

SENATE BILL NO. 314

IN THE LEGISLATURE OF THE STATE OF ALASKA
 TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/11/04
 Referred: Finance

A BILL**FOR AN ACT ENTITLED**

1 "An Act making supplemental and other appropriations; amending and repealing
 2 appropriations; making appropriations to capitalize funds; and providing for an
 3 effective date."

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

5 * **Section 1.** DEPARTMENT OF ADMINISTRATION. (a) The sum of \$100,000 is
 6 appropriated from general fund program receipts from collections under Criminal Rule 39 and
 7 Appellate Rule 209 to the Department of Administration, office of public advocacy, for the
 8 operating costs of the agency for the fiscal year ending June 30, 2004.

9 (b) The sum of \$1,000,000 is appropriated to the Department of Administration,
 10 office of public advocacy, for the operating costs of the agency for the fiscal year ending
 11 June 30, 2004, from the following sources:

12	General fund	700,000
13	Statutory designated program receipts	300,000

14 (c) The sum of \$650,000 is appropriated from the general fund to the Department of

1 Administration, public defender agency, for the operating costs of the agency for the fiscal
2 year ending June 30, 2004.

3 * **Sec. 2.** DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT. (a)
4 The sum of \$115,000 is appropriated from Regulatory Commission of Alaska receipts to the
5 Department of Community and Economic Development, Regulatory Commission of Alaska,
6 for increased expert witness costs for the fiscal year ending June 30, 2004.

7 (b) The sum of \$114,600 is appropriated from Regulatory Commission of Alaska
8 receipts to the Department of Community and Economic Development, Regulatory
9 Commission of Alaska, for increased costs associated with pipeline dockets for the fiscal year
10 ending June 30, 2004.

11 (c) The appropriation made by sec. 87, ch. 1, SSSLA 2002, to the Department of
12 Community and Economic Development for a grant to the City of Saxman is repealed.

13 (d) Section 27(a), ch. 83, SLA 2003, is amended to read:

14 (a) **In** [THE AMOUNT NECESSARY TO PROVIDE THE SUM
15 APPROPRIATED FROM THE POWER COST EQUALIZATION AND RURAL
16 ELECTRIC CAPITALIZATION FUND (AS 42.45.100) BY SEC. 1 OF THIS ACT,
17 AFTER OTHER APPROPRIATIONS MADE TO THAT FUND DURING THE
18 FISCAL YEAR ENDING JUNE 30, 2004, ARE TAKEN INTO ACCOUNT, IS
19 APPROPRIATED FROM THE POWER COST EQUALIZATION ENDOWMENT
20 FUND (AS 42.45.070) TO THE POWER COST EQUALIZATION AND RURAL
21 ELECTRIC CAPITALIZATION FUND. HOWEVER, IN] accordance with
22 AS 42.45.085(a), [THE AMOUNT APPROPRIATED BY THIS SUBSECTION
23 MAY NOT EXCEED] seven percent of the market value of the power cost
24 equalization endowment fund **(AS 42.45.070)**, determined by the commissioner of
25 revenue to be \$12,620,334.26, minus amounts appropriated during the fiscal year
26 ending June 30, 2004, for reimbursement of the costs set out in AS 42.45.085(a)(2)
27 and (3), **is appropriated from the power cost equalization endowment fund**
28 **(AS 42.45.070) to the power cost equalization and rural electric capitalization**
29 **fund (AS 42.45.100).**

30 * **Sec. 3.** DEPARTMENT OF CORRECTIONS. (a) The sum of \$1,100,000 is
31 appropriated from the general fund to the Department of Corrections, inmate health care, for

1 increased medical costs for the fiscal year ending June 30, 2004.

2 (b) The sum of \$920,000 is appropriated from the general fund to the Department of
 3 Corrections, out-of-state contractual, for increased costs for the fiscal year ending June 30,
 4 2004.

5 * **Sec. 4.** DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. (a)
 6 Section 1, ch. 83, SLA 2003, page 10, line 13 through page 11, line 4, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ALLOCATIONS	ITEMS	FUNDS
9 K-12 Support	<u>672,938,100</u>	<u>639,565,200</u>	33,372,900
10	[676,592,100]	[643,219,200]	
11 Foundation Program	<u>665,355,000</u>		
12	[669,009,000]		

13 It is the intent of the legislature that (1) the Local Boundary Commission identify
 14 opportunities for consolidation of schools, with emphasis on school districts with fewer than
 15 250 students, through borough incorporation, borough annexation, and other boundary
 16 changes; (2) the Local Boundary Commission work with the Department of Education and
 17 Early Development to fully examine the public policy advantages of prospective
 18 consolidations identified by the Local Boundary Commission, including projected cost
 19 savings and potential improvements in educational services made possible through greater
 20 economies of scale; and (3) the Local Boundary Commission with the Department of
 21 Education and Early Development report their findings to the legislature no later than the 30th
 22 day of the Second Session of the 23rd Legislature.

23 It is the intent of the Alaska State Legislature that all schools will maintain their effort to
 24 provide effective and results-based intervention strategies to improve student performance
 25 that will assist students to raise their achievement levels and meet high academic standards,
 26 especially in the core areas of reading, writing, and mathematics. It is the intent of the
 27 Legislature that such intervention strategies will be structured so as to fulfill the Legislature's
 28 commitment to high academic achievement for all students and to accountability for
 29 measurable results. It is the intent of the Legislature that all schools will continue to report a
 30 description of such efforts as provided for by AS 14.03.078(7).

31 Boarding Home Grants 185,900

1 Youth in Detention 1,100,000
 2 Schools for the Handicapped 6,297,200

3 (b) Section 1, ch. 83, SLA 2003, page 11, lines 5 - 6, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ALLOCATIONS	ITEMS	FUND FUNDS
6 Pupil Transportation	<u>53,145,400</u>	<u>53,145,400</u>	
7	[53,933,800]	[53,933,800]	
8 Pupil Transportation	<u>53,145,400</u>		
9	[53,933,800]		

10 * **Sec. 5.** FEDERAL AND OTHER PROGRAM RECEIPTS. (a) Section 6(b), ch. 82,
 11 SLA 2003, is amended to read:

12 (b) If federal or other program receipts as defined in AS 37.05.146 and in
 13 AS 44.21.045(b) exceed the estimates appropriated by this Act, the appropriations
 14 from state funds for the affected program **may be** [ARE] reduced by the excess if the
 15 reductions are consistent with applicable federal statutes.

16 (b) Section 18(b), ch. 1, SSSLA 2002, is amended to read:

17 (b) If federal or other program receipts as defined in AS 37.05.146 and in
 18 AS 44.21.045(b) exceed the estimates appropriated by this Act, the appropriations
 19 from state funds for the affected program **may be** [ARE] reduced by the excess if the
 20 reductions are consistent with applicable federal statutes.

21 (c) Section 12(b), ch. 61, SLA 2001, is amended to read:

22 (b) If federal or other program receipts as defined in AS 37.05.146 and in
 23 AS 44.21.045(b) exceed the estimates appropriated by this Act, the appropriations
 24 from state funds for the affected program **may be** [ARE] reduced by the excess if the
 25 reductions are consistent with applicable federal statutes.

26 (d) Section 13(b), ch. 60, SLA 2001, is amended to read:

27 (b) If federal or other program receipts as defined in AS 37.05.146 and in
 28 AS 44.21.045(b) exceed the estimates appropriated by this Act, the appropriations
 29 from state funds for the affected program **may be** [ARE] reduced by the excess if the
 30 reductions are consistent with applicable federal statutes.

31 * **Sec. 6.** DEPARTMENT OF FISH AND GAME. Section 10, ch. 61, SLA 2001, is

1 amended to read:

2 Sec. 10. DEPARTMENT OF FISH AND GAME. The proceeds from the sale
 3 of the research vessel R/V Sundance, including parts inventory, are appropriated from
 4 the general fund to the Department of Fish and Game for the purchase of a
 5 replacement vessel **or for repair and maintenance of existing research vessels.**

6 * **Sec. 7.** OFFICE OF THE GOVERNOR. The sum of \$100,000 is appropriated from the
 7 election fund required by the federal Help America Vote Act (HAVA) to the Office of the
 8 Governor, division of elections, for improving accessibility to voting locations for the fiscal
 9 year ending June 30, 2004.

10 * **Sec. 8.** DEPARTMENT OF HEALTH AND SOCIAL SERVICES. (a) Section 1, ch. 83,
 11 SLA 2003, page 16, lines 12 - 15, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
14 Alaska Longevity		<u>26,330,700</u>	<u>14,004,200</u>	<u>12,326,500</u>
15 Programs		[26,393,800]	[13,292,300]	[13,101,500]
16 Alaska Longevity	1,230,700			
17 Programs Management				
18 Pioneers Homes	<u>25,100,000</u>			
19		[25,163,100]		

20 (b) Section 1, ch. 83, SLA 2003, page 16, line 16, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
23 Behavioral Health		<u>129,542,500</u>	<u>16,517,400</u>	<u>113,025,100</u>
24		[122,983,600]	[16,627,500]	[106,356,100]

25 (c) Section 1, ch. 83, SLA 2003, page 16, line 20 through page 17, line 11, is
 26 amended to read:

	ALLOCATIONS
28 Alaska Youth Initiative	687,000
29 AK Fetal Alcohol Syndrome	6,441,400
30 Program	
31 Alcohol Safety Action	<u>1,133,500</u>

1	Program (ASAP)	[1,175,600]
2	Behavioral Health	<u>82,392,200</u>
3	Medicaid Services	[75,723,200]
4	Behavioral Health Grants	14,622,100
5	Behavioral Health	5,003,600
6	Administration	
7	Community Action	<u>2,149,900</u>
8	Prevention & Intervention	[2,200,100]
9	Grants	
10	Rural Services and Suicide	<u>808,100</u>
11	Prevention	[825,900]
12	Psychiatric Emergency	1,343,000
13	Services	
14	Services to the Chronically	2,039,100
15	Mentally Ill	
16	Designated Evaluation and	724,900
17	Treatment	
18	Services for Severely	129,200
19	Emotionally Disturbed Youth	
20	Alaska Psychiatric Institute	12,068,500

21 (d) Section 1, ch. 83, SLA 2003, page 17, line 12 through page 18, line 7, is amended
 22 to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
25	Children's Services	<u>126,143,900</u>	<u>42,325,300</u>	83,818,600
26		[127,465,600]	[43,647,000]	
27	Children's Medicaid	5,725,300		
28	Services			
29	Children's Services	<u>8,994,600</u>		
30	Management	[8,998,100]		
31	Children's Services Training	<u>1,211,900</u>		

1		[1,220,400]
2	Front Line Social Workers	<u>25,292,900</u>
3		[25,539,200]
4	Family Preservation	<u>8,745,500</u>
5		[9,555,500]
6	Foster Care Base Rate	<u>9,479,700</u>
7		[9,511,100]
8	Foster Care Augmented Rate	2,185,500
9	Foster Care Special Need	3,964,400

10 It is the intent of the legislature that the Department of Health and Social Services implement
 11 internal controls to better manage the funds appropriated for the special needs of the children
 12 in State custody. Specifically, the Department should address recommendations 3 and 4 of the
 13 audit report titled, "Division of Medical Assistance Internal Control Over Medicaid
 14 Payments," dated January 21, 2003.

15	Subsidized Adoptions &	<u>18,650,200</u>
16	Guardianship	[18,652,700]
17	Residential Child Care	<u>14,137,200</u>
18		[14,351,400]
19	Infant Learning Program	999,300

20 Grants

21 It is the intent of the legislature that the Department of Health and Social Services implement
 22 grant administration controls to ensure grantees bill families and third party payers for
 23 services provided when it is reasonably apparent the family has the means to pay.

24	Women, Infants and	<u>26,103,100</u>
25	Children	[26,108,400]
26	Children's Trust Programs	426,800
27	Child Protection Legal	227,500
28	Services	

29 (e) Section 1, ch. 83, SLA 2003, page 18, line 8, is amended to read:

30	APPROPRIATION	GENERAL	OTHER
31	ITEMS	FUND	FUNDS

1 Health Care Services **675,816,600** **110,725,700** **565,090,900**
 2 [671,675,700] [107,540,300] [564,135,400]

3 (f) Section 1, ch. 83, SLA 2003, page 18, line 26 through page 19, line 10, is amended
 4 to read:

5 ALLOCATIONS
 6 Medicaid Services **629,390,900**
 7 [626,171,700]

8 It is the intent of the legislature that the department investigate additional cost containment
 9 measures in the area of prescription drugs prior to the adoption of a preferred drug list.

10 Catastrophic and Chronic **1,717,700**
 11 Illness Assistance [1,471,000]
 12 (AS 47.08)
 13 Medical Assistance 3,574,600
 14 Administration
 15 Medicaid State Programs 18,654,100
 16 Health Purchasing Group 15,230,800
 17 Certification and Licensing 1,122,900
 18 Hearings and Appeals 368,500
 19 Children's Health Eligibility 2,279,600
 20 Women's and Adolescents **3,477,500**
 21 Services [2,802,500]

22 (g) Section 1, ch. 83, SLA 2003, page 19, lines 11 - 23, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
25 Juvenile Justice		<u>36,918,100</u>	<u>31,484,900</u>	5,433,200
26		[37,596,500]	[32,163,300]	
27 McLaughlin Youth	<u>11,912,200</u>			
28 Center	[12,021,500]			
29 Mat-Su Youth Facility	<u>1,426,300</u>			
30	[1,439,300]			
31 Kenai Peninsula Youth	<u>1,198,800</u>			

1	Facility	[1,511,300]
2	Fairbanks Youth Facility	<u>2,949,000</u>
3		[2,984,400]
4	Bethel Youth Facility	<u>2,309,500</u>
5		[2,345,200]
6	Nome Youth Facility	<u>1,140,700</u>
7		[1,156,600]
8	Johnson Youth Center	<u>2,620,400</u>
9		[2,660,400]
10	Ketchikan Regional Youth	<u>1,314,500</u>
11	Facility	[1,320,700]
12	Probation Services	<u>8,759,600</u>
13		[8,869,600]
14	Delinquency Prevention	<u>3,287,100</u>
15		[3,287,500]

16 (h) Section 1, ch. 83, SLA 2003, page 19, line 24 through page 20, line 14, is
 17 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
20	Public Assistance	<u>243,878,900</u>	<u>115,132,200</u>	128,746,700
21		[244,113,200]	[115,366,500]	
22	Alaska Temporary	47,653,700		
23	Assistance Program			
24	Adult Public Assistance	57,811,500		
25	Child Care Benefits	<u>47,663,000</u>		
26		[47,725,000]		
27	General Relief Assistance	<u>1,498,000</u>		
28		[1,499,000]		
29	Tribal Assistance Programs	8,612,500		
30	Permanent Fund Dividend	15,405,500		
31	Hold Harmless			

1	Energy Assistance Program	12,024,900
2	Public Assistance	<u>3,027,100</u>
3	Administration	[3,033,200]
4	Public Assistance Field	<u>26,013,600</u>
5	Services	[26,096,500]
6	Public Assistance Data	<u>4,977,200</u>
7	Processing	[5,018,900]
8	Fraud Investigation	<u>1,265,600</u>
9		[1,267,700]
10	Quality Control	<u>1,080,100</u>
11		[1,101,400]
12	Work Services	<u>16,326,700</u>
13		[16,343,900]
14	Old Age Assistance-Alaska	519,500
15	Longevity Bonus (ALB)	
16	Hold Harmless	

(i) Section 1, ch. 83, SLA 2003, page 20, lines 15 - 30, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
20	Senior and Disabilities	<u>227,376,800</u>	79,520,400	<u>147,856,400</u>
21	Services	[203,278,200]		[123,757,800]
22	Senior/Disabilities	<u>207,643,100</u>		
23	Medicaid Services	[183,544,500]		
24	Senior/Disabilities	1,472,600		
25	Services Administration			
26	Protection, Community	7,079,900		
27	Services, and Administration			
28	Nutrition, Transportation	6,703,600		
29	and Support Services			
30	Senior Employment Services	1,857,600		
31	Home and Community Based	767,500		

1 Care
 2 Senior Residential Services 1,015,000
 3 Community Development 837,500
 4 Disabilities Grants

5 (j) Section 1, ch. 83, SLA 2003, page 20, line 31 through page 21, line 14, is amended
 6 to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
9 State Health Services		<u>70,080,100</u>	<u>20,039,800</u>	<u>50,040,300</u>
10		[71,768,100]	[21,547,300]	[50,220,800]
11 Nursing	<u>19,936,400</u>			
12	[20,125,000]			
13 Public Health	<u>3,263,800</u>			
14 Administrative Services	[3,267,900]			
15 Epidemiology	<u>18,466,500</u>			
16	[18,556,800]			
17 Bureau of Vital Statistics	<u>2,054,200</u>			
18	[2,058,100]			
19 Community Health/ 20 Emergency Medical 21 Services	<u>13,187,200</u>			
	[14,256,100]			
22 Community Health Grants	<u>1,551,700</u>			
23	[1,714,900]			
24 Emergency Medical Services 25 Grants	1,760,100			
26 State Medical Examiner	<u>1,233,800</u>			
27	[1,245,100]			
28 Public Health Laboratories	<u>5,066,300</u>			
29	[5,141,100]			
30 Tobacco Prevention and 31 Control	<u>3,560,100</u>			
	[3,643,000]			

1 (k) Section 1, ch. 83, SLA 2003, page 21, line 15, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
4 Administrative Services	<u>15,252,400</u>	<u>3,545,300</u>	11,707,100
5	[15,297,700]	[3,590,600]	

6 (l) Section 1, ch. 83, SLA 2003, page 21, lines 20 - 32, is amended to read:

7 ALLOCATIONS

8 Commissioner's Office	<u>807,800</u>
9	[810,600]
10 Office of Program Review	<u>1,067,400</u>
11	[1,067,700]
12 Rate Review	<u>636,400</u>
13	[642,000]
14 Administrative Support	<u>4,399,600</u>
15 Services	[4,430,700]
16 Personnel and Payroll	<u>1,926,300</u>
17	[1,927,200]
18 Audit	<u>238,000</u>
19	[241,000]
20 Health Planning & Facilities	<u>723,900</u>
21 Management	[725,500]
22 Facilities Maintenance	2,584,900
23 Pioneers' Homes Facilities	2,125,000
24 Maintenance	
25 HSS State Facilities Rent	743,100

26 (m) Section 1, ch. 84, SLA 2003, page 3, line 17, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
29 Behavioral Health	<u>71,635,300</u>	<u>50,206,000</u>	<u>21,429,300</u>
30	[80,367,200]	[58,379,500]	[21,987,700]

31 (n) Section 1, ch. 84, SLA 2003, page 3, line 21 through page 4, line 8, is amended to

1 read:

2 ALLOCATIONS

3	Alaska Youth Initiative	<u>525,400</u>
4		[1,845,400]
5	Behavioral Health	<u>28,212,400</u>
6	Medicaid Services	[28,569,400]
7	Behavioral Health Grants	<u>15,308,800</u>
8		[16,113,200]
9	Behavioral Health	<u>1,563,500</u>
10	Administration	[1,587,700]
11	Community Action Prevention	815,200
12	& Intervention Grants	
13	Rural Services and Suicide	2,158,400
14	Prevention	
15	Psychiatric Emergency	<u>5,679,000</u>
16	Services	[6,767,000]
17	Services to the Chronically	<u>7,001,500</u>
18	Mentally Ill	[10,914,600]
19	Designated Evaluation and	1,611,900
20	Treatment	
21	Services for Severely	<u>2,196,100</u>
22	Emotionally Disturbed	[2,670,800]
23	Youth	
24	Alaska Psychiatric Institute	<u>6,563,100</u>
25		[7,313,600]

26 (o) Section 1, ch. 84, SLA 2003, page 4, lines 9 - 27, is amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
29	Children's Services	<u>9,999,500</u>	<u>9,649,500</u>	350,000
30		[10,008,800]	[9,658,800]	
31	Children's Services	102,600		

1	Management	
2	Front Line Social Workers	148,600
3	Family Preservation	250,000
4	Foster Care Augmented Rate	500,000
5	Foster Care Special Need	747,900

6 It is the intent of the legislature that the Department of Health and Social Services implement
 7 internal controls to better manage the funds appropriated for the special needs of the children
 8 in State custody. Specifically, the Department should address recommendations 3 and 4 of the
 9 audit report titled, "Division of Medical Assistance Internal Control Over Medicaid
 10 Payments," dated January 21, 2003.

11	Residential Child Care	4,056,300
12	Infant Learning Program	<u>4,194,000</u>
13	Grants	[4,203,300]

14 It is the intent of the legislature that the Department of Health and Social Services implement
 15 grant administration controls to ensure grantees bill families and third party payers for
 16 services provided when it is reasonably apparent the family has the means to pay.

17	Women, Infants and Children	100
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18 (p) Section 1, ch. 84, SLA 2003, page 5, lines 22 - 30, is amended to read:

19		APPROPRIATION	GENERAL	OTHER
20	ALLOCATIONS	ITEMS	FUND	FUNDS
21	Boards and Commissions	<u>1,691,600</u>	<u>710,000</u>	981,600
22		[1,727,800]	[746,200]	
23	Alaska Mental Health Board	319,300		
24	Advisory Board on	<u>504,100</u>		
25	Alcoholism and Drug Abuse	[529,100]		
26	Commission on Aging	<u>158,800</u>		
27		[161,600]		
28	Governor's Council on	538,000		
29	Disabilities and Special			
30	Education			
31	Suicide Prevention Council	<u>171,400</u>		

1 [179,800]

2 (q) The sum of \$1,847,000 is appropriated from the general fund/mental health to the
 3 Department of Health and Social Services, Medicaid services, for the fiscal year ending
 4 June 30, 2004.

5 (r) The sum of \$6,930,400 is appropriated to the Department of Health and Social
 6 Services, senior and disabilities Medicaid services, for the fiscal year ending June 30, 2004,
 7 from the following sources:

8	General fund/mental health	\$6,372,000
9	Alcohol and other drug abuse treatment	558,400
10	and prevention fund	

11 * **Sec. 9.** JUDGMENTS AND CLAIMS. The sum of \$2,825,500 is appropriated to the
 12 Department of Law from the general fund to pay judgments and claims against the state for
 13 the fiscal year ending June 30, 2004.

14 * **Sec. 10.** DEPARTMENT OF LAW. Section 60, ch. 82, SLA 2003 is amended to read:

15 Sec. 60. DEPARTMENT OF LAW. The sum of \$175,000 is appropriated
 16 from the general fund to the Department of Law, **criminal** [CIVIL] division, for
 17 outside counsel and expert witness costs for the fiscal year ending June 30, 2004.

18 * **Sec. 11.** DEPARTMENT OF MILITARY AND VETERAN'S AFFAIRS. (a) Section 1,
 19 ch. 83, SLA 2003, page 25, lines 19 - 22, is amended to read:

20	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
21				
22	Office of Homeland Security	<u>6,113,600</u>	1,763,800	<u>4,349,800</u>
23	and Emergency Services	[5,346,600]		[3,582,800]
24	Homeland Security and	<u>6,113,600</u>		
25	Emergency Services	[5,346,600]		

26 (b) Section 1, ch. 83, SLA 2003, page 25, line 27 through page 26, line 7, is amended
 27 to read:

28	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
29				
30	Alaska National Guard	<u>25,880,600</u>	4,530,500	<u>21,350,100</u>
31		[26,647,600]		[22,117,100]

1	Office of the Commissioner	1,820,900
2	National Guard Military	226,800
3	Headquarters	
4	Army Guard Facilities	<u>11,160,400</u>
5	Maintenance	[11,927,400]
6	Air Guard Facilities	5,959,800
7	Maintenance	
8	State Active Duty	320,000
9	Alaska Military Youth	6,093,500
10	Academy	
11	STARBASE	299,200

12 * **Sec. 12.** DEPARTMENT OF NATURAL RESOURCES. (a) The sum of \$118,638.12 is
 13 appropriated from statutory designated program receipts to the Department of Natural
 14 Resources, for cleanup work on a contaminated site under a settlement agreement with First
 15 Energy Services Company.

16 (b) The sum of \$1,268,000 is appropriated from federal receipts to the Department of
 17 Natural Resources for the BLM 2009 accelerated land transfer project.

18 (c) The sum of \$600,000 is appropriated from federal receipts to the Department of
 19 Natural Resources for Denali Park visitor destination access.

20 (d) The sum of \$2,000,000 is appropriated from federal receipts from the national
 21 coastal wetlands conservation grant program to the Department of Natural Resources for land
 22 acquisition on Northern Afognak Island for the Perenosa Bay project.

23 (e) The sum of \$650,000 is appropriated from statutory designated program receipts
 24 to the Department of Natural Resources for land acquisition on Northern Afognak Island for
 25 the Perenosa Bay project.

26 (f) The sum of \$95,000 is appropriated from the general fund to the Department of
 27 Natural Resources, office of Alaska coastal zone management, for operating costs for the
 28 fiscal year ending June 30, 2004.

29 * **Sec. 13.** DEPARTMENT OF PUBLIC SAFETY. (a) The portion of the appropriation
 30 made by sec. 1, ch. 83, SLA 2003, page 30, line 12 that is allocated on line 17 (Statewide
 31 Support, Alcohol Beverage Control Board - \$912,500) includes the amount, anticipated to be

1 \$20,000, necessary to pay approved claims from fiscal year 2003.

2 (b) The sum of \$4,750,000 is appropriated from federal receipts to the Department of
3 Public Safety, Council on Domestic Violence and Sexual Assault, for domestic violence and
4 sexual assault shelter facility funding.

5 * **Sec. 14.** DEPARTMENT OF REVENUE. (a) The sum of \$150,000 is appropriated from
6 municipal bond bank receipts to the Department of Revenue, Alaska Municipal Bond Bank
7 Authority, for operating costs for the fiscal year ending June 30, 2004.

8 (b) The appropriation to the Alaska permanent fund made by sec. 67(2), ch. 82, SLA
9 2003, was made for the purpose of offsetting the effect of inflation on the principal of the
10 Alaska permanent fund during fiscal year 2004.

11 (c) The amount calculated under AS 37.13.145 to offset the effect of inflation on the
12 principal of the Alaska permanent fund during fiscal year 2004, less an amount equal to the
13 sum appropriated to the principal of the Alaska permanent fund by sec. 67(2), ch. 82, SLA
14 2003, as clarified by (b) of this section, is appropriated from the earnings reserve account
15 (AS 37.13.145) to the principal of the Alaska permanent fund.

16 * **Sec. 15.** SALARY AND BENEFITS ADJUSTMENTS. Section 29(b), ch. 83, SLA
17 2003, is amended to read:

18 (b) The operating budget appropriations made in sec. 1 of this Act include
19 **\$12,034,600** [\$11,935,700] to implement the monetary terms for the fiscal year ending
20 June 30, 2004, of the following collective bargaining agreements:

- 21 (1) Alaska Public Employees Association, for the Confidential Unit;
22 (2) Alaska Public Employees Association, for the Supervisory Unit;
23 (3) Alaska State Employees Association, for the General Government
24 Unit;
25 (4) Alaska Vocational Technical Center Teachers' Association,
26 representing teachers at the Alaska Vocational Technical Center;
27 (5) Alyeska Central School Education Association, representing
28 teachers at the Alyeska Central School;
29 (6) Inlandboatmen's Union of the Pacific, representing the unlicensed
30 marine unit;
31 (7) Public Employees Local 71, for the Labor, Trades and Crafts Unit;

1 (8) Public Safety Employees Association, for the Correctional Officers
 2 Unit;

3 (9) Public Safety Employees Association, representing state troopers
 4 and other commissioned law enforcement personnel;

5 (10) Teachers' Education Association of Mt. Edgecumbe;

6 **(11) Marine Engineers Beneficial Association, representing**
 7 **licensed engineers employed by the Alaska marine highway system;**

8 **(12) International Organization of Masters, Mates, and Pilots,**
 9 **Pacific Maritime Region, for the Masters, Mates, and Pilots Unit.**

10 * **Sec. 16.** STATE DEBT AND FUND TRANSFERS. (a) Section 32(f), ch. 83, SLA
 11 2003, is amended to read:

12 (f) The sum of **\$62,624,200** [\$66,024,100] is appropriated to the Department
 13 of Education and Early Development for state aid for costs of school construction
 14 under AS 14.11.100 from the following sources:

15 Alaska debt retirement fund (AS 37.15.011)	<u>\$32,052,000</u> [\$37,424,100]
16 School fund (AS 43.50.140)	<u>30,572,200</u> [28,600,000]

17 (b) Section 32(o), ch. 83, SLA 2003, is amended to read:

18 (o) The sum of **\$2,565,440** [\$2,818,711] is appropriated from the general fund
 19 to the following departments for the fiscal year ending June 30, 2004, for payment of
 20 debt service on outstanding debt authorized by ch. 115, SLA 2002, for the following
 21 projects:

DEPARTMENT AND PROJECT	APPROPRIATION AMOUNT
22 (1) University of Alaska	\$1,412,928
23 Anchorage Community and Technical College Center	
24 Juneau Readiness Center/UAS Joint Facility	
25 Department of Transportation and Public Facilities	
26 (2) Nome	269,019
27 <u>(3)</u> [(4)] Lake and Peninsula Borough/Chignik	<u>118,553</u> [130,000]
28 (dock project)	
29 <u>(4)</u> [(5)] Aleutians East Borough/False Pass	<u>68,176</u> [310,000]
30 (small boat harbor)	
31	

Department of Community and Economic
Development, Alaska Energy Authority

<u>(5)</u> [(9)] Metlakatla Power and Light (utility plant and capital additions)	696,764
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(c) Notwithstanding sec. 32(o) ch. 83, SLA 2003, the appropriation made by sec. 32(o)(3), ch. 83, SLA 2003, as amended by (b) of this section (Lake and Peninsula Borough/Chignik (dock project) - \$118,553), lapses June 30, 2005.

(d) Notwithstanding sec. 32(o) ch. 83, SLA 2003, the appropriation made by sec. 32(o)(4), ch. 83, SLA 2003, as amended by (b) of this section (Aleutians East Borough/False Pass (small boat harbor) - \$68,176), lapses June 30, 2005.

(e) The sum of \$100,000 is appropriated from federal receipts to the election fund required by the federal Help America Vote Act (HAVA).

* **Sec. 17.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a) The proceeds from the sale of the M/V Bartlett by the Department of Transportation and Public Facilities are appropriated from the Alaska marine highway system fund (AS 19.65.060(a)) to the Department of Transportation and Public Facilities for construction of the Prince William Sound Alaska marine highway maintenance facility.

(b) The sum of \$50,000 is appropriated from receipt supported services to the Department of Transportation and Public Facilities, northern region leasing and property management, for legal costs related to airport lease appeals for the fiscal year ending June 30, 2004.

(c) The sum of \$200,000 is appropriated from the general fund to the Department of Transportation and Public Facilities, central region highways and aviation, for Anchorage snow hauling for the fiscal year ending June 30, 2004.

(d) The sum of \$50,000 is appropriated from receipt supported services to the Department of Transportation and Public Facilities, southeast region highways and aviation, for legal costs related to airport lease appeals for the fiscal year ending June 30, 2004.

(e) Section 1, ch. 83, SLA 2003, page 35, line 27 through page 36, line 3, is amended to read:

	APPROPRIATION	GENERAL	OTHER
ALLOCATIONS	ITEMS	FUND	FUNDS

1	Marine Highway System	<u>85,783,600</u>	<u>85,783,600</u>
2		[85,813,800]	[85,813,800]
3	Marine Vessel Operations	<u>73,941,800</u>	
4		[73,972,000]	
5	Marine Engineering	2,162,100	
6	Overhaul	1,698,400	
7	Reservations and Marketing	2,199,800	
8	Southeast Shore Operations	3,046,500	
9	Southwest Shore Operations	1,158,200	
10	Vessel Operations	1,576,800	
11	Management		

12 * **Sec. 18.** RATIFICATIONS. (a) The following departmental expenditures made in fiscal
 13 years 2002 - 2003 are ratified to reverse the negative account balances in the Alaska state
 14 accounting system in the amounts listed for each AR number. The appropriations from which
 15 these expenditures were actually paid are amended by increasing those appropriations by the
 16 amount listed as follows:

- 17 (1) Department of Corrections
 - 18 AR50951-02 Electronic Monitoring \$ 63.00
- 19 (2) Department of Environmental Conservation
 - 20 AR49721-03 Alaska Counter Terrorism .04
- 21 (3) Department of Health and Social Services
 - 22 AR22520-02 Medicaid Services 22,069,794.69

23 (b) The expenditures by the Department of Natural Resources for fire suppression for
 24 the fiscal year ending June 30, 2003 (AR37313-03 Fire General Fund) are ratified in the
 25 amount of \$6,233,287.40.

26 * **Sec. 19.** LAPSE OF APPROPRIATIONS. (a) The appropriation made by sec. 16(e) of
 27 this Act is for the capitalization of a fund and does not lapse.

28 (b) The appropriations made by secs. 12(a), 12(b), 12(c), 12(d), 12(e), 13(b), and
 29 17(a) of this Act are for capital projects and lapse under AS 37.25.020.

30 * **Sec. 20.** This Act takes effect May 11, 2004.