

HOUSE BILL NO. 412

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/12/96

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and loan program expenses
2 of state government, for certain programs, and to capitalize funds; making
3 appropriations under art. IX, sec. 17(c), Constitution of the State of Alaska,
4 from the constitutional budget reserve fund; and providing for an effective
5 date."

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

7 * **Section 1.** ALASKA CLEAN WATER FUND. The sum of \$8,815,400 is appropriated
8 to the Alaska clean water fund (AS 46.03.032) for the Alaska clean water loan program from
9 the following sources:

10	General fund	\$1,469,200
11	Federal receipts	7,346,200

12 * **Sec. 2.** ALASKA HOUSING FINANCE CORPORATION. (a) The sum of \$50,000,000
13 from the available unrestricted cash in the general account of the Alaska housing finance

1 revolving fund (AS 18.56.082) is anticipated to be transferred to the general fund during fiscal
2 year 1997 by the direction of the Alaska Housing Finance Corporation board.

3 (b) All unrestricted mortgage loan interest payments, mortgage loan commitment fees,
4 and all other unrestricted receipts, received by or accrued to the Alaska Housing Finance
5 Corporation during fiscal year 1997, and all income earned on assets of the corporation during
6 that period, are appropriated to the Alaska Housing Finance Corporation to hold as corporate
7 receipts for the purposes described in AS 18.56. The corporation shall allocate its corporate
8 receipts among the Alaska housing finance revolving fund (AS 18.56.082), housing assistance
9 loan fund (AS 18.56.420), and senior housing revolving fund (AS 18.56.710) in accordance
10 with procedures adopted by the board of directors.

11 (c) The following amounts are appropriated to the Alaska Housing Finance
12 Corporation from the sources indicated and for the following purposes:

13	PURPOSE	AMOUNT	SOURCE
14	Housing loan programs	\$350,000,000	Corporate receipts
15	that are not subsidized		
16	by Alaska Housing		
17	Finance Corporation		
18	Housing loan programs	50,000,000	Corporate receipts derived
19	and projects that are		from arbitrage earnings
20	subsidized by Alaska		
21	Housing Finance		
22	Corporation		

23 * **Sec. 3. ALASKA PERMANENT FUND CORPORATION.** (a) The amount authorized
24 for transfer by the Alaska Permanent Fund Corporation under AS 37.13.145(b) is appropriated
25 from the Alaska permanent fund earnings reserve account (AS 37.13.145) to the dividend fund
26 (AS 43.23.045(a)) for the payment of permanent fund dividends and administrative and
27 associated costs.

28 (b) After money is transferred to the dividend fund under (a) of this section, the
29 amount calculated under AS 37.13.145 to offset the effect of inflation on the principal of the
30 Alaska permanent fund is appropriated from the Alaska permanent fund earnings reserve
31 account (AS 37.13.145) to the principal of the Alaska permanent fund.

1 (c) The amount required to be deposited under AS 37.13.010(a)(1) and (2) during
2 fiscal year 1997 is appropriated to the principal of the Alaska permanent fund in satisfaction
3 of that requirement.

4 (d) The interest earned during fiscal year 1997 on revenue from the sources set out
5 in AS 37.13.010 while the revenue is held in trust, escrow, or otherwise before receipt by the
6 state is appropriated to the principal of the Alaska permanent fund.

7 (e) The balance of the Alaska permanent fund earnings reserve account
8 (AS 37.13.145) is appropriated to the principal of the Alaska permanent fund on
9 February 1, 1997 unless the voters of the state ratify at the 1996 general election an
10 amendment to the Constitution of the State of Alaska that specifies a different use of the
11 Alaska permanent fund earnings reserve account.

12 * **Sec. 4.** ALASKA PUBLIC UTILITIES COMMISSION. The balance on June 30, 1996,
13 of the Alaska Public Utilities Commission program receipts account for regulatory cost
14 charges under AS 42.05.254 and AS 42.06.286 for fiscal year 1996 is appropriated to the
15 Alaska Public Utilities Commission for fiscal year 1997 expenditures.

16 * **Sec. 5.** ALASKA SEAFOOD MARKETING INSTITUTE. An amount equal to the fiscal
17 year 1996 general fund receipts from the salmon marketing tax (AS 43.76.110), from the
18 seafood marketing assessment (AS 16.51.120), and from the fisheries resource landing tax
19 (AS 43.77.050), less the amount of those receipts expended or obligated during fiscal year
20 1996, is appropriated from the general fund to the Alaska Seafood Marketing Institute for
21 marketing Alaska seafood products during fiscal year 1997.

22 * **Sec. 6.** COLLECTIVE BARGAINING AGREEMENT MONETARY TERMS. The sum
23 of \$50,000 is appropriated from the general fund to the Department of Administration for
24 supervisory training to satisfy the monetary terms of the collective bargaining agreement
25 between the state and the Alaska Public Employees' Association, supervisory unit, for the
26 fiscal year ending June 30, 1997.

27 * **Sec. 7.** CONSTITUTIONAL BUDGET RESERVE FUND. (a) Amounts equal to the
28 deposits in the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for
29 fiscal year 1996, which were made by operation of art. IX, sec. 17(d) to repay appropriations
30 from the budget reserve fund are appropriated from the budget reserve fund to the funds and
31 accounts from which they were transferred.

1 (b) If the unrestricted state revenue available for appropriation in fiscal year 1997 is
2 insufficient to cover the general fund appropriations made for fiscal year 1997, the amount
3 necessary to balance revenue and general fund appropriations is appropriated to the general
4 fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

5 (c) The appropriations made by (a) and (b) of this section are made under art. IX,
6 sec. 17(c), Constitution of the State of Alaska.

7 * **Sec. 8.** DISASTER RELIEF FUND. The sum of \$9,000,000 is appropriated from federal
8 receipts to the disaster relief fund (AS 26.23.300).

9 * **Sec. 9.** FEDERAL AND OTHER PROGRAM RECEIPTS. (a) Federal or other program
10 receipts defined in AS 37.05.146 that exceed the amounts appropriated by this Act are
11 appropriated conditioned upon compliance with the program review provisions of
12 AS 37.07.080(h).

13 (b) If federal or other program receipts defined in AS 37.05.146 exceed the estimates
14 appropriated by this Act, the appropriations from state funds for the affected program may be
15 reduced by the excess if the reductions are consistent with applicable federal statutes.

16 (c) Except as provided in (d) of this section, if federal or other program receipts
17 defined in AS 37.05.146 fall short of the estimates appropriated by this Act, the affected
18 appropriation is reduced by the shortfall in receipts.

19 (d) If the federal receipts under 42 U.S.C. 1397 - 1397f (Title XX of the Social
20 Security Act) fall short of the estimate, the shortfall is appropriated from the general fund.

21 * **Sec. 10.** FOUR DAM POOL TRANSFER FUND. The amount available in the four dam
22 pool transfer fund (AS 42.45.050) during fiscal year 1997 is appropriated to the following
23 funds in the following percentages for the purposes set out in AS 42.45.050:

24	Power cost equalization and rural electric	
25	capitalization fund (AS 42.45.100)	40 percent
26	Southeast energy fund (AS 42.45.040)	40 percent
27	Power project fund (AS 42.45.010)	20 percent

28 * **Sec. 11.** INFORMATION SERVICES FUND. The sum of \$21,869,300 is appropriated
29 to the information services fund (AS 44.21.045) for the Department of Administration,
30 division of information services programs from the following sources:

31	General fund program receipts	\$ 55,000
----	-------------------------------	-----------

1 Inter-agency receipts 21,663,800
2 Inter-agency receipts/oil and hazardous
3 substance release prevention and response fund 150,500

4 * **Sec. 12. INSURANCE AND BOND CLAIMS.** (a) Amounts necessary to fund the uses
5 of the state insurance catastrophe reserve account described in AS 37.05.289(a) are
6 appropriated from that account to the Department of Administration.

7 (b) The amounts received in settlement of insurance claims and recovery for losses
8 are appropriated from the general fund to the state insurance catastrophe reserve account
9 established by AS 37.05.289.

10 (c) The amounts received in settlement of claims against bonds guaranteeing the
11 reclamation of state land are appropriated from the general fund to the agency secured by the
12 bond. This appropriation is made for the purpose of reclaiming state land affected by a use
13 covered by the bond.

14 (d) The appropriations made by (b) and (c) of this section are contingent upon
15 compliance with the program review provisions of AS 37.07.080(h).

16 * **Sec. 13. MARINE HIGHWAY SYSTEM FUND.** The sum of \$32,353,200 is
17 appropriated from the general fund to the Alaska marine highway system fund (AS 19.65.060).

18 * **Sec. 14. MOTOR FUEL TAX.** The following amounts from the unreserved special
19 accounts in the general fund are included within the general fund amounts appropriated by this
20 Act:

21 Highway fuel tax account (AS 43.40.010(g)) \$22,500,000
22 Aviation fuel tax account (AS 43.40.010(e)) 7,500,000

23 * **Sec. 15. OCCUPATIONAL LICENSING.** The unexpended and unobligated balance on
24 June 30, 1996, of the Department of Commerce and Economic Development, division of
25 occupational licensing, general fund program receipts from occupational licensing fees under
26 AS 08.01.065 is appropriated to the division of occupational licensing for operating costs for
27 the fiscal year ending June 30, 1997.

28 * **Sec. 16. OIL AND HAZARDOUS SUBSTANCE RELEASE PREVENTION**
29 **ACCOUNT.** (a) The following amounts are appropriated to the oil and hazardous substance
30 release prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release
31 prevention and response fund (AS 46.08.010) from the sources indicated:

1 (1) the balance of the oil and hazardous substance release prevention mitigation
2 account (AS 46.08.020(b)) in the general fund on July 1, 1996, not otherwise appropriated by
3 this Act;

4 (2) the amount of \$14,000,000, derived from the surcharge collected under
5 AS 43.55.300 during fiscal year 1996.

6 (b) The appropriation made by (a)(2) of this section is based on revenue estimates.
7 If the amount in the general fund that is derived from the surcharge collected under
8 AS 43.55.300 during fiscal year 1996 is greater than the appropriation made by (a)(2) of this
9 section, that appropriation is increased to that greater amount.

10 * **Sec. 17. OIL AND HAZARDOUS SUBSTANCE RELEASE RESPONSE ACCOUNT.**

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

14 (1) the balance of the oil and hazardous substance release response mitigation
15 account (AS 46.08.025(b)) in the general fund on July 1, 1996, not otherwise appropriated by
16 this Act;

17 (2) the amount derived from the surcharge collected under AS 43.55.201
18 during fiscal year 1996.

19 * **Sec. 18. SAFETY ADVISORY COUNCIL.** The amount appropriated for the 1996
20 annual governor's safety conference (sec. 28, ch. 94, SLA 1995), plus the fiscal year 1996
21 program receipts of the Safety Advisory Council (AS 18.60.830), less the amount expended
22 or obligated for the 1996 annual governor's safety conference, is appropriated from the general
23 fund to the Safety Advisory Council for costs of the 1997 annual governor's safety conference.

24 * **Sec. 19. SALMON ENHANCEMENT TAX.** The salmon enhancement tax collected
25 under AS 43.76.010 - 43.76.030 in calendar year 1995 and deposited in the general fund under
26 AS 43.76.025(c) is appropriated from the general fund to the Department of Commerce and
27 Economic Development for payment in fiscal year 1997 to qualified regional associations
28 operating within a region designated under AS 16.10.375.

29 * **Sec. 20. SHARED TAXES AND FEES.** The amounts necessary to refund to local
30 governments their share of taxes and fees collected in the listed fiscal years under the
31 following programs are appropriated to the Department of Revenue from the general fund for

1 payment in fiscal year 1997:

2	REVENUE SOURCE	FISCAL YEAR COLLECTED
3	fisheries tax (AS 43.75)	1996
4	fishery resource landing tax (AS 43.77)	1996
5	amusement and gaming tax (AS 43.35)	1997
6	aviation fuel tax (AS 43.40.010)	1997
7	electric and telephone	
8	cooperative tax (AS 10.25.570)	1997
9	liquor license fee (AS 04.11)	1997

10 * **Sec. 21.** STATE OBLIGATIONS. (a) The amount required to pay interest on revenue
11 anticipation notes issued by the commissioner of revenue under AS 43.08 is appropriated from
12 the general fund to the Department of Revenue for that purpose.

13 (b) The amount required to be paid by the state for principal and interest on all issued
14 and outstanding state-guaranteed bonds is appropriated from the general fund to the state bond
15 committee for that purpose.

16 (c) The sum of \$94,741,184 is appropriated from the general fund to the Alaska debt
17 retirement fund (AS 37.15.011).

18 (d) The sum of \$31,930,570 is appropriated from the following sources to the state
19 bond committee for the following purposes:

20	PURPOSE	SOURCE	APPROPRIATION
21	Lease payments to City of	Alaska debt retirement fund	\$9,595,925
22	Seward, City of Kenai,	(AS 37.15.011)	
23	Department of Natural		
24	Resources, and the Alaska		
25	Court System		
26	Debt service and trustee fees on	Alaska debt retirement fund	16,528,682
27	state general obligation bonds	(AS 37.15.011)	
28	Debt service and trustee fees on	International airports revenue fund	5,805,963
29	outstanding international airport	(AS 37.15.430)	
30	revenue bonds		

31 (e) The sum of \$68,616,577 is appropriated from the Alaska debt retirement fund

1 (AS 37.15.011) to the Department of Education for state aid for costs of school construction
2 under AS 14.11.100.

3 * **Sec. 22.** STATE TRAINING AND EMPLOYMENT PROGRAM. The lapsing balance
4 of the employment assistance and training program fund on June 30, 1996, is appropriated to
5 the unemployment compensation fund (AS 23.20.130).

6 * **Sec. 23.** STORAGE TANK REGISTRATION FEES. (a) The fiscal year 1997 general
7 fund receipts of the tank registration fee program under AS 46.03.385 are appropriated to the
8 storage tank assistance fund (AS 46.03.410).

9 (b) The sum of \$2,853,800 is appropriated from the oil and hazardous substance release
10 prevention account (AS 46.08.010(a)(1)) to the storage tank assistance fund (AS 46.03.410)
11 for the fiscal year ending June 30, 1997.

12 * **Sec. 24.** STUDENT LOAN PROGRAM. The amount assessed for loan guarantee fees
13 from student loan borrowers of the Alaska Commission on Postsecondary Education is
14 appropriated to the guarantee fee account within the student loan fund of the Alaska Student
15 Loan Corporation for the purposes specified in AS 14.43.120(u).

16 * **Sec. 25.** NONLAPSE OF APPROPRIATIONS. The appropriations made by secs. 1, 2,
17 8, 10, 11, 13, 16, 17, 23, and 24 of this Act are for the capitalization of funds and do not
18 lapse under AS 37.25.010.

19 (SECTION 26 OF THIS ACT BEGINS ON PAGE 9)