Behavioral Health Grants

TRANSFER OUT:

General Funds 1004	\$ 272.0
GF/MH 1037	\$ 150.0
Alcohol and Other	
Drug Abuse Treatment	
& Prevention Fund 1180	\$ 450.0

ADD: \$872.0 I/A Receipts (1007)

ALLOCATION: Alcohol & Substance Abuse Programs

TRANSFER OUT:

General Funds 1004	\$ 319.6
Alcohol and Other	
Drug Abuse Treatment	
& Prevention Fund 1180	\$ 67.3

ADD: \$254.7 I/A Receipts (1007)

Transfer Out \$ 252.2

#3 pg3

DEPARTMENT: Department of Corrections

APPROPRIATION: Inmate Health Care

ALLOCATION: Behavioral Health Care

TRANSFER OUT: \$207.2 GF/MH 1037

ADD: \$207.2 I/A Receipts (1007)

APPROPRIATION: Population Management

ALLOCATION: Statewide Probation and Parole

TRANSFER OUT: \$45.0 General Funds 1004

ADD: \$45.0. I/A Receipts (1007)

Transfer Out \$ 355.0

DEPARTMENT: Department of Administration

APPROPRIATION: Legal & Advocacy Services

ALLOCATION: Public Defender Agency

TRANSFER OUT: \$290.0 General Funds 1004

ADD: \$290.0 I/A Receipts (1007)

ALLOCATION: Therapeutic Courts Support Services

TRANSFER OUT: \$65.0 General Funds (1004)

ADD: \$65.0 I/A Receipts (1007)

OPERATING BUDGET AMENDMENT

#4

adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan

DEPARTMENT: Revenue

APPROPRIATION: Alaska Permanent Fund Corporation

ALLOCATION: APFC Custody and Management Fees

Section 1, Page 38, Line 3

Convert the APFC Custody and Management Fees allocation into a separate appropriation.

EXPLANATION: This amendment will restrict use of APFC Custody and Management Fees to their sole intended purpose by placing them in a stand-alone appropriation.

OPERATING BUDGET AMENDMENT

adopted
#5

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly

DEPARTMENT: University of Alaska

APPROPRIATION: University of Alaska

DELETE: INTENT

It is the intent of the legislature that future requests by the University of Alaska for Unrestricted General Funds move toward a long-term goal of 125% of Actual University Receipts for the most recently closed fiscal year.

ADD: INTENT

It is the intent of the legislature that the University of Alaska's FY12 budget request for unrestricted general funds not exceed 129 percent of actual University Receipts for FY10. It is the intent of the legislature that future requests by the University of Alaska for unrestricted general funds move toward a long-term goal of 125 percent of actual University Receipts for the most recently closed fiscal year.

EXPLANATION: The addition of a specific target for FY12 is intended to clarify and limit the expectations of both the University and the legislature.

The unrestricted general fund (UGF) increment in the CS was based on the ratio of UGF to designated general funds (DGF). DGF includes TVEP funding (state funding for technical and vocational education) in addition to University Receipts. Inclusion of TVEP in future funding ratios would result in the state matching state funds appropriated to the University. If the match ratio used to determine the FY11 appropriation had used a ratio of UGF to University Receipts of 129 percent, the University would have received \$1.5 million less in unrestricted general funds. Applying a 129 percent ratio in FY12 assures movement toward the long-term goal that UGF not exceed 125 percent of University Receipts.

adopted.
#6

26-GH2823\M.9
Bailey
3/8/10

AMENDMENT

OFFERED IN THE HOUSE

TO: CSHB 300(FIN), Draft Version "M"

BY Representatives Hawker, Stoltze, Thomas,
Austerman, Fairclough, Joule, Kelly,
Doogan.

1 Page 79, line 22, through page 80, line 2:

2 Delete all material and insert:

3 **"* Sec. 33. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) An amount equal to the
4 investment earnings that would otherwise have been earned by the budget reserve fund (art.
5 IX, sec. 17, Constitution of the State of Alaska) on money borrowed from the budget reserve
6 fund to meet general fund expenditures during the fiscal year ending June 30, 2011, is
7 appropriated from the general fund to the budget reserve fund for the fiscal year ending
8 June 30, 2011, for the purpose of compensating the budget reserve fund for lost earnings."
9

10 Page 80, line 5, following "fund":

11 Insert "(art. IX, sec. 17, Constitution of the State of Alaska)"

OPERATING BUDGET AMENDMENT

#7
adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan, Garg

DEPARTMENT: Health and Social Services
APPROPRIATION: Behavioral Health
ALLOCATION: AK Fetal Alcohol Syndrome Program

ADD: Intent language at the allocation level

It is the intent of the legislature that AK Fetal Alcohol Syndrome Programs located in Juneau, Kenai, Sitka, and Bethel be expanded.

EXPLANATION: This amendment specifies that an increment approved by the HSS subcommittee is intended to expand services in the four named communities. The transaction title will be modified to reflect the subcommittee's intent.

adopted
8

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly; Doogan

STATEWIDE 10% GENERAL FUND TRAVEL REDUCTION

DEPARTMENT	10% Reduction	Amendment Reduction
Administration	(112.0)	(112.0)
Commerce, Community & Econ Dev	(135.2)	(135.2)
Corrections	(197.4)	(197.4)
Education & Early Dev	(68.4)	(68.4)
Environmental Conservation	(115.9)	(115.9)
Fish and Game	(191.5)	(191.5)
Governor	(107.9)	(107.9)
Health & Social Services	(311.0)	(311.0)
Labor & Workforce Dev	(66.4)	(66.4)
Law	(118.4)	(118.4)
Military & Veterans Affairs	(17.2)	(17.2)
Natural Resources	(192.2)	(192.2)
Public Safety	(509.5)	-
Revenue	(48.1)	(48.1)
Transportation	(422.9)	(422.9)
University of Alaska	(1,496.8)	-
Alaska Court System	(171.9)	(171.9)
Legislature	(387.7)	(387.7)
TOTAL	(4,670.4)	(2,664.1)

Explanation: This amendment reduces travel authorization in allocations with budgeted travel and with general funds. Departments should prioritize travel and use existing technology as appropriate to facilitate meetings. The University and Public Safety are excluded from the reductions. In addition, three fund codes (PFD Criminal Funds, Vehicle Rental Taxes, and VoTech Ed) were excluded because the legislature fully appropriates these funds. Because the budget does not identify line items by fund source, the following method was used to determine the amount of travel that is reduced in each allocation.

Ratio of each general fund code (UGF and DGF) in the House CS to the total FY11 allocation's funding	X	10% of the FY09 actual travel expenditures	=	Amount of the travel reduction
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Please see the Transaction Detail report for the amounts eliminated from each allocation.

Note: Combining this amendment with other House Finance Committee Actions may cause negative line items or fund sources. Should this occur, Legislative Finance will make technical adjustments to the amounts in the travel amendment to correct these errors.

OPERATING BUDGET AMENDMENT

adopted
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OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan, Gara

DEPARTMENT: Health and Social Services

APPROPRIATION: Medicaid Services (**new appropriation**)

ADD: Transfer the following allocations from their existing locations to the newly created Medicaid Services appropriation:

Behavioral Health Medicaid Services
Children's Medicaid Services
Adult Preventative Dental Medicaid Services
Health Care Medicaid Services
Senior and Disabilities Medicaid Services

ADD: **Intent language at the appropriation level**

It is the intent of the legislature that the Department of Health and Social Services identify and investigate alternatives that could improve internal administrative management and accounting controls over the Medicaid program, including determining the viability of outsourcing those activities. The Department should be prepared to present its findings to the legislature during the 2011 session.

EXPLANATION: Consolidate all Medicaid allocations within the Department of Health and Social Services to the newly created Medicaid Services appropriation.

adopted
#10

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/ CSHB 302 (FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, *Doogan, Gara*

DEPARTMENT: Health and Social Services

APPROPRIATION: Medicaid Services (new appropriation)

ALLOCATION: Behavioral Health Medicaid Services

DELETE: \$1,116.2 GF/MH (1037)

DELETE: \$1,628.1 Federal Receipts (1002)

DELETE: \$297.1 Stimulus09 (1212)

ALLOCATION: Health Care Medicaid Services

ADD: \$75.4 GF/Match (1003)

ADD: \$146.5 Federal Receipts (1002)

ADD: \$17.5 Stimulus09 (1212)

ALLOCATION: Senior and Disabilities Medicaid Services

DELETE: \$1,616.7 GF/Match (1003)

DELETE: \$2,201.5 Federal Receipts (1002)

DELETE: \$447.5 Stimulus09 (1212)

EXPLANATION: Funding adjustments to Medicaid allocations split the differences between the Governor's Amended Medicaid request and projections of a legislative consultant. The result is a reduction of 2,657.5 in general funds.

adopted

11

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, *Doogan*

DEPARTMENT:	Health and Social Services
APPROPRIATION:	Health Care Services
ALLOCATION:	Medicaid Services

DELETE: \$4,900.0 General Fund (1004)

EXPLANATION:

Prior to the Medicare Part D program implementation, the State paid prescriptions for Medicaid dual-eligibles (enrollees in both Medicaid and Medicare) through Medicaid. With the implementation of Medicare Part D, the state no longer pays for dual eligibles' prescriptions but does help finance them through payments to the federal government. This is commonly referred to as the "Clawback." Payments are based on a per capita cost calculated by the federal government and made on a monthly basis. The state's portion is determined by the Title XIX FMAP rate.

In October 2008, ARRA provided an increase in the State's FMAP rate; it was initially determined that this higher FMAP rate would not apply to the Medicare Part D Clawback payments. On Feb 18, 2010, HHS announced a change to this decision and will now apply the ARRA FMAPs to the Clawback payments. This change will be retroactive to Oct 1, 2008. The State's overpayments of past monthly Clawback will be refunded in the form of a credit to offset future payments. Alaska's credit from Oct 1, 2008 through Dec 31, 2009 is approximately \$5.1 million. In addition, future payments will be calculated using the ARRA FMAP and there will be savings from what was originally budgeted for Clawback payments. The savings will be approximately \$390,000 per month for the remaining 6 months of SFY 2010 (Jan 1 – June 30, 2010). This is a total of \$7.5 million in savings for SFY 2010 from original calculations.

These savings will continue through Dec 31, 2010 and are anticipated to be further extended through June 30, 2011 at approx. \$414,000 per month for a total SFY2011 savings for \$4.9 million over 12 months. Savings for SFY2010 are higher than those for SFY2011 due to the credit from past payments; in effect 21 months of savings are being realized in SFY2010.

OPERATING BUDGET AMENDMENT

adopted
12

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/ CSHB 302 (FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan, Garg

DEPARTMENT: Health and Social Services

APPROPRIATION: Office of Children's Services
ALLOCATION: Children's Services Management
ADD: \$165.0 General Funds (1004)

ALLOCATION: Front Line Social Workers
ADD: \$955.3 General Funds (1004)

APPROPRIATION: Public Health
ALLOCATION: Women, Children and Family Health
ADD: \$347.8 General Funds (1004)

APPROPRIATION: Departmental Support Services
ALLOCATION: Administrative Support Services
ADD: \$700.0 General Funds (1004)

ALLOCATION: Information Technology Services
ADD: \$487.5 General Funds (1004)

EXPLANATION: Replace unrealizable interagency and federal receipts due to the loss of Medicaid School Based Claims funding. Reductions totaling \$1.5 million in interagency receipts were accepted in the House Finance Subcommittee for the Children's Services Management, Front Line Social Workers, and Women, Children and Health allocations. An increase of \$737.5 of general funds was accepted in the House Finance Subcommittee action for the Information Technology Services allocation. These changes total 2,655.6 of general funds.

OPERATING BUDGET AMENDMENT

#13
adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, *Doogah*

DEPARTMENT: Health and Social Services

APPROPRIATION: Behavioral Health and Children's Services

ALLOCATION: (various, see table below)

ADD: \$412.5 General Fund/Mental Health (1037)

Amount	Fund	Fund #	Title	Appropriation	Allocation
\$100.0	GF/ MH	1037	BTKH Tribal/rural system development	Behavioral Health	Behavioral Health Administration
\$25.0	GF/ MH	1037	BTKH Transitional Aged Youth	Behavioral Health	Services for Severely Emotionally Disturbed Youth
\$250.0	GF/ MH	1037	BTKH Community BH Centers Outpatient & Emergency Residential Svc & Training	Behavioral Health	Services for Severely Emotionally Disturbed Youth
\$37.5	GF/ MH	1037	BTKH Foster Parent & Parent Recruitment training & support	Children's Services	Family Preservation

EXPLANATION:

The Bring the Kids Home (BTKH) general fund/mental health requests above provide a match to funding provided by the Mental Health Trust Authority. Without this match the BTKH strategies and goals outlined in the five-year plan will be difficult to achieve and the MHTAAR funding may not be provided.

The tribal/rural system development funding will assist in establishing serious emotional disturbance (SED) children's services in rural areas, improve strategies specific to tribal systems, and improve funding mechanisms (such as Medicaid at 100% FMAP). The funding will support tribes to expand health service delivery as recommended by Senate Bill 61 (Ch 10, SLA 2007) (Medicaid Reform report).

The Transitional Aged Youth project will start up and sustain community-based capacity for transitional aged youth to move into adulthood with age appropriate services ensuring productive work or educational activities. The goal of this increment is to target youth who are vulnerable to moving into adult systems such as adult justice, emergency mental health or substance abuse, early pregnancy or hospital based services.

The Community Behavioral Health Centers Outpatient & Emergency Residential Services and Training program provides innovative programs/training to reduce the need for costly residential level services for youth experiencing serious emotional disturbance. A separate evaluation component is funded by the Trust to demonstrate the cost effectiveness of these outpatient services.

The Foster Parent and Parent Recruitment Training and Support project provides resources to recruit and screen potential foster parents, and provide training and technical assistance for parents and foster parents. Therapeutic Foster Homes are recognized in BTKH planning as an economical and effective alternative to costlier types of residential care for youth experiencing serious emotional disturbance.

FAILED
#14

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Kelly and Stoltze

DEPARTMENT: Health and Social Services
APPROPRIATION: Health Care Services
ALLOCATION: Medicaid Services

DELETE: \$615.9 General Funds (1004)

ADD CONDITIONAL LANGUAGE:

No money appropriated in this appropriation may be expended for an abortion that is not a mandatory service required under AS 47.07.030(a). The money appropriated for Health and Social Services may be expended only for mandatory services required under Title XIX of the Social Security Act and for optional services offered by the state under the state plan for medical assistance that has been approved by the United States Department of Health and Human Services.

EXPLANATION: In the calendar year 2009, 1,875 abortions were performed in Alaska (6.6% increase over 2008). Of these, 1,033 individuals received either abortions or abortion-related services totaling the estimated expenditure of \$615,900 in general fund dollars. None of these services qualified under the Hyde Amendment for Medicaid reimbursements.

For over a decade, the Department of Health and Social Services has been using general fund dollars to replace Medicaid funds when paying for abortions because the abortions were elective and did not qualify under the Hyde Amendment for Medicaid reimbursement.

The conditional language places on the record the Legislature's objection to the administration using general fund dollars to pay for elective abortions that do not qualify under federal law for reimbursement.

14 back-up 1

STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

OFFICE OF THE COMMISSIONER
FINANCE AND MANAGEMENT SERVICES

SEAN PARNELL, GOVERNOR

P.O. Box 110601
Juneau, AK 99811-0601
Phone: (907) 465-1630
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February 22, 2010

The Honorable John Coghill
State Capitol, Room 504
Juneau, AK 99801-1182

Dear Senator Coghill:

In response to your question on February 19th, regarding abortions, please see our response below:

- *How much was spent on abortions in calendar year 2009 and how many abortions were there; also how many were covered with federal dollars?*

The Bureau of Vital Statistics reports that in calendar year 2009 there were 1,875 abortions performed.

The state paid \$615.9 general funds for abortions or abortion-related Medicaid services incurred in the last half of FY2009 and the first half of FY2010 for 1,033 individuals based on claims paid in calendar year 2009. This is not necessarily the number of abortions performed, but rather the number of individuals receiving abortions or abortion-related Medicaid services. There were no such services paid for by federal Medicaid during that period.

If you have additional questions regarding this issue, please contact me at 465-1630.

Sincerely,


Alison Elgee
Assistant Commissioner

cc: William Hogan, Commissioner
Patrick Hefley, Deputy Commissioner

STATE OF ALASKA
DEPT. OF HEALTH & SOCIAL SERVICES

DIVISION OF MEDICAL ASSISTANCE

14 back-up 2
TONY KNOWLES, GOVERNOR

4501 BUSINESS PARK BLVD., SUITE 24
ANCHORAGE, AK 99503-7167
PHONE: (907) 334-2400
FAX: (907) 561-1684

IMPORTANT NOTICE: PAYMENTS FOR ABORTION PROCEDURES
August 10, 2001

Dear Medical Assistance Provider:

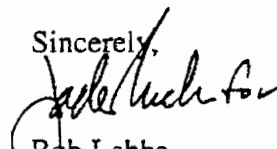
As you know, Planned Parenthood of Alaska filed a lawsuit against the state in 1998 following the legislative action eliminating funding for the General Relief Medical program which had historically paid for therapeutic abortion procedures. The Superior Court ruled against the state, and the state appealed to the Alaska Supreme Court. On July 27, 2001, the Alaska Supreme Court affirmed, ruling that the state's failure to pay for therapeutic abortion violates equal protection under the Alaska Constitution, and that the state must pay for medically necessary abortions if it pays for prenatal care and childbirth. Because this is a state law issue, the Alaska Supreme Court is the final authority and there can be no appeal of this ruling.

At the end of the 2001 legislative session, the legislature passed two budget bills for fiscal year 2002 containing purpose language stating that the appropriated funding may only be expended for an abortion that is covered under the federal Medicaid program. Planned Parenthood filed a motion asking the court to clarify or amend its order to address this new budget language. On July 31, 2001, the Superior Court ruled that insofar as this budget language is unconstitutional under the recent Alaska Supreme Court ruling, it has no effect and the state must pay for medically necessary abortions within 90 days of receipt of a valid claim.

Accordingly, claims for therapeutic abortion procedures that were held pending the outcome of this lawsuit will be paid through the state Medicaid program. Future claims for reimbursement for therapeutic abortion will be paid within 90 days, subject to Medicaid claims processing requirements. Abortion claims that meet the federal Medicaid program requirements will not be affected.

Thank you for your patience during the litigation of this important issue.

Sincerely,


Bob Labbe
Director

adopted
#14a

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representative Hawker

DEPARTMENT:	Health and Social Services
APPROPRIATION:	Health Care Services
ALLOCATION:	Medicaid Services

ADD CONDITIONAL LANGUAGE:

No money appropriated in this appropriation may be expended for an abortion that is not a mandatory service required under AS 47.07.030(a). The money appropriated for Health and Social Services may be expended only for mandatory services required under Title XIX of the Social Security Act and for optional services offered by the state under the state plan for medical assistance that has been approved by the United States Department of Health and Human Services.

OPERATING BUDGET AMENDMENT

15

Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough,
Joule, Kelly, *Doogan*

DEPARTMENT: Law
APPROPRIATION: Civil Division
ALLOCATION: BP Corrosion

Convert the BP Corrosion allocation into a separate appropriation.

APPROPRIATION: BP Corrosion
ADD: \$4,000.0 General Fund (1004) Inc OTI

EXPLANATION:

The State filed a complaint in Superior Court on March 31, 2009, seeking recovery of lost revenues for 2006-08 due to curtailments of oil production stemming from British Petroleum Alaska (BPXA)'s negligent corrosion practices. The 2006 pipeline spills and shutdowns, and the 2006-08 emergency pipeline replacements caused by the negligent corrosion practices reduced oil production during those years by at least 35 million barrels of oil. The state's lost revenue for the period 2006-08 (based on the royalties and tax revenue lost to the State) is preliminarily estimated at \$900 million to \$1.2 billion. Civil penalties and assessments under the environmental statutes range from \$1.6 million to more than \$7 million depending on whether BPXA's corrosion practices are found to be grossly negligent. When this complaint was originally evaluated, the State estimated the cost of the case at \$24 million.

FY2011 is a critical year for the litigation. The jury trial is scheduled for September 2011 (FY2012). The bulk of the discovery and post discovery pre-trial work will occur in FY2011 under the Pretrial Order entered by Judge Michalski last August. For the discovery phase, this means offensive and defensive discovery; discovery and dispositive motion practice; third party discovery; numerous depositions; and expert work, expert reports and expert depositions. The post discovery pre-trial phase will include dispositive motion practice, pre-trial evidentiary motions, trial preparation, witness testimony preparation, exhibits, demonstrative exhibits, and designation of deposition testimony.

This is an electronic document intensive case. Pursuant to the original investigative subpoenas, we have received over 2 million pages of electronic documents from BPXA. We are now engaged in document discovery with BPXA and its working interest owners. We have received over 120 discovery requests from BPXA for state documents and we are collecting and reviewing responsive documents. In anticipation of contentious discovery disputes over claims of business confidential information, the parties have agreed to the appointment of a discovery master and a protective order has been put in place. The case also requires a number of experts to address pipeline corrosion, oil field management, oil production mechanisms, reservoir issues, and economic loss calculations.

OPERATING BUDGET AMENDMENT

Adopted
16

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)

OFFERED BY:

Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, *Dogan*

DEPARTMENT: Law
APPROPRIATION: Civil Division
ALLOCATION: Oil, Gas and Mining

ADD: \$3,000.0 General Funds (1004) Inc OTI

EXPLANATION:

In FY2009, the Oil, Gas and Mining section continued to receive funding with one-time increments. In FY2009, the increments were \$5,109.2 for Oil and Gas matters including Pt. Thomson litigation and TAPS tariffs, and for TAPS Strategic Reconfiguration. Although we believe our FY2011 efforts will require a similar amount, our reduced request recognizes we are anticipating an estimated \$1,500.0 available from the appropriation made in Section 1, Chapter 6 SLA 2007. The following pages discuss the larger cases covered by this request.

OPERATING BUDGET AMENDMENT

Adopted
17

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Fairclough, Thomas, Austerman,
Joule, Kelly, Doogan, Foster, Gara, Salmon ,

DEPARTMENT: Education and Early Development
APPROPRIATION: K-12 Support
ALLOCATION: Special Schools

ADD: \$180.0 General Fund (1004)

EXPLANATION:

This request is needed to provide for additional transportation services for students from Mat-Su to the Alaska School for the Deaf.

According to 4 AAC 33.070, the department is required to operate a centralized school for the deaf. A school district may operate the school for the deaf under an agreement that includes an annual plan of service with the department.

The Anchorage School District has been the school district that operates the Alaska school for the deaf under an agreement for many years. This agreement constitutes a contractual relationship between the State of Alaska, Department of Education and Early Development and the Anchorage School District to provide these services.

18
Adopted

OPERATING BUDGET AMENDMENT

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Fairclough, Thomas, Austerman, Joule, Kelly, Doogan, Foster, Gara, Salmon

**DOMESTIC VIOLENCE AND SEXUAL ASSAULT
PREVENTION INITIATIVE AMENDMENT**

**Domestic Violence and Sexual Assault Prevention Initiative Amendments
Summary**

Department	Component	Project	Amount
Governor	Executive Office	DVSA Coordinator	\$200.0
Law	Various Components	Replacement of Federal earmark	\$1,807.0
Public Safety	CDVSA	Victims' Services	\$125.0
Public Safety	AST Detachments	DVSA investigations, training and victim exams (3 PCNS)	\$725.0
Office of the Governor	Executive Office	Planning, development and execution	\$3,000.0
		TOTAL	\$5,857.0

DEPARTMENT: Governor
APPROPRIATION: Executive Operations
ALLOCATION: Executive Office

ADD: \$100.0 GF (1004) and 1 PFT
\$100.0 MHTAAR (1092)

EXPLANATION: The State of Alaska struggles to combat appalling levels of sexual assault. According to Crimes in the United States, 2006, the annual FBI compilation of crime statistics, Alaska has a rate of sexual assault of 76 per 100,000. This is over twice the national average. 48% of these sexual assaults are handled by C Detachment, Division of the Alaska State

Troopers located in Bethel. In 2005, the number of reported rapes in Bethel (population 6,468) was the same as Anchorage (population 279,243).

The Governor introduced budget proposals for a Domestic Violence/Sexual Assault initiative. Under a 10-year plan, he envisions the State ramping up prevention, victims' services, investigations and prosecutions to significantly reduce the incidence of these crimes.

A central element in the Governor's initiative is a request for a permanent, full-time, policy-level position to coordinate the related activities of multiple state agencies and nonprofits. To this end, the Department of Law requests one PFT and \$200.0 GF funding for this Coordinator position.

DEPARTMENT: Law
APPROPRIATION: Criminal Division
ALLOCATION: Various – See allocations below

ADD: \$1,807.0 GF (1004)

EXPLANATION: Three federal grants that employ approximately 17 FTEs are terminating this calendar year, one on June 30th, another on September 30th and the last December 31st. Twelve of these positions are exclusively devoted to sexual assault or domestic violence and the remainder prosecute primarily sexual assault and domestic violence. The Department is hoping to replace these funds with other yet-to-be-identified federal funds. Pending the identification of another funding source, the Department is requesting a \$1,807.0 fund source switch from Federal funds to General funds. These were originally proposed as fund sources changes; House Finance accepted the federal decrements, leaving an unmet GF need of equal size. These replacement general funds will allow the department to continue employing attorneys and paralegals in Bethel, Barrow and Anchorage to aid in the prosecution of domestic violence as well as adult and child sexual assault cases.

The \$1,807.0 GF amendment request is comprised of:

- 2nd Judicial: Earmark \$90.0 and Rural Prosecution & Sexual Assault \$90.1.
- 3rd Judicial-Anchorage: Rural Prosecution & Sexual Assault \$335.6.
- 3rd Judicial-Outside Anchorage: Rural Prosecution & Sexual Assault \$454.6.
- 4th Judicial: Earmark \$285.0 and Rural Prosecution & Sexual Assault \$11.1.
- OSPA: Earmark \$271.6 and Rural Prosecution & Sexual Assault \$269.0.

Allocations	GF (1004)
2nd Judicial	180.1
3rd Judicial - Anchorage	335.6
3rd Judicial - Outside Anchorage	454.6
4th Judicial	296.1
Criminal Appeals/Special Prosecution	540.6
	<u>1,807.0</u>

DEPARTMENT: Public Safety
APPROPRIATION: Council on Domestic Violence and Sexual Assault
ALLOCATION: Council on Domestic Violence and Sexual Assault

ADD: \$125.0 General Fund (1004)

EXPLANATION: This increase will help to ensure ongoing funding of direct victims' services grants, and research and prevention activities in FY2011.

The amount of funding from federal competitive and/or one-time grants projected to be available over the course of state FY2011 is unknown. The Governor's goal is to ensure ongoing funding for this statewide priority of stopping the cycle of domestic violence and funding prevention and adequate victim services. Although the department and the Council will continue to aggressively seek additional grant funds, this increase in general funds will provide a reliable funding stream for victims' services providers and prevention activities.

DEPARTMENT: Public Safety
APPROPRIATION: Alaska State Troopers
ALLOCATION: Alaska State Trooper Detachments

ADD: \$725.0 General Fund (1004) + 3 PFTs

EXPLANATION: This amendment restores the Governor's request to provide general funds to the Alaska State Troopers for increased domestic violence and sexual assault (DV/SA) related investigations, training, and victim exam costs. This increment is an important part of the Governor's comprehensive initiative to fight the cycle of sexual assault and domestic violence.

Three new State Trooper/Investigator positions in Anchorage (\$500.0) will primarily focus on providing vital follow-up investigative activities specific to sexual assault and sexual abuse of minor cases. The trooper/investigators will coordinate their investigative activities with the responding trooper/officer as well as the prosecutor assigned to the case. Follow-up investigative activities will include locating and interviewing witnesses, investigating "prior bad acts" committed by the offender, determining if there are any additional victims, and conducting numerous other investigative actions recommended by the prosecution. The department anticipates that these follow-up activities will provide a more thorough report, and thus support the overall goal to enhance prosecution and hold offenders accountable.

The department will contract with a trainer (\$75.0) to increase and enhance training to rural Alaska. Training will be provided on DV/SA related issues to Village Public Safety Officers, Village and Tribal Police Officers, and other first responders such as behavioral health aides and village health aides. The goal is to increase understanding and recognition of these crimes and

increase skills specific to the discipline in an effort to better enhance services to victims in rural Alaska as well as increase reporting. Research has shown that there is a 40 percent reduction in the rate of serious injury from assault in communities with VPSO or VPO.

Increased contractual services (\$150.0) will assist local governments with paying the cost of forensic medical sexual assault exams. Funds will be used for emergency circumstances in cases in which, without the financial assistance, the necessary exam would not take place and vital evidence would be lost. Funds may be used to assist with transportation to and from a facility that conducts the initial exam as well as the follow-up exam. Collection of forensic evidence and documentation of injuries are two key components of a forensic exam and both of these increase successful prosecutorial outcomes (convictions). The funds will also allow certain victims access to services that may not be available in their communities.

Page 68, following line 22:

Insert a new subsection to read:

"(e) The sum of \$3,000,000 is appropriated from the general fund to the Office of the Governor for planning, development, and execution of prevention and intervention strategies to reduce the occurrence of domestic violence and sexual assault in the state for the fiscal year ending June 30, 2011. It is the intent of the legislature that this appropriation be used to support planning, victimization studies, initiative evaluation activities, targeted wellness programs, multi-disciplinary rural community pilot projects, batterer intervention programs, evaluation of evidence-based best practices, children's advocacy activities, health and personal safety coordination, public education and marketing, pro bono legal referrals, trauma training for behavioral health providers, and similar activities."

The Governor's DVSA Initiative: Prevention Components**March 2010**

The problems and social harm associated with domestic violence are complex. A comprehensive and multi-faceted approach is required to address the public safety, health and behavioral health impacts of domestic violence and sexual assault in Alaska. Prevention and intervention strategies are essential to reduce and ultimately end domestic violence and sexual assault from occurring in the future and to bring healing to those who have been impacted.

Title	Total Funds
Family Wellness Warriors Initiative	\$ 400.0
Multi-disciplinary Rural Community Pilot Project	\$1,350.0
<ul style="list-style-type: none"> • Planning 	\$ 50.0
<ul style="list-style-type: none"> • Victimization Study 	\$ 300.0
<ul style="list-style-type: none"> • Initiative Evaluation 	
Batterer's Intervention Evaluation and Investigation of Evidence Based Practice	\$ 100.0
Children's Advocacy Center Expansion	\$ 40.0
Health & Personal Safety Prevention Coordinator (Education Specialist II)	\$ 200.0
Universal Public Education Marketing Campaign	\$ 300.0
Pro-Bono Attorney Clearinghouse Alaska Network on Domestic Violence and Sexual Assault	\$ 60.0
Trauma-Informed Training for BH Providers	\$ 200.0

Total Funding	\$ 3,000.0
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OPERATING BUDGET AMENDMENT

#19
Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/ CSHB 302 (FIN)

OFFERED BY: Representatives Hawker, Stoltze, Fairclough, Thomas, Austerman,
Joule, Kelly, Doogan, Foster, Gara, Salmon

**Part A - Job Training and University of Alaska tuition waivers; foster parent
recruitment and notification**

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Children's Services Management

ADD: \$175.0 GF (1004)

ADD: It is the intent of the Legislature that the Office of Children's Services shall effectively use these funds to address the stated foster youth stability and success goals stated below:

EXPLANATION:

\$85,000: Supplement Employment Training Vouchers for youth covered by the Independent Living Program.

\$55,000: Fund an additional 10 University of Alaska Presidential Tuition Waivers beyond the annual 10 waivers funded by the University.

\$35,000: Television ads to recruit foster parents in shortage areas, including ads on highly watched television programs (\$30,000); annual mailing to foster parents on the OCS FosterWear discount clothing plan (\$5,000).

Part B - Mentorship Program

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Family Preservation

ADD: \$200.0 GF (1004)

ADD: It is the intent of the Legislature that the Office of Children's Services shall effectively use these funds to address the stated foster youth stability and success goals stated below:

EXPLANATION: \$200,000: Competitive grant to non-profit agencies to match volunteer mentors statewide with foster youth and youth coming out of care for ages of 16 ½ through 21. OCS shall identify the youth to be served, and coordinate with the grantee that recruits, screens and trains the volunteer mentors.

Part C - Homeless Prevention

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Foster Care Augmented Rate

ADD: \$100.0 GF (1004)

ADD: It is the intent of the Legislature that the Office of Children's Services shall effectively use these funds to address the stated foster youth stability and success goals stated below:

EXPLANATION: \$100,000: Housing assistance for youth facing the prospect of homelessness after receiving the existing short-term rental help currently offered by the Independent Living Program.

Part D - Maintain Current School Enrollment

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Foster Care Special Need

ADD: \$30.0 GF (1004)

ADD: It is the intent of the Legislature that the Office of Children's Services shall effectively use these funds to address the stated foster youth stability and success goals stated below:

EXPLANATION: \$30,000: These funds shall be used to permit foster youth who move between placements to stay, when in the youth's best interest, in their original school for the remainder of the school term. These funds shall not be used for those "homeless" youth already being provided school stability services under the Federal McKinney-Vento Act.

Part E - Maintain Current School Enrollment
--

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Foster Care Special Need (Maintain Current School Enrollment)

DELETE: \$50.0 GF (1004)
IncOTI

ADD: \$50.0 GF (1004)

ADD: It is the intent of the Legislature that the Office of Children's Services shall effectively use these funds to address the stated foster youth stability and success goals stated below:

EXPLANATION:

The Health and Social Services House subcommittee approved One-Time funding in the amount of \$50,000 for transportation of foster youth. This amendment would place \$50,000 of general funds in the base budget.

OPERATING BUDGET AMENDMENT

#20
Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Fairclough, Thomas, Austerman,
Joule, Kelly, Doogan, Foster, Gara, Salmon

DEPARTMENT: Health and Social Services
APPROPRIATION: Office of Children's Services
ALLOCATION: Family Preservation

ADD: \$160.5 GF (1004)

ADD: Two Permanent Full-Time Positions

EXPLANATION:

The Independent Living Program (ILP) is OCS' effort to assist youth, after they leave care, with work, school, job training, and life skills. After-care outcomes, from homelessness to criminal involvement, and lack of success, are troubling. The ILP, which covers over 350 youth from ages 17-21, cannot possibly work with only four statewide staff. OCS concedes current staff are overwhelmed, and unable to help adequately in individual cases.

Two additional staff would help effectively extend educational, work and life skill guidance to youth coming out of care.

OPERATING BUDGET AMENDMENT

#21

Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Joule, Fairclough, Thomas, Austerman, Kelly, Doogan, Foster, Gara, Salmon

Add a section per M.12 (attached):

EXPLANATION:

This amendment provides funding that will allow the department to cooperate with the University of Alaska in funding the Alaska Native Science and Engineering Program (ANSEP) through grants and/or contracts with school districts and the University of Alaska.

Beginning with high school freshmen, structured programs lead students each step of the way through high school, into the undergraduate years, on to graduate school, and into professional life. The funding in this amendment will provide a pre-college opportunity for students to build a strong foundation preparing them for success in science and engineering. The pre-college component targets high school students to enroll and successfully complete trigonometry, chemistry, and physics, ensuring they are academically ready for the university level engineering and science coursework.

This funding will match federal and private funding and will provide programmatic support for this nationally recognized model for excellence in science and engineering education. Because the amount of federal funding is unknown, the amendment includes language that reduces general funds by up to \$225,000 if the University receives federal grants for ANSEP.

AMENDMENT

OFFERED IN THE HOUSE

TO: CSHB 300(FIN), Draft Version "M"

1 Page 63, following line 7:

2 Insert a new bill section to read:

3 **"* Sec. 15. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT.** (a) The
4 sum of \$960,000 is appropriated from the general fund to the Department of Education and
5 Early Development, teaching and learning support, student and school achievement
6 allocation, for support of the Alaska Native science and engineering program for the fiscal
7 year ending June 30, 2011.

8 (b) If the University of Alaska receives federal receipts for the Alaska Native science
9 and engineering program, the appropriation made in (a) of this section is reduced by the
10 amount of federal receipts received by the University of Alaska, but the reduction may not
11 exceed \$225,000."

12

13 Renumber the following bill sections accordingly.

14

15 Page 80, line 28:

16 Delete "25, 26, and 28"

17 Insert "26, 27, and 29"

18

19 Renumber the following bill sections accordingly.

20

21 Page 81, line 3:

22 Delete "Sections 34 and 36"

23 Insert "Sections 35 and 37"

1

2 Page 81, line 4:

3 Delete "sec. 37"

4 Insert "sec. 38"

OPERATING BUDGET AMENDMENT

#22
adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough, Joule, Kelly, Doogan, Foster, Gara, Salmon

DEPARTMENT: Department of Commerce, Community and Economic Development

APPROPRIATION: Community Assistance and Economic Development

ALLOCATION: Community and Regional Affairs

ADD: \$700.0 GF

EXPLANATION: This funding would support an operating grant to Ilisagvik College for work force development programs. These programs include a satellite vocational technical instructor, driver's education and CDL instructor, marine licensing, regulatory mandated trainings for vocational occupations, and a workforce development training manager. Ilisagvik College is the only two year college in Northern region and it has a proven track record of providing training and college prep for students across the state.

OPERATING BUDGET AMENDMENT

#23
adopted

OFFERED IN: House Finance Committee

TO: CSHB 300 (FIN) / CSHB 302 (FIN)

OFFERED BY: Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough,
Joule, Kelly, Doogan, Foster, Gara, Salmon

DEPARTMENT: Education and Early Development

APPROPRIATION: Teaching and Learning Support

ALLOCATION: Early Learning Coordination

ADD: \$600.0 GF 1004

INTENT: It is the intent of the Legislature that this funding be granted by the Department in the manner the Department determines will most effectively enhance pre-kindergarten educational development to: Best Beginnings for its early education, partnership grant and Imagination Library efforts; and/or to existing providers of Parents as Teachers pre-kindergarten efforts.

OPERATING BUDGET AMENDMENT

24
Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Joule and Hawker, Doogan, Gara

DEPARTMENT: Department of Commerce, Community and Economic Development

APPROPRIATION: Corporation, Businesses, and Professional License

ALLOCATION: Corporation, Businesses, and Professional License

ADD: \$63.0 RSS (1156) Inc OTI

EXPLANATION: The funding would be used to hire an additional investigator for the Big Game Commercial Services Board to ensure compliance with transporter license requirements. Over the last several years there has been increasing user conflict in game units and the Big Game Commercial Services Board needs an additional investigator to begin to work on the growing problem. The investigator would focus primarily on transporter issues in areas of the state having the greatest concerns and would compile a report to the Legislature to be presented in 2011. Enforcement measures will include inspecting transporter licenses and conducting inspections at places of business and in the field.

OPERATING BUDGET AMENDMENT

25
WITHDRAWN

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Gara and Doogan

DEPARTMENT: Office of the Governor
APPROPRIATION: Executive Operations
ALLOCATION: Executive Office

ADD: Intent Language

ADD:

It is the intent of the Legislature that the Governor require Executive Agencies, and that the University President require senior staff to enhance their efforts where possible to find efficiencies in the way departments can achieve their program goals. In certain circumstances, the state will be best served by seeking high level agency management staff who may not have a background in an agency's core subject area, but have a background that will help the agency operate more effectively and efficiently in achieving its statutory and constitutional goals.

To this end, the Legislature intends that, where effective, agencies be directed to consider hiring senior management staff that have management or workforce efficiency skills that can help them identify areas of waste or inefficient operations, and help recommend internal corrective actions that will save the public resources.

This statement is not intended to express displeasure with any particular state management staff. It is intended to help the state and University to achieve their mandates in the most efficient manner in the future as the state faces the potential of increasing fixed costs and declining revenues.

OPERATING BUDGET AMENDMENT

26
FAILED

OFFERED IN: House Finance Committee

TO: CSHB 300 (FIN)/ CSHB 302 (FIN)

OFFERED BY: Representative Gara and Doogan

DEPARTMENT: University of Alaska

APPROPRIATION: University of Alaska

ALLOCATION: Budget Reductions / Additions—Systemwide

ADD: Priority Program Enhancement and Growth—\$5,462.3 GF (1004), \$1,988.4 Univ Rcpts (1048), \$446.3 Federal Rcpts (1002), \$380.0 I/A Rcpts (1007)

- Energy—\$475.0 GF (1004)
- Science, Technology, Engineering & Math (STEM)—Total \$983.7; \$707.6 GF (1004), \$243.7 Univ Rcpts (1048), \$32.5 Federal Rcpts (1002),
- Climate—Total \$1,508.0; \$594.5 GF (1004), \$476.0 Univ Rcpts (1048), \$275.0 Federal Rcpts (1002), \$162.5 I/A Rcpts (1007)
- High Demand Jobs—Total \$4,032.8; \$2,616.5 GF (1004), \$1,065.1 Univ Rcpts (1048), \$138.8 Federal Rcpts (1002), \$217.5 I/A Rcpts (1007)
- Student Success Initiatives—Total \$1,272.3; \$1,068.7 GF (1004), \$203.6 Univ Rcpts (1048)

EXPLANATION: The intent of this amendment is to provide additional funding for the University of Alaska's Priority Programs. University of Alaska's goal is to graduate an additional 640 students in high demand jobs by FY '15. This increment would provide resources to continue toward that goal by allowing UA to graduate an additional 170 students annually and increase retention of 100 students annually.

OPERATING BUDGET AMENDMENT

27

FAILED

OFFERED IN: The House Finance Committee
TO: CSHB 300 (FIN)/CSHB 302(FIN)
OFFERED BY: Representative Gara and Doogan

DEPARTMENT: Department of Health and Social Services
APPROPRIATION: Behavioral Health
ALLOCATION: Behavioral Health Grants

ADD: MH Trust:
ABADA-Grants for community based substance abuse
services, 1037 GF/MH, \$2,000.0

EXPLANATION: The amendment is intended to increase funding for Behavioral Health Grants. The increment is to be distributed to existing grantees to in a manner to most efficiently decrease waitlists for alcohol and substance abuse treatment.

OPERATING BUDGET AMENDMENT

28
Adopted

OFFERED IN: House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representatives Hawker, Stoltze, Thomas, Austerman, Fairclough,
Joule, Kelly, Doogan, Foster, Gara, Salmon

DEPARTMENT: Department of Commerce Community and Economic
Development

APPROPRIATION: Serve Alaska
ALLOCATION: Serve Alaska

ADD: \$125.0 General Fund Match, 1003
ADD: \$125.0 Federal Fund, 1002

EXPLANATION:

This amount will increase Serve Alaska's operating budget enough to hire one new staffer. Increased staff capacity will allow the agency to access 1:1 federal funding available for administrative services. Increased capacity also gives Serve Alaska the opportunity to access up to \$1.4 million in new funds.

In 2005, the Corporation for National Community Service conducted a performance review of all its agencies, of which Serve Alaska is one. At that time, Serve Alaska provided services and funding for 3 grantees and 5 programs and the review found the agency was at maximum administrative capacity. Now, Serve Alaska provides services and funding for 5 grantees and 12 programs. New federal funds are available for Serve Alaska, should the agency create administrative capacity to manage the funds.

OPERATING BUDGET AMENDMENT

*Adopted
29
AS Amended*

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Foster, Doogan, Thomas

DEPARTMENT: Commerce, Community & Economic Development
APPROPRIATION: Community Assistance & Economic Development
ALLOCATION: Community & Regional Affairs

ADD:

Conceptual Amendment to the Amendment
~~\$343.9~~ General Funds (1004) and 1 PFT,
250, *DELETE*

EXPLANATION:

The Division of Community and Regional Affairs (DCRA) is requesting an increase to add \$343.9 in general funds and one full-time position in the FY11 operating budget. The increase will pay for three Local Government Specialist (LGS) positions to provide local government advice and assistance as required in Article X of Alaska's state constitution. Two of the three positions were transferred in from within the Department.

The general funded LGS positions serve boroughs, cities, tribal governments, and community nonprofits that provide public services in rural communities. The LGS's provide public administration assistance on elections, Title 29 compliance, power cost equalization, accessing revenue sources, Title 4 Local Option, gaming, personnel and financial management.

There are 466 entities in Alaska eligible for general funded LGS services. Of these, 386 are located where there is a population of 25 to 2,500. Forty percent (40%) of the 386 entities are not meeting basic management indicators. Currently, three existing general funded LGS's provide these entities assistance when a situation reaches a crisis level or when services are likely to be cut off.

Within the last year, LGS assistance has resolved about \$300.0 in tax issues for five communities, garnered PCE reimbursements for four communities, claimed \$300.0 in revenue sharing/PILT, negotiated repayment schedules for \$480.0 vendor debt in two communities (keeping the lights on), and saved .40/gallon on heating fuel and increased use of purchasing power agreements for five communities.

The addition of three fully funded LGS positions will allow DCRA to move the program from crisis response mode to working with the communities' requests for training and assistance that prevents crisis.

OPERATING BUDGET AMENDMENT

30
FAILED

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Foster and Doogan

DEPARTMENT: Commerce, Community and Economic Development
APPROPRIATION: Community Assistance & Economic Development
ALLOCATION: Community and Regional Affairs

ADD: \$150.0 General Fund, 1004

EXPLANATION: Increment for Alaska Legal Services Corporation (ALSC) will replace reductions placed on Community Initiative Grant in FY10 and bring funding in line with FY09 levels. The Board has set the priority to maintain an office in all communities with a superior court judges. With current funding ALSC will be unable to staff attorneys for the offices in Kenai, Kotzebue, and Nome. This funding would provide an attorney for two of these offices

OPERATING BUDGET AMENDMENT

31
FAILED

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Foster and Doogan

DEPARTMENT: University of Alaska
APPROPRIATION: University of Alaska
ALLOCATION: Fairbanks Campus

ADD: \$614.0 General Fund, 1004
ADD: \$27.0 University Receipts (DGF), 1048

EXPLANATION: The Marine Advisory Program, a unit in the School of Fisheries and Ocean Sciences, has been providing extension and educational services in rural, coastal Alaska for 45 years. The program serves as an extension arm of the Alaska Sea Grant College Program and has university faculty located in 10 coastal communities. The faculty provide information, technical assistance and workforce development opportunities in a variety of subjects, including the impact of climate change on local marine resources.

Currently, 30% of MAP's positions (located in Unalaska, Petersburg, Cordova and Nome) are funded either by short term grants due to sunset in 2009, are vacant while waiting for funding (Bristol Bay), or there is no MAP agent at all (Kodiak). This request is to solidify funding for MAP faculty in these sites by moving them to regular UAF funded faculty positions

32

26-GH2823\M.11

Bailey

3/8/10

WITHDRAWN

Pending
Reintroduction

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE HAWKER

TO: CSHB 300(FIN), Draft Version "M"

Replaced

1 Page 65, following line 3:

2 Insert a new bill section to read:

3 **"* Sec. 19. GAS PIPELINE DEVELOPMENT.** (a) The following amounts are appropriated
4 from the general fund to increase the appropriations in sec. 1 of this Act to the named
5 department, appropriation, and allocation in the amounts stated for work associated with
6 development of a natural gas pipeline for the fiscal year ending June 30, 2011:

7 DEPARTMENT, APPROPRIATION,

8 AND ALLOCATION

AMOUNT

9 (1) Law

10 Civil division, oil, gas, and mining

\$500,000

11 (2) Natural Resources

12 Resource development, gas pipeline
13 implementation

843,500

14 (3) Revenue

15 Administration and support,
16 natural gas commercialization

310,000

17 Taxation and treasury, tax division

150,000

18 (b) The following amounts are appropriated from the general fund to increase the
19 appropriations in sec. 1 of this Act to the named department, appropriation, and allocation for
20 work associated with the development of a natural gas pipeline for the fiscal year ending
21 June 30, 2011:

22 DEPARTMENT, APPROPRIATION,

23 AND ALLOCATION

AMOUNT

1	(1) Law	
2	Civil division, oil, gas, and mining	\$2,000,000
3	(2) Natural Resources	
4	Resource development, gas pipeline	3,374,000
5	implementation	
6	(3) Revenue	
7	Administration and support,	1,240,000
8	natural gas commercialization	

9 (c) The appropriations made in (b) of this section are contingent on a person's
10 submitting to the Federal Energy Regulatory Commission a "precedent agreement" for
11 shipping natural gas on a North Slope natural gas pipeline."

12

13 Renumber the following bill sections accordingly.

14

15 Page 80, line 28:

16 Delete "25, 26, and 28"

17 Insert "26, 27, and 29"

18

19 Page 81, following line 2:

20 Insert a new bill section to read:

21 **"* Sec. 38. CONTINGENCY.** The appropriation made in sec. 19(b) of this Act is contingent
22 as set out in sec. 19(c) of this Act."

23

24 Renumber the following bill sections accordingly.

25

26 Page 81, line 3:

27 Delete "Sections 34 and 36"

28 Insert "Sections 35 and 37"

29

30 Page 81, line 4:

31 Delete "sec. 37"

#32 pg 3

26-GH2823\M.11

1

Insert "sec. 39"

Conceptual Amendment #1
FAILED BY GARA
see pg. 2

#32a

26-GH2823\M.11
Bailey
3/8/10

ADOPTED

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE HAWKER and Thomas
and Doogan

TO: CSHB 300(FIN), Draft Version "M"

1 Page 65, following line 3:

2 Insert a new bill section to read:

3 **"* Sec. 19. GAS PIPELINE DEVELOPMENT.** (a) The following amounts are appropriated
4 from the general fund to increase the appropriations in sec. 1 of this Act to the named
5 department, appropriation, and allocation in the amounts stated for work associated with
6 development of a natural gas pipeline for the fiscal year ending June 30, 2011:

7 DEPARTMENT, APPROPRIATION,

8 AND ALLOCATION

AMOUNT

9 (1) Law

750,000

10 Civil division, oil, gas, and mining

~~500,000~~

11 (2) Natural Resources

1,265,250

12 Resource development, gas pipeline
13 implementation

~~843,500~~

14 (3) Revenue

465,000

15 Administration and support,

~~310,000~~

16 natural gas commercialization

17 Taxation and treasury, tax division

150,000

18 (b) The following amounts are appropriated from the general fund to increase the
19 appropriations in sec. 1 of this Act to the named department, appropriation, and allocation for
20 work associated with the development of a natural gas pipeline for the fiscal year ending
21 June 30, 2011:

22 DEPARTMENT, APPROPRIATION,

23 AND ALLOCATION

AMOUNT

1	(1) Law	1,750,000
2	Civil division, oil, gas, and mining	\$2,000,000
3	(2) Natural Resources	2,952,250
4	Resource development, gas pipeline	3,374,000
5	implementation	
6	(3) Revenue	1,085,000
7	Administration and support,	1,240,000
8	natural gas commercialization	

9 (c) The appropriations made in (b) of this section are contingent on a person~~X~~
 10 submitting to the Federal Energy Regulatory Commission a "precedent agreement" for
 11 shipping natural gas on a North Slope natural gas pipeline. —

12
 13 Renumber the following bill sections accordingly.

14
 15 Page 80, line 28:

16 Delete "25, 26, and 28"

17 Insert "26, 27, and 29"

18

19 Page 81, following line 2:

20 Insert a new bill section to read:

21 "* Sec. 38. CONTINGENCY. The appropriation made in sec. 19(b) of this Act is contingent
 22 as set out in sec. 19(c) of this Act."

23

24 Renumber the following bill sections accordingly.

25

26 Page 81, line 3:

27 Delete "Sections 34 and 36"

28 Insert "Sections 35 and 37"

29

30 Page 81, line 4:

31 Delete "sec. 37"

FAILED

Rep Gara's - Conceptual
 Amendment to the Amendment #32a
 Delete Lines 9-11, and
 Lines 21 & 22
 on pg. 2 of Amendment

Y	N
11	44 111

32 a pg 3

26-GH2823\M.11

1 Insert "sec. 39"

OPERATING BUDGET AMENDMENT

33^A ~~1~~
Adopted

OFFERED IN: The House Finance Committee

TO: CSHB 300(FIN)/CSHB 302(FIN)

OFFERED BY: Representative Gara and Doogan

DEPARTMENT: Commerce, Community and Economic Development
APPROPRIATION: Community Assistance and Economic Development
ALLOCATION: Office of Economic Development

DELETE: \$125,000 GF (1004)

EXPLANATION:

The governor requested \$250,000 increment to develop policy on business and economic development. It is not clear why policy development cannot occur with executive agency staff, and the policy experts who exist in the department, Governor's office, and Lt. Governor's office. This amendment reduces the increment to \$125,000.

#33 Back Up

HB 300 / SB 229 and HB 302 / SB 231

Governor's FY 2011 Amended Operating Budget Submissions

A	B	C	D	E	F	G	H	I	J	K
Department	RDU/ Component	PFT	PPT	NP	Description	General Funds (250.0)	Federal Funds	Other Funds	Fund Source	Total Funds (250.0)
1	Administration				EPORS Benefit Reduction Due to a reduction in the member base this original increment request has been recalculated. This decrement is the net effect of this recalculation.		0.0	0.0		
2	Administration				Finance Federal Stimulus AR 11690, per Sec. 1 Ch. 17 SLA 2009 P2 L11 (HB 199) lapse 6/30/10 The qualifying period for COBRA premium reduction has been extended through May 2011.	0.0	500.0	0.0	ARRA	500.0
3	Administration				Increased Operational Costs Caseload has increased 21% over this same time last year.	865.0	0.0	0.0		865.0
4	Administration				Delete Statutory Designated Program Receipts Delete unrealizable funding source	0.0	0.0	(20.0)	Statutory Designated Program Receipts	(20.0)
5	Administration				Increased Operational Costs caseload has increased 10% over this time last year.	800.0	0.0	0.0		800.0
6	Administration				Delete Unrealizable Fund Source for Health Insurance for Non-Covered The PFD Criminal Fund available amount for FY 2011 was over authorized by 2.0		0.0	(2.0)	PFD Criminal Fund	(2.0)
7	Commerce				Fund Source Change to Replace Reduced Federal Receipts with Receipt Supported Services	0.0	(500.0)	500.0	Receipt Supported Services	0.0
8	Commerce				The requested funds will be used to facilitate economic development through aggressive outreach to the business community, identifying and removing barriers to growth, and the forging of productive public-private partnerships. This broadens the focus of the Office of Economic Development (OED) and better equips OED to interface with the private sector and the public.	250.0				250.0
9	Corrections				Meet Physical Health Care Funding Shortfalls Resulting from Increased Medical Costs	3,050.8	0.0	0.0		3,050.8
10	Education				Additional general funds for increased costs of Alaska State Counsel on the Arts new office space lease, recently negotiated by Department of Administration, Division of General Services.	70.0	0.0	0.0		70.0
11	Education				Line item transfer to align and accurately allocate Mt. Edgecumbe Boarding School general fund authority.	0.0	0.0	0.0		0.0
12	Education				Technical adjustment to align interagency receipt authority for Mt. Edgecumbe Boarding School with needed allocation as indicated by review of unbudgeted Reimbursable Service Agreements (RSA) from Teaching and Learning Support Division.	0.0	0.0	1,400.0	I/A Receipts	1,400.0
13	Education				Technical adjustment to transfer in statutory designated program receipt authority from Student and School Achievement to align and accurately allocate authority.	0.0	0.0	170.0	Statutory Designated Program Receipts	170.0
14	Education				Technical adjustment to transfer out statutory designated program receipt authority to Mt. Edgecumbe Boarding School to align and accurately allocate authority.	0.0	0.0	(170.0)	Statutory Designated Program Receipts	(170.0)
15										