

CS FOR SENATE BILL NO. 83(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/3/97

Referred: Rules

Funding Information:	General Fund	\$14,806,710
	Other Funds	<u>48,903,728</u>
		\$63,710,438

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

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

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

5 * **Section 1.** DEPARTMENT OF ADMINISTRATION. (a) The sum of \$993,700 is
6 appropriated from the general fund to the Department of Administration for the leasing and
7 facilities program for the fiscal year ending June 30, 1997.

8 (b) The sum of \$210,500 is appropriated from the general fund to the Department of
9 Administration, office of public advocacy, for operating costs for the fiscal year ending
10 June 30, 1997.

11 (c) The sum of \$100,000 is appropriated from the general fund to the Department of
12 Administration, public defender agency, for operating costs for the fiscal year ending June 30,
13 1997.

14 (d) The sum of \$65,600 is appropriated from the general fund to the Department of

1 Administration for the elected public officers retirement system for the fiscal year ending
2 June 30, 1997.

3 (e) The sum of \$243,300 is appropriated from the general fund to the Department of
4 Administration to pay for settlement of ABBA, Inc. v. State (1JU-96-1773 CI), relating to a
5 procurement dispute concerning a state lease for the fiscal year ending June 30, 1997.

6 (f) The sum of \$104,000 is appropriated from the general fund to the Department of
7 Administration to pay costs associated with adjudicatory claims relating to the Department of
8 Environmental Conservation laboratory for the fiscal year ending June 30, 1997.

9 * **Sec. 2. ALASKA AEROSPACE DEVELOPMENT CORPORATION.** (a) The sum of
10 \$5,000,000 is appropriated from the earnings reserve of the Alaska science and technology
11 endowment (AS 37.17.020(a)) to the Alaska Science and Technology Foundation for payment
12 as a grant under AS 37.17.090(k)(1) to the Alaska Aerospace Development Corporation for
13 the Kodiak launch complex.

14 (b) The sum of \$28,000,000 is appropriated to the Alaska Aerospace Development
15 Corporation revolving fund (AS 14.40.841) for construction of the Kodiak launch complex
16 from the following sources:

17	Federal receipts	\$ 18,000,000
18	Alaska Science and Technology Foundation grant made	
19	under (a) of this section	5,000,000
20	Corporate receipts	5,000,000

21 * **Sec. 3. DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT.** The
22 sum of \$4,300 is appropriated from general fund designated program receipts to the
23 Department of Commerce and Economic Development for travel costs for staff of the division
24 of measurement standards to attend the National Conference of Weights and Measures for the
25 fiscal year ending June 30, 1997.

26 * **Sec. 4. DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS.** (a) The sum
27 of \$1,500,000 is appropriated from the power cost equalization and rural electric capitalization
28 fund (AS 42.45.100) to the Department of Community and Regional Affairs for the power cost
29 equalization program for the fiscal year ending June 30, 1997.

30 (b) The sum of \$50,000 is appropriated from federal receipts to the Department of
31 Community and Regional Affairs, division of community and rural development, for the Head

1 Start program for the fiscal year ending June 30, 1997.

2 * **Sec. 5.** DEPARTMENT OF CORRECTIONS. The sum of \$1,000,000 is appropriated
3 from federal receipts to the Department of Corrections for contract beds in community
4 residential centers and for out-of-state contract beds for the fiscal year ending June 30, 1997.

5 * **Sec. 6.** DISASTER RELIEF FUND. The sum of \$415,000 is appropriated from the
6 general fund to the disaster relief fund (AS 26.23.300) to capitalize the fund.

7 * **Sec. 7.** DEPARTMENT OF EDUCATION. (a) The sum of \$3,750,000 is appropriated
8 from federal receipts to the Department of Education, division of teaching and learning
9 support, for Title I and Migrant Education programs for the fiscal year ending June 30, 1997.

10 (b) The sum of \$600,000 is appropriated from federal receipts to the Department of
11 Education, division of vocational rehabilitation, for costs of client service programs for the
12 fiscal year ending June 30, 1997.

13 (c) The sum of \$150,000 is appropriated from federal receipts to the Department of
14 Education, division of vocational rehabilitation, for vocational rehabilitation administration
15 costs for the fiscal year ending June 30, 1997.

16 (d) The sum of \$1,080,000 is appropriated from federal receipts to the Department of
17 Education, division of teaching and learning support, for the school to work programs for the
18 fiscal year ending June 30, 1997.

19 (e) The sum of \$30,000 is appropriated from general fund program receipts to the
20 Department of Education, division of libraries, archives, and museums, for computer and
21 software upgrades for the fiscal year ending June 30, 1997.

22 (f) The sum of \$22,000 is appropriated from general fund program receipts to the
23 Department of Education, Mt. Edgecumbe Boarding School, for summer programs for the
24 fiscal year ending June 30, 1997.

25 * **Sec. 8.** EMERGENCY EQUIPMENT AND DEFERRED MAINTENANCE. (a) The
26 sum of \$632,000 is appropriated from the general fund to the Department of Corrections for
27 replacement of the boiler system at the Fairbanks Correctional Center.

28 (b) The sum of \$100,000 is appropriated from the general fund to the Department of
29 Military and Veterans' Affairs for radio equipment.

30 * **Sec. 9.** DEPARTMENT OF FISH AND GAME. The sum of \$430,000 is appropriated
31 from federal receipts to the Department of Fish and Game, division of wildlife conservation,

1 for services required by federal grant awards for the fiscal year ending June 30, 1997.

2 * **Sec. 10.** DEPARTMENT OF HEALTH AND SOCIAL SERVICES. (a) Section 30,
3 ch. 117, SLA 1996, page 30, line 33, is amended to read:

4 ALLOCATIONS

5 Aid to Families with 121,909,800

6 Dependent Children [122,709,800]

7 (b) Section 30, ch. 117, SLA 1996, page 30, line 35, is amended to read:

8 ALLOCATIONS

9 Adult Public 44,458,200

10 Assistance [43,658,200]

11 (c) The sum of \$10,000,000 is appropriated from federal receipts to the Department
12 of Health and Social Services for increased Indian Health Service Medicaid reimbursement
13 rates for the fiscal year ending June 30, 1997.

14 (d) The sum of \$750,000 is appropriated from the general fund to the Department of
15 Health and Social Services, division of family and youth services, for foster care program
16 costs for children in the department's custody who require placement for the fiscal year ending
17 June 30, 1997.

18 (e) The sum of \$99,300 is appropriated from federal receipts to the Department of
19 Health and Social Services, division of public health, for operating costs for the fiscal year
20 ending June 30, 1997.

21 (f) Section 30, ch. 117, SLA 1996, page 31, line 18, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
24 Public Assistance Administration	<u>39,469,900</u>	<u>19,184,300</u>	20,285,600
25	[39,769,900]	[19,484,300]	

26 (g) Section 30, ch. 117, SLA 1996, page 31, line 22, is amended to read:

27 ALLOCATIONS

28 Eligibility deter- 20,280,500

29 mination [20,580,500]

30 (h) Section 30, ch. 117, SLA 1996, page 31, line 28, is amended to read:

31 APPROPRIATION GENERAL OTHER

1	ITEMS	FUND	FUNDS
2 Medical Assistance Administration	<u>16,782,300</u>	<u>6,036,900</u>	10,745,400
3	[17,082,300]	[6,336,900]	

4 (i) Section 30, ch. 117, SLA 1996, page 31, line 31, is amended to read:

5	ALLOCATIONS
6 Claims processing	<u>12,252,800</u>
7	[12,552,800]

8 (j) Section 30, ch. 117, SLA 1996, page 32, lines 21 - 22, is amended to read:

9	APPROPRIATION	GENERAL	OTHER	
10	ALLOCATIONS	ITEMS	FUND	FUNDS
11 Youth Facility	<u>15,307,600</u>	<u>14,837,100</u>		470,500
12 Services	[14,707,600]	[14,237,100]		
13 McLaughlin Youth	<u>9,309,400</u>			
14 Center	[8,709,400]			

15 (k) The sum of \$838,800 is appropriated from the general fund to the Department of
16 Health and Social Services, division of family and youth services, for improved security at
17 McLaughlin Youth Center.

18 * **Sec. 11.** DEPARTMENT OF LAW. (a) Section 26(a), ch. 94, SLA 1995, is amended
19 to read:

20 (a) **For the fiscal year ending June 30, 1996, the** [THE] sum of \$20,000,000
21 is appropriated to the Department of Law **and, for the fiscal year ending June 30,**
22 **1997, the sum of \$7,206,700, which is the amount encumbered on June 30, 1996,**
23 **from that appropriation of \$20,000,000, is appropriated to the Department of Law**
24 from the following sources, for costs relating to legal proceedings and audit activity
25 involving oil and gas revenue due or paid to the state or state title to oil and gas land
26 [, FOR THE FISCAL YEAR ENDING JUNE 30, 1996]:

27	State corporation receipts	\$ 3,160,000
28	Budget reserve fund (art. IX,	
29	sec. 17, Constitution of the	
30	State of Alaska)	16,840,000

31 (b) The sum of \$1,363,532 is appropriated to the Department of Law to pay judgments

1 and claims against the state for the fiscal year ending June 30, 1997, from the following
2 funding sources:

3	General fund	\$ 1,347,589
4	Public employees' retirement fund	12,766
5	Teachers' retirement fund	3,177

6 (c) Section 32, ch. 117, SLA 1996, page 67, line 8, is amended to read:

7	General Fund Match	<u>107,500</u> [97,500]
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8 (d) Section 32, ch. 117, SLA 1996, page 67, line 10, is amended to read:

9	General Fund/Program Receipts	<u>586,600</u> [596,600]
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10 * **Sec. 12.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) The sum
11 of \$220,000 is appropriated from the general fund to the Department of Military and Veterans'
12 Affairs for emergency alert system equipment.

13 (b) The sum of \$17,200 is appropriated to the disaster relief fund (AS 26.23.300) from
14 amounts deposited in the general fund as designated program receipts from premium payments
15 for flood insurance from victims of the Southcentral flood.

16 (c) The sum of \$17,200 is appropriated from the disaster relief fund (AS 26.23.300)
17 to the Department of Military and Veterans' Affairs for payment of premiums for flood
18 insurance under the federal flood insurance pilot program authorized specifically for victims
19 of the Southcentral flood.

20 (d) The sum of \$700,000 is appropriated from general fund match to the Department
21 of Military and Veterans' Affairs for expansion of the Fairbanks armory.

22 (e) The sum of \$186,439 is appropriated from the general fund to the Department of
23 Military and Veterans' Affairs, Alaska National Guard, for the Youth Corps program for the
24 fiscal year ending June 30, 1997.

25 * **Sec. 13.** MISCELLANEOUS CLAIMS. The following amounts are appropriated from
26 the general fund to the following departments to pay miscellaneous claims and stale-dated
27 warrants for the fiscal year ending June 30, 1997:

28	DEPARTMENT	APPROPRIATION
29	Administration	\$ 37,331
30	Corrections	9,275
31	Fish and Game	1,271

1	Health and Social Services	30,322
2	Law	626
3	Public Safety	4,254
4	Transportation and Public Facilities	903

5 * **Sec. 14.** MUNICIPAL GRANT. The sum of \$360,000 is appropriated from the general
6 fund to the Department of Administration for payment as a grant under AS 37.05.315 to the
7 City of Unalakleet for repair or replacement of the Power Creek water transmission line.

8 * **Sec. 15.** DEPARTMENT OF NATURAL RESOURCES. (a) The sum of \$3,668,300
9 is appropriated from the general fund to the Department of Natural Resources for fire
10 suppression activities for the fiscal year ending June 30, 1997.

11 (b) The sum of \$360,000 is appropriated from the general fund to the Department of
12 Natural Resources to settle claims against the state for refunds owed by the veterans' land
13 discount program (AS 38.05.940) for the fiscal year ending June 30, 1997. The department
14 may not expend money from this appropriation to settle a claim unless the state has received
15 a release for the claim settled.

16 (c) The sum of \$698,000 is appropriated from the Exxon Valdez oil spill settlement
17 trust recognized in AS 37.14.400 to the Department of Natural Resources for the purchase of
18 the Roberts parcel.

19 (d) The sum of \$150,000 is appropriated from Mental Health Trust Authority receipts
20 to the Department of Natural Resources, trust land office, for Alaska Psychiatric Institute due
21 diligence activities.

22 (e) The sum of \$800,000 is appropriated from federal receipts to the Department of
23 Natural Resources for the abandoned mines land program.

24 (f) The sum of \$650,000 is appropriated from the general fund to the Department of
25 Natural Resources for the airborne geophysical/geological mineral inventory project.

26 (g) The sum of \$630,000 is appropriated from the general fund to the Department of
27 Natural Resources to prepare and administer timber sales in Tok, Delta, and Kantishna.

28 (h) The sum of \$150,000 is appropriated from the general fund to the Department of
29 Natural Resources to prepare and administer timber sales in Wrangell and Ketchikan.

30 (i) The sum of \$432,525 is appropriated from the public school trust fund
31 (AS 37.14.110(a)) to the Department Natural Resources for an appraisal of public school lands

1 to determine the fair market value of the public school trust land where the land was
 2 redesignated as general grant land in 1978. It is the intent of the legislature that the appraisal
 3 be completed by March 1, 1998.

4 (j) The sum of \$568,000 is appropriated from the general fund to the Department of
 5 Natural Resources to prepare and administer the Kalgin Island II, Caribou Hills, South
 6 Ninilchik - Dome View, and South Ninilchik Block timber sales in the Kenai Peninsula.

7 (k) The sum of \$150,000 is appropriated from the general fund to the Department of
 8 Natural Resources for a land sale escrow account required for land sale contracts sold to First
 9 National Bank of Anchorage.

10 (l) The sum of \$43,900 is appropriated from the general fund to the Department of
 11 Natural Resources for road upgrade for the Mat-Su harvest access program.

12 * **Sec. 16.** DEPARTMENT OF PUBLIC SAFETY. (a) The unexpended and unobligated
 13 balance of the appropriation made in sec. 30, ch. 117, SLA 1996, page 43, line 32 and
 14 allocated on line 34 (Village Public Safety Officer Program, Contracts - \$4,965,500) lapses
 15 into the general fund June 30, 1998.

16 (b) The sum of \$130,760 is appropriated from federal receipts to the Department of
 17 Public Safety, council on domestic violence and sexual assault, for costs related to
 18 implementation of the Domestic Violence Prevention and Victim Protection Act of 1996 for
 19 the fiscal year ending June 30, 1997.

20 * **Sec. 17.** RATIFICATIONS OF THE ACCOUNTING SYSTEM. The following
 21 departmental expenditures made in fiscal years 1985 to 1995 are ratified to reverse the
 22 negative account balances in the Alaska state accounting system in the amounts listed for each
 23 AR number. The appropriations from which these expenditures were actually paid are
 24 amended by increasing them by the amount listed, as follows:

25 (1) Department of Administration

26	(A) AR 3583-85 Property Management	\$47,182.23
27	(B) AR 3581-86 Retirement and Benefits	654.29

28 (2) Department of Labor

29	(A) AR 27540-91 Workers' Incentive	17,423.03
30	(B) AR 27849-93 Alaska Work Program	7,756.15

31 (3) Department of Health and Social Services

1	(A) AR 22750-85 Fairbanks DOE Food Service	3,236.50
2	(B) AR 22751-85 Johnson Center Doc	151.84
3	(C) AR 22783-85 Laboratories 84	1,069.00
4	(D) AR 22752-88 Substance Abuse Res	10.00
5	(E) AR 22755-88 Epidemiology - Traffic	200.56
6	(F) AR 22788-88 Fairbanks MH Facil Maint	0.01
7	(G) AR 23031-89 Southern Region EMS Life-Pak	0.07
8	(H) AR 25063-89 PFD Hold Harmless	1,058.72
9	(I) AR 24649-90 Harborview Dev Ctr	31,464.50
10	(J) AR 22753-90 AK Trauma Registry	0.45
11	(K) AR 22796-90 Human Svc Valdez Oil	11,853.13
12	(L) AR 22797-90 Child Nutrition Prog	4,305.11
13	(M) AR 22713-92 FY92 OAC Nutrition	0.02
14	(N) AR 22724-92 Inmate Hlt Care Xray	14,500.00
15	(O) AR 22739-94 MIS Tech Asst ADA	293.11
16	(P) AR 22885-89 EIS Phase 1	0.80
17	(Q) AR 23122-95 MMIS	191,255.71
18	(4) Department of Natural Resources	
19	(A) AR 36631-91 Fire Federal Receipts	409,723.98
20	(B) AR 37311-93 Fire Federal Receipts	48,249.95
21	(C) AR 36893-90 Law Valdez Oil Spill	300.00
22	(5) Department of Military and Veterans' Affairs	
23	(A) AR 34538-85 Alaska Military Academy	90.15
24	(B) AR 34538-89 State Active Duty	144.10
25	(C) AR 34565-88 Federal Community Assistance	7,500.00
26	(D) AR 34537-85 Air Training Support	15,218.98
27	(E) AR 34537-86 Air Training Support	1,419.79
28	(F) AR 34537-87 Air Training Support	15,794.56
29	(G) AR 34532-85 Arm Facility Maintenance	1,754.18
30	(6) Department of Law	
31	(A) AR 13604-94 General Legal Services	500,604.50

1	(B) AR 13814-94 Clean Air Act	65.10
2	(C) AR 13852-94 General Services and Supply	1,036.20
3	(D) AR 13993-94 AHFC - MGIC Claims	0.01
4	(E) AR 13868-95 Admin - GAPP	280.00

5 * **Sec. 18.** DEPARTMENT OF REVENUE. The sum of \$25,000 is appropriated from the
6 general fund to the Department of Revenue, treasury division, for equity investment
7 management fees for the constitutional budget reserve fund (art. IX, sec. 17, Constitution of
8 the State of Alaska) for the fiscal year ending June 30, 1997.

9 * **Sec. 19.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a)
10 The sum of \$130,000 is appropriated from the general fund to the Department of
11 Transportation and Public Facilities, Alaska marine highway system fund (AS 19.65.060(a)),
12 for increased fuel costs for the fiscal year ending June 30, 1997.

13 (b) The sum of \$444,500 is appropriated from the general fund to the Department of
14 Transportation and Public Facilities to implement the consent decree in Trustees for Alaska
15 v. Hickel (the Copper River Highway case) (Case No. A92-245 CIV (JKS) (Consolidated)).

16 * **Sec. 20.** ALASKA COURT SYSTEM. (a) The sum of \$32,200 is appropriated from the
17 general fund to the Alaska Court System to address the effect of ch. 107, SLA 1996 (welfare
18 reform legislation) on the trial courts for the fiscal year ending June 30, 1997.

19 (b) The sum of \$30,400 is appropriated from the general fund to the Commission on
20 Judicial Conduct for increased operating costs and mandatory statutory salary increases for the
21 fiscal year ending June 30, 1997.

22 * **Sec. 21.** LEGISLATURE. (a) The sum of \$500,000 is appropriated from the general
23 fund to the Legislative Budget and Audit Committee for a study that compares the salaries and
24 benefits of state employees to the salaries and benefits paid to employees in the appropriate
25 public and private markets in this state and in the Pacific Northwest.

26 (b) It is the intent of the legislature that the study funded by the appropriation made
27 in (a) of this section, including the request for proposals, bid award, and final work product,
28 be overseen by a steering committee consisting of equal number of members appointed by the
29 legislature and by the governor.

30 * **Sec. 22.** The appropriation made by sec. 6 of this Act is to capitalize a fund and does
31 not lapse under AS 37.25.010.

- 1 * **Sec. 23.** The appropriations made by secs. 2, 8, 10(k), 12(a), 12(d), 15(c), 15(e) - (h),
2 15(j), and 19(b) of this Act are for capital projects and lapse under AS 37.25.020.
- 3 * **Sec. 24.** The appropriation made by sec. 15(i) of this Act lapses into the public school
4 trust fund (AS 37.14.110(a)) March 1, 1998.
- 5 * **Sec. 25.** The appropriations made by secs. 5, 12(b), 12(c), 15(d), 15(k), 15(l), and 21 of
6 this Act lapse into the general fund June 30, 1998.
- 7 * **Sec. 26.** The appropriation from the budget reserve fund amended by sec. 11(a) of this
8 Act is made under art. IX, sec. 17(c), Constitution of the State of Alaska.
- 9 * **Sec. 27.** Sections 2 and 11(a) of this Act are retroactive to July 1, 1996.
- 10 * **Sec. 28.** This Act takes effect immediately under AS 01.10.070(c).