

CS FOR SENATE BILL NO. 182(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 3/22/02

Referred: Rules

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 **"An Act requiring reductions in payments to individuals under certain benefit**
2 **programs if appropriations are not sufficient to fully fund the statutorily established**
3 **levels of payments."**

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

5 *** Section 1.** AS 37.07.080 is amended by adding new subsections to read:

6 (i) If an appropriation made for a benefit program is not sufficient to fully
7 fund all statutorily established levels of payments to individuals under that program, a
8 state agency

9 (1) shall reduce the amount of payments to eligible individuals on a
10 pro rata basis; and

11 (2) may not delay the reductions required under (1) of this subsection
12 based on the possibility that a supplemental appropriation for that program will be
13 enacted if the appropriation act that originally funded the program states that payments
14 are to be reduced should the funding provided in the act not be sufficient to fully fund

1 the program.

2 (j) The provisions of (i) of this section do not apply to payment under
3 AS 23.30 (Workers' Compensation Act), AS 23.35.060 - 23.35.100, AS 25.23.190 -
4 25.23.240, loan programs, state employee retirement benefit programs, or benefit
5 programs for which other provisions of law address underfunding.

6 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to
7 read:

8 SEVERABILITY. Under AS 01.10.030, if any provision of this Act or the application
9 of it to any person or circumstance is held invalid, the remainder of this Act and the
10 application to other persons or circumstances are not affected.