

**SENATE BILL NO. 29**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

**BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR**

**Introduced: 1/11/01**

**Referred: Finance**

**A BILL**

**FOR AN ACT ENTITLED**

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

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

5 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1     \* **Sec. 4.** ALASKA CLEAN WATER FUND. The sum of \$9,650,400 is appropriated to  
 2 the Alaska clean water fund (AS 46.03.032) for the Alaska clean water loan program from the  
 3 following sources:

4	Alaska clean water fund revenue bond receipts	\$1,608,400
5	Federal receipts	8,042,000

6     \* **Sec. 5.** ALASKA DRINKING WATER FUND. The sum of \$9,367,600 is appropriated  
 7 to the Alaska drinking water fund (AS 46.03.036) for the Alaska drinking water loan program  
 8 from the following sources:

9	Alaska drinking water fund revenue bond receipts	\$ 800,000
10	Federal receipts	7,806,300
11	General fund match	761,300

12     \* **Sec. 6.** ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY  
 13 DIVIDEND. The sum of \$17,500,000 that is anticipated to be declared available by the  
 14 Alaska Industrial Development and Export Authority Board of Directors for appropriation as  
 15 the fiscal year 2002 dividend from the unrestricted balance in the Alaska Industrial  
 16 Development and Export Authority revolving fund (AS 44.88.060) is appropriated in secs. 7  
 17 and 13(a) of this Act.

18     \* **Sec. 7.** CAPITAL PROJECT MATCHING GRANT PROGRAMS. (a) The sum of  
 19 \$15,000,000 is appropriated from the Alaska Industrial Development and Export Authority  
 20 revolving fund (AS 44.88.060) to the following funds in the Department of Community and  
 21 Economic Development, in the amounts stated, to provide capital project matching grants:

22	Municipal capital project matching grant	\$13,175,000
23	fund (AS 37.06.010(b))	
24	Unincorporated community capital project	1,825,000
25	matching grant fund (AS 37.06.020(b))	

26     (b) An amount equal to the interest earned on money in the individual grant accounts  
 27 in the municipal capital project matching grant fund (AS 37.06.010(b)) and the  
 28 unincorporated community capital project matching grant fund (AS 37.06.020(b)) is  
 29 appropriated from the general fund to the respective funds. The interest is calculated using  
 30 the average percentage interest rate received by other accounts in the state's general  
 31 investment fund that received interest during fiscal year 2001. The appropriations made by

1 this subsection are allocated pro rata to each individual grant account based on the balance in  
2 the account on the close of business on June 30, 2001.

3 \* **Sec. 8.** DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT. (a)  
4 The unexpended balance on June 30, 2001, of the federal receipts from the United States  
5 Agency for International Development grant authorized by RPL 08-1-0008 is appropriated to  
6 the Department of Community and Economic Development for capital projects under the  
7 grant agreement.

8 (b) The unexpended balance on June 30, 2001, of the federal receipts from the United  
9 States Department of Commerce, National Marine Fisheries Service, grant authorized by RPL  
10 08-1-0061 is appropriated to the Department of Community and Economic Development for  
11 capital projects under the grant agreement.

12 \* **Sec. 9.** DEPARTMENT OF FISH AND GAME. The proceeds from the sale of the  
13 research vessel R/V Sundance, including parts inventory, are appropriated from the general  
14 fund to the Department of Fish and Game for the purchase of a replacement vessel.

15 \* **Sec. 10.** DEPARTMENT OF PUBLIC SAFETY. The proceeds from the sale of three  
16 Department of Public Safety aircraft and surplus aircraft parts and accessories are  
17 appropriated from the general fund to the Department of Public Safety for the purchase of  
18 replacement aircraft.

19 \* **Sec. 11.** FEDERAL AND OTHER PROGRAM RECEIPTS. (a) Federal receipts,  
20 designated program receipts as defined in AS 37.05.146(b)(3), and program receipts as  
21 defined in AS 37.05.146(b)(4) and (6) that exceed the amounts appropriated by this Act are  
22 appropriated conditioned upon compliance with the program review provisions of  
23 AS 37.07.080(h).

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

28 (c) If federal or other program receipts as defined in AS 37.05.146 fall short of the  
29 estimates appropriated by this Act, the affected appropriation is reduced by the amount of the  
30 shortfall in receipts.

31 \* **Sec. 12.** INSURANCE CLAIMS. The amounts to be received in settlement of insurance

1 claims for losses and the amounts to be received as recovery for losses are appropriated from  
2 the general fund to the

3 (1) state insurance catastrophe reserve account (AS 37.05.289(a)); or

4 (2) appropriate state agency to mitigate the loss.

5 \* **Sec. 13. POWER COST EQUALIZATION.** (a) The sum of \$2,500,000 is appropriated  
6 from the Alaska Industrial Development and Export Authority revolving fund  
7 (AS 44.88.060), as provided in sec. 6 of this Act, to the power cost equalization and rural  
8 electric capitalization fund (AS 42.45.100).

9 (b) It is anticipated that members of the Alaska Industrial Development and Export  
10 Authority will authorize the purchase of loans and other assets with an estimated value of  
11 \$620,000 from the rural economic development initiative fund (AS 44.33.765) as an  
12 investment of the Alaska Industrial Development and Export Authority. Conditioned on the  
13 authorization to purchase described in this subsection, loans and other assets with an  
14 estimated value of \$620,000 are appropriated from the rural economic development initiative  
15 fund (AS 44.33.765) to the Alaska Industrial Development and Export Authority, rural  
16 development initiative fund (AS 44.88.600). The proceeds from the sale are appropriated  
17 from corporate receipts to the power cost equalization and rural electric capitalization fund  
18 (AS 42.45.100).

19 (c) The amount necessary to result in a total appropriation of \$7,800,000 to the power  
20 cost equalization and rural electric capitalization fund (AS 42.45.100) under this section,  
21 estimated to be \$4,680,000, is appropriated from the general fund to the power cost  
22 equalization and rural electric capitalization fund (AS 42.45.100).

23 \* **Sec. 14. RURAL ELECTRIFICATION REVOLVING LOAN FUND.** Notwithstanding  
24 AS 42.45.020(g), the balance of the rural electrification revolving loan fund (AS 42.45.020)  
25 on June 30, 2001, is appropriated to the Department of Community and Economic  
26 Development for the electrical emergencies program.

27 \* **Sec. 15. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) Deposits in the budget  
28 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for fiscal year 2001 that  
29 were made from subfunds and accounts other than the operating general fund (state  
30 accounting system fund number 11100) by operation of art. IX, sec. 17(d), Constitution of the  
31 State of Alaska, to repay appropriations from the budget reserve fund are appropriated from

1 the budget reserve fund to the subfunds and accounts from which they were transferred.

2 (b) If the unrestricted state revenue available for appropriation in fiscal year 2002 is  
3 insufficient to cover the general fund appropriations made for fiscal year 2002, the amount  
4 necessary to balance revenue and general fund appropriations is appropriated to the general  
5 fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

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

8 \* **Sec. 16.** LAPSE PROVISIONS. (a) The appropriations made by secs. 4, 5, 7, 12(1), and  
9 13 of this Act are for capitalization of funds and do not lapse.

10 (b) The appropriations made by secs. 8, 9, 10, 12(2), and 14 of this Act are for capital  
11 projects and lapse under AS 37.25.020.

12 \* **Sec. 17.** This Act takes effect July 1, 2001.