

**CS FOR SENATE BILL NO. 83(FIN) am**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Amended: 4/4/97

Offered: 4/3/97

Funding Information:	General Fund	\$14,836,710
	Other Funds	<u>48,903,728</u>
		\$63,740,438

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 to the Department of Administration, public  
12 defender agency, for operating costs for the fiscal year ending June 30, 1997, from the  
13 following sources:



1 equalization program for the fiscal year ending June 30, 1997. It is the intent of the  
2 legislature to appoint a volunteer task force of consumers, electric utility and municipal  
3 officials, and legislators to review and make recommendations regarding the power cost  
4 equalization program. The task force shall make its report available to the legislature by  
5 January 12, 1998.

6 (b) The sum of \$50,000 is appropriated from federal receipts to the Department of  
7 Community and Regional Affairs, division of community and rural development, for the Head  
8 Start program for the fiscal year ending June 30, 1997.

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

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

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

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

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

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

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

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

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

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

6 \* **Sec. 9.** DEPARTMENT OF FISH AND GAME. The sum of \$430,000 is appropriated  
 7 from federal receipts to the Department of Fish and Game, division of wildlife conservation,  
 8 for services required by federal grant awards for the fiscal year ending June 30, 1997.

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

11 ALLOCATIONS

12 Aid to Families with **121,909,800**  
 13 Dependent Children [122,709,800]

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

15 ALLOCATIONS

16 Adult Public **44,458,200**  
 17 Assistance [43,658,200]

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

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

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

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

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
29 Public Assistance Administration	<b><u>39,469,900</u></b>	<b><u>19,184,300</u></b>	20,285,600

1 [39,769,900] [19,484,300]

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

3 ALLOCATIONS

4 Eligibility deter- 20,280,500  
5 mination [20,580,500]

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

7	APPROPRIATION	GENERAL	OTHER
8	ITEMS	FUND	FUNDS
9	Medical Assistance Administration	<u>16,782,300</u>	<u>6,036,900</u> 10,745,400
10		[17,082,300]	[6,336,900]

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

12 ALLOCATIONS

13 Claims processing 12,252,800  
14 [12,552,800]

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

16	APPROPRIATION	GENERAL	OTHER
17	ALLOCATIONS	ITEMS	FUND
		FUND	FUNDS
18	Youth Facility	<u>15,307,600</u>	<u>14,837,100</u> 470,500
19	Services	[14,707,600]	[14,237,100]
20	McLaughlin Youth	<u>9,309,400</u>	
21	Center	[8,709,400]	

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

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

27 (a) **For the fiscal year ending June 30, 1996, the** [THE] sum of \$20,000,000  
28 is appropriated to the Department of Law **and, for the fiscal year ending June 30,**  
29 **1997, the sum of \$7,206,700, which is the amount encumbered on June 30, 1996,**  
30 **from that appropriation of \$20,000,000, is appropriated to the Department of Law**  
31 from the following sources, for costs relating to legal proceedings and audit activity

1 involving oil and gas revenue due or paid to the state or state title to oil and gas land  
2 [, FOR THE FISCAL YEAR ENDING JUNE 30, 1996]:

3 State corporation receipts \$ 3,160,000

4 Budget reserve fund (art. IX,  
5 sec. 17, Constitution of the  
6 State of Alaska) 16,840,000

7 (b) The sum of \$1,363,532 is appropriated to the Department of Law to pay judgments  
8 and claims against the state for the fiscal year ending June 30, 1997, from the following  
9 funding sources:

10 General fund \$ 1,347,589

11 Public employees' retirement fund 12,766

12 Teachers' retirement fund 3,177

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

14 General Fund Match 107,500 [97,500]

15 (d) Section 32, ch. 117, SLA 1996, page 67, line 10, is amended to read:

16 General Fund/Program Receipts 586,600 [596,600]

17 \* **Sec. 12.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) The sum  
18 of \$220,000 is appropriated from the general fund to the Department of Military and Veterans'  
19 Affairs for emergency alert system equipment.

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

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

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

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

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

4	DEPARTMENT	APPROPRIATION
5	Administration	\$ 37,331
6	Corrections	9,275
7	Fish and Game	1,271
8	Health and Social Services	30,322
9	Law	626
10	Public Safety	4,254
11	Transportation and Public Facilities	903

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

15         (b) The sum of \$120,000 is appropriated from the general fund to the Department of  
 16 Administration for payment as a grant under AS 37.05.315 to the City and Borough of Juneau  
 17 for emergency repairs to Perseverance Trail. This appropriation is conditioned on the signing  
 18 of a letter of agreement between the state and the City and Borough of Juneau that the state  
 19 will transfer ownership of the right-of-way for the Perseverance Trail, which includes Mt.  
 20 Juneau Trail and Granite Creek Trail, to the City and Borough of Juneau, by October 1, 1997,  
 21 and that the City and Borough of Juneau and the Department of Natural Resources, division  
 22 of parks and outdoor recreation, will continue discussions concerning transfer of ownership  
 23 of the rights-of-way for the Mt. Roberts Trail and the Sheep Creek Trail.

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

27         (b) The sum of \$270,000 is appropriated from the general fund to the Department of  
 28 Natural Resources to settle claims against the state for refunds owed by the veterans' land  
 29 discount program (AS 38.05.940) for the fiscal year ending June 30, 1997. The department  
 30 may not expend money from this appropriation to settle a claim unless the state has received  
 31 a release for the claim settled.

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

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

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

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

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

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

15 (i) The sum of \$432,525 is appropriated from the public school trust fund  
16 (AS 37.14.110(a)) to the Department Natural Resources for an appraisal of public school lands  
17 to determine the fair market value of the public school trust land where the land was  
18 redesignated as general grant land in 1978. It is the intent of the legislature that the appraisal  
19 be completed by March 1, 1998.

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

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

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

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

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

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

10	(1) Department of Administration	
11	(A) AR 3583-85 Property Management	\$47,182.23
12	(B) AR 3581-86 Retirement and Benefits	654.29
13	(2) Department of Labor	
14	(A) AR 27540-91 Workers' Incentive	17,423.03
15	(B) AR 27849-93 Alaska Work Program	7,756.15
16	(3) Department of Health and Social Services	
17	(A) AR 22750-85 Fairbanks DOE Food Service	3,236.50
18	(B) AR 22751-85 Johnson Center Doc	151.84
19	(C) AR 22783-85 Laboratories 84	1,069.00
20	(D) AR 22752-88 Substance Abuse Res	10.00
21	(E) AR 22755-88 Epidemiology - Traffic	200.56
22	(F) AR 22788-88 Fairbanks MH Facil Maint	0.01
23	(G) AR 23031-89 Southern Region EMS Life-Pak	0.07
24	(H) AR 25063-89 PFD Hold Harmless	1,058.72
25	(I) AR 24649-90 Harborview Dev Ctr	31,464.50
26	(J) AR 22753-90 AK Trauma Registry	0.45
27	(K) AR 22796-90 Human Svc Valdez Oil	11,853.13
28	(L) AR 22797-90 Child Nutrition Prog	4,305.11
29	(M) AR 22713-92 FY92 OAC Nutrition	0.02
30	(N) AR 22724-92 Inmate Hlt Care Xray	14,500.00
31	(O) AR 22739-94 MIS Tech Asst ADA	293.11

1	(P) AR 22885-89 EIS Phase 1	0.80
2	(Q) AR 23122-95 MMIS	191,255.71
3	(4) Department of Natural Resources	
4	(A) AR 36631-91 Fire Federal Receipts	409,723.98
5	(B) AR 37311-93 Fire Federal Receipts	48,249.95
6	(C) AR 36893-90 Law Valdez Oil Spill	300.00
7	(5) Department of Military and Veterans' Affairs	
8	(A) AR 34538-85 Alaska Military Academy	90.15
9	(B) AR 34538-89 State Active Duty	144.10
10	(C) AR 34565-88 Federal Community Assistance	7,500.00
11	(D) AR 34537-85 Air Training Support	15,218.98
12	(E) AR 34537-86 Air Training Support	1,419.79
13	(F) AR 34537-87 Air Training Support	15,794.56
14	(G) AR 34532-85 Arm Facility Maintenance	1,754.18
15	(6) Department of Law	
16	(A) AR 13604-94 General Legal Services	500,604.50
17	(B) AR 13814-94 Clean Air Act	65.10
18	(C) AR 13852-94 General Services and Supply	1,036.20
19	(D) AR 13993-94 AHFC - MGIC Claims	0.01
20	(E) AR 13868-95 Admin - GAPP	280.00

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

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

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

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

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

7     \* **Sec. 21.** LEGISLATURE. (a) The sum of \$500,000 is appropriated from the general  
8 fund to the Legislative Budget and Audit Committee for a study that compares the salaries and  
9 benefits of state employees to the salaries and benefits paid to employees in the appropriate  
10 public and private markets in this state and in the Pacific Northwest and for a study that  
11 compares the cost of living in each of the state's school districts.

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

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

18     \* **Sec. 23.** The appropriations made by secs. 2, 8, 10(k), 12(a), 12(d), 15(c), 15(e) - (h),  
19 15(j), and 19(b) of this Act are for capital projects and lapse under AS 37.25.020.

20     \* **Sec. 24.** The appropriations made by secs. 12(b), 12(c), 15(d), 15(i), 15(k), 15(l), and  
21 21 of this Act lapse into the general fund June 30, 1998.

22     \* **Sec. 25.** The appropriation from the budget reserve fund amended by sec. 11(a) of this  
23 Act is made under art. IX, sec. 17(c), Constitution of the State of Alaska.

24     \* **Sec. 26.** Sections 2 and 11(a) of this Act are retroactive to July 1, 1996.

25     \* **Sec. 27.** This Act takes effect immediately under AS 01.10.070(c).