

2d CS FOR SENATE BILL NO. 136(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/30/96

Referred: Rules

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act making, amending, and repealing appropriations; making appropriations
2 under art. IX, sec. 17(c), Constitution of the State of Alaska, from the
3 constitutional budget reserve fund; and providing for an effective date."

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

5 * Section 1. CAPITAL PROJECT MATCHING GRANT PROGRAMS. (a) The sum of
6 \$13,300,000 is appropriated from the general fund to the municipal capital project matching
7 grant fund (AS 37.06.010(b)) in the Department of Administration to provide grants to
8 municipalities under the municipal capital project matching grant program.

9 (b) The sum of \$1,700,000 is appropriated from the general fund to the unincorporated
10 community capital project matching grant fund (AS 37.06.020(b)) in the Department of
11 Community and Regional Affairs to provide grants to unincorporated communities under the
12 unincorporated community capital project matching grant program.

13 (c) An amount equal to the interest earned on money in the individual grant accounts
14 in the municipal capital project matching grant fund (AS 37.06.010(b)) and the unincorporated

1 community capital project matching grant fund (AS 37.06.020(b)) is appropriated from the
2 general fund to the respective funds. The interest shall be based on the average percentage
3 interest rate received by other accounts in the state's general investment fund that received
4 interest during fiscal year 1996. The appropriations made by this subsection are allocated pro
5 rata to each individual grant account based on its balance as of the close of business on
6 June 30, 1996.

7 * **Sec. 2.** FEDERAL OR OTHER PROGRAM RECEIPTS. Federal or other program
8 receipts as defined under AS 37.05.146 that exceed the amount appropriated by sec. 19 of this
9 Act are appropriated conditioned upon compliance with the program review provisions of
10 AS 37.07.080(h).

11 * **Sec. 3.** It is anticipated that the members of the Alaska Industrial Development and
12 Export Authority will authorize the purchase of loans with a reasonable value of \$650,000
13 from the rural development initiative fund (AS 44.47.800) as an investment for the Alaska
14 Industrial Development and Export Authority revolving fund (AS 44.88.060). Conditioned
15 on the approval described above, loans with a reasonable value of \$650,000 are appropriated
16 from the rural development initiative fund to the Alaska Industrial Development and Export
17 Authority revolving fund. The proceeds from the sale of loans authorized by this section are
18 appropriated from corporate receipts to the rural development initiative fund for the purposes
19 of the fund.

20 * **Sec. 4.** The unexpended and unobligated balance in the Alaska Science and Technology
21 Endowment earnings reserve as of June 30, 1996, is appropriated to the Alaska Science and
22 Technology Foundation to award as grants under AS 37.17.030(d) for the fiscal year ending
23 June 30, 1997.

24 * **Sec. 5.** Section 10, ch. 4, FSSLA 1994, page 11, lines 26 - 28, is amended to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
27 Arctic-Yukon-Kuskokwim salmon fisheries	300,000	300,000
28 stock assessment projects [EQUIPMENT] (ED 99)		

29 * **Sec. 6.** The unexpended and unobligated balance of the appropriation made in sec. 139,
30 ch. 208, SLA 1990, page 59, line 13 (Beaufort Sea tide gauging - \$113,000) is repealed and
31 reappropriated to the Department of Natural Resources for offshore boundary mapping and

1 tide gauging.

2 * **Sec. 7.** (a) The unexpended and unobligated balance of the appropriation, not to exceed
3 \$40,000, made in sec. 163, ch. 96, SLA 1991, page 39, line 21 (Beaufort and Chukchi Seas
4 coastline mapping - \$150,000) is repealed and reappropriated to the Department of Natural
5 Resources for repairs to Fire Lake Dam.

6 (b) The unexpended and unobligated balance, after the reappropriation made in (a) of
7 this section, of the appropriation made in sec. 163, ch. 96, SLA 1991, page 39, line 21
8 (Beaufort and Chukchi Seas coastline mapping - \$150,000) is repealed and reappropriated to
9 the Department of Natural Resources for offshore boundary mapping and tide gauging.

10 * **Sec. 8.** Section 10, ch. 4, FSSLA 1994, page 12, lines 13 - 14, is amended to read:

11		APPROPRIATION	GENERAL
12		ITEMS	FUND
13	License plates/driver manuals, <u>equipment</u> (ED 99)	350,000	350,000

14 * **Sec. 9.** Section 131, ch. 5, FSSLA 1992, page 27, lines 2 - 3, is amended to read:

15	DEPARTMENT	PROJECT	GENERAL
16			FUND
17	Revenue	<u>Standardize LAN topology</u>	80,000
18		<u>and upgrade wiring</u> [OIL AND	
19		GAS COMPUTER UTILIZATION	
20		UPGRADE]	

21 * **Sec. 10.** Section 10, ch. 4, FSSLA 1994, page 34, lines 10 - 11, is amended to read:

22		APPROPRIATION	OTHER
23		ITEMS	FUNDS
24	City of Kasaan - <u>breakwater</u> [BOAT HARBOR	33,300	33,300
25	EXPANSION/GRID/SERVICES] (ED 5)		

26 * **Sec. 11.** Section 10, ch. 4, FSSLA 1994, page 38, lines 28 - 29, is amended to read:

27		APPROPRIATION	OTHER
28		ITEMS	FUNDS
29	City of Galena - <u>Landfill and computer upgrade</u>	33,400	33,400
30	[FRONT END LOADER] (ED 36)		

31 * **Sec. 12.** Section 10, ch. 4, FSSLA 1994, page 45, lines 24 - 25, is amended to read:

		APPROPRIATION	OTHER
		ITEMS	FUNDS
3	Nelchina - Mendeltna <u>solid waste transfer station,</u>	25,000	25,000

4 **phase II** [COMMUNITY WELL] (ED 35)

5 * **Sec. 13.** The proceeds from the sale of two Grumman aircraft including parts inventory
6 by the Department of Public Safety are appropriated to the Department of Public Safety for
7 the purchase of one replacement aircraft.

8 * **Sec. 14.** (a) Amounts equal to the amounts deposited in the budget reserve fund (art. IX,
9 sec. 17, Constitution of the State of Alaska) for the fiscal year ending June 30, 1996, by
10 operation of art. IX, sec 17(d), to repay appropriations made from the budget reserve fund are
11 appropriated from the budget reserve fund to the funds and accounts from which they were
12 transferred. The appropriations made by this subsection are made under art. IX, sec. 17(c),
13 Constitution of the State of Alaska.

14 (b) If the unrestricted state revenue available for appropriation in fiscal year 1997 is
15 insufficient, after the appropriation to the general fund made in sec. 15 of this Act, to cover
16 the general fund appropriations made for fiscal year 1997, the amount necessary to balance
17 revenue and general fund appropriations is appropriated to the general fund from the budget
18 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska). If the appropriation made
19 by this subsection is approved by the affirmative vote of at least three-fourths of the members
20 of each house of the legislature, the appropriation is made under art. IX, sec. 17(c),
21 Constitution of the State of Alaska. If the appropriation made by this subsection is not
22 approved by at least three-fourths vote of each house of the legislature, then the appropriation
23 is made under art. IX, sec. 17(b), Constitution of the State of Alaska, and the amount
24 appropriated under this subsection is limited to the amount permitted under art. IX, sec. 17(b).

25 * **Sec. 15.** If the unrestricted state revenue available for appropriation in the fiscal year that
26 ends June 30, 1997, is insufficient to cover the general fund appropriations made for that fiscal
27 year, the amount necessary to balance revenue and general fund appropriations is appropriated
28 to the general fund from the budget reserve fund (AS 37.05.540).

29 * **Sec. 16.** In its review of agency operations plans prepared under AS 37.07.080, it is the
30 intent of the legislature that the office of management and budget control state expenditures
31 to prevent any cash or budget shortfalls during fiscal year 1997. These controls are intended

1 to limit the use of the budget reserve fund (art. IX, sec. 17, Constitution of the State of
2 Alaska) to the greatest extent possible, and to reduce supplemental budget requests in the First
3 Session of the Twentieth Alaska State Legislature.

4 * **Sec. 17.** (a) Subject to the conditions set out in (c) of this section, the sum of \$275,000
5 is appropriated from the appropriate individual grant accounts in the municipal capital project
6 matching grant fund (AS 37.06.010) for payment as grants under AS 37.06.010 to the
7 following municipalities in the amounts and for the purposes stated:

8 Anvik community facilities and equipment	\$25,000
9 Diomedea community facilities and equipment	25,000
10 Eek community facilities and equipment	25,000
11 Holy Cross community facilities and equipment	25,000
12 Lower Kalskag community facilities and equipment	25,000
13 Nightmute community facilities and equipment	25,000
14 Nondalton community facilities and equipment	25,000
15 Pilot Station community facilities and equipment	25,000
16 Toksook Bay community facilities and equipment	25,000
17 Wainwright community facilities and equipment	25,000
18 Angoon community facilities and equipment	25,000

19 (b) Subject to the conditions set out in (c) of this section, the sum of \$208,882 is
20 appropriated from the appropriate individual grant accounts in the unincorporated community
21 capital project matching grant fund (AS 37.06.020) for payment as grants under AS 37.06.020
22 to the following unincorporated communities in the amounts and for the purposes stated:

23 Circle community facilities and equipment	\$79,441
24 Gakona community facilities and equipment	79,441
25 Lake Minchumina community facilities and equipment	25,000
26 Northway community hall renovation	25,000

27 (c) The appropriations made by (a) and (b) of this section are made contingent on the
28 grantee complying before July 1, 1997, with the requirements, other than deadlines, set out
29 in AS 37.06.

30 * **Sec. 18. SETTLEMENTS AND CLAIMS.** The sum of \$2,600,000 is appropriated from
31 the general fund to the Department of Law to pay the settlement in Kerr v. State, DOC, et al.

1 (3AN-93-6531 CI) for the fiscal year ending June 30, 1996.

2 (SECTION 19 OF THIS ACT BEGINS ON PAGE 7)

1 * **Sec. 21.** LAPSE PROVISIONS. (a) The appropriations made by sec. 1 of this Act are
2 to capitalize funds and do not lapse under AS 37.25.010.

3 (b) The appropriations made by secs. 2, 6, 7, 13, 17, and 19 of this Act are for capital
4 projects and lapse under AS 37.25.020.

5 * **Sec. 22.** Section 18 of this Act takes effect immediately under AS 01.10.070(c).

6 * **Sec. 23.** Except as provided in sec. 22 of this Act, this Act takes effect July 1, 1996.