

HOUSE CS FOR CS FOR SENATE BILL NO. 232(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 3/24/06

Referred: Today's Calendar

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 **"An Act making appropriations, supplemental appropriations, and capital**
2 **appropriations; amending appropriations and funding sources; making appropriations**
3 **to capitalize funds; 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)

* **Section 1.** The following appropriation items are for increases in operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the fiscal year ending June 30, 2006.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****		*****
	*****	Department of Commerce, Community and Economic Development	
	*****		*****
		75,000	75,000
	75,000		
		395,000	395,000
	395,000		
	*****		*****
	*****	Department of Corrections	
	*****		*****
		1,168,700	1,168,700
	1,168,700		
		3,355,000	3,355,000
	3,355,000		
	*****		*****
	*****	Office of the Governor	
	*****		*****
		500,000	500,000
	500,000		

The amount appropriated for executive operations is for work related to the state gas pipeline

	Appropriation	General	Other
	Allocations	Items	Funds
3	and to bringing North Slope natural gas to market and other oil and gas projects for the fiscal		
4	year ending June 30, 2006.		
5	*****	*****	
6	*****	Department of Law	*****
7	*****	*****	
8	Civil Division	3,900,000	3,900,000
9	Oil, Gas and Mining	3,900,000	
10	The amount appropriated to the Civil Division is for work related to the state gas pipeline and		
11	to bringing North Slope natural gas to market and other oil and gas projects for the fiscal year		
12	ending June 30, 2006.		
13	*****	*****	
14	*****	Department of Military and Veterans Affairs	*****
15	*****	*****	
16	Military and Veterans' Affairs	307,800	307,800
17	Army Guard Facilities	7,800	
18	Maintenance		
19	Air Guard Facilities	300,000	
20	Maintenance		
21	*****	*****	
22	*****	Department of Revenue	*****
23	*****	*****	
24	Alaska Permanent Fund	250,000	250,000
25	Corporation		
26	APFC Operations	250,000	
27	*****	*****	
28	*****	Department of Transportation & Public Facilities	*****
29	*****	*****	
30	Highways, Aviation and	155,100	155,100
31	Facilities		
32	Northern Region Facilities	155,100	
33	International Airports	742,500	742,500

1		Appropriation	General	Other
2		Allocations	Items	Funds
3	Anchorage Airport Facilities	555,900		
4	Anchorage Airport Field and	186,600		
5	Equipment Maintenance			
6	Alaska Marine Highway System	12,774,800	12,774,800	
7	Marine Vessel Operations	12,774,800		
8	(SECTION 2 OF THIS ACT BEGINS ON PAGE 5)			

1 * **Sec. 2.** The following sets out the funding by agency for the appropriations made in sec. 1 of
2 this Act.

3	Funding Source	Amount
4	Department of Commerce, Community and Economic Development	
5	1108 Statutory Designated Program Receipts	75,000
6	1156 Receipt Supported Services	395,000
7	*** Total Agency Funding ***	\$470,000
8	Department of Corrections	
9	1004 General Fund Receipts	4,523,700
10	*** Total Agency Funding ***	\$4,523,700
11	Office of the Governor	
12	1004 General Fund Receipts	500,000
13	*** Total Agency Funding ***	\$500,000
14	Department of Law	
15	1004 General Fund Receipts	3,900,000
16	*** Total Agency Funding ***	\$3,900,000
17	Department of Military and Veterans Affairs	
18	1002 Federal Receipts	300,000
19	1007 Interagency Receipts	7,800
20	*** Total Agency Funding ***	\$307,800
21	Department of Revenue	
22	1105 Permanent Fund Corporation Receipts	250,000
23	*** Total Agency Funding ***	\$250,000
24	Department of Transportation & Public Facilities	
25	1004 General Fund Receipts	12,774,800
26	1007 Interagency Receipts	155,100
27	1027 International Airports Revenue Fund	742,500
28	*** Total Agency Funding ***	\$13,672,400
29	* * * * * Total Budget * * * * *	\$23,623,900

30 (SECTION 3 OF THIS ACT BEGINS ON PAGE 6)

1 * **Sec. 3.** The following sets out the statewide funding for the appropriations made in sec. 1 of
2 this Act.

3	Funding Source	Amount
4	General Funds	
5	1004 General Fund Receipts	21,698,500
6	***Total General Funds***	\$21,698,500
7	Federal Funds	
8	1002 Federal Receipts	300,000
9	***Total Federal Funds***	\$300,000
10	Other Non-Duplicated Funds	
11	1027 International Airports Revenue Fund	742,500
12	1105 Permanent Fund Corporation Receipts	250,000
13	1108 Statutory Designated Program Receipts	75,000
14	1156 Receipt Supported Services	395,000
15	***Total Other Non-Duplicated Funds***	\$1,462,500
16	Duplicated Funds	
17	1007 Interagency Receipts	162,900
18	***Total Duplicated Funds***	\$162,900

19 (SECTION 4 OF THIS ACT BEGINS ON PAGE 7)

1 * **Sec. 4.** DEPARTMENT OF ADMINISTRATION. (a) The sum of \$5,000,000 is
2 appropriated from the information services fund (AS 44.21.045(a)) to the Department of
3 Administration for telephone system replacement and stabilization phase I.

4 (b) The sum of \$1,000 is appropriated from the general fund to the Department of
5 Administration for the purpose of beginning to investigate the purchase of the vacant Valley
6 Hospital building to provide a centralized facility for justice-related offices and to reduce
7 overall rent costs for state agencies in the Matanuska-Susitna Valley.

8 * **Sec. 5.** ARCTIC WINTER GAMES GRANT. The sum of \$500,000 is appropriated from
9 the general fund to the Department of Commerce, Community, and Economic Development
10 for payment as a capital grant under AS 37.05.316 to the 2006 Arctic Winter Games Host
11 Society for costs of the 2006 Arctic Winter Games.

12 * **Sec. 6.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
13 DEVELOPMENT. The sum of \$40,000 is appropriated from the general fund to the
14 Department of Commerce, Community, and Economic Development for payment as a grant
15 under AS 37.05.315 to the City of Kaktovik for participation by the city supporting education
16 efforts and promoting opening of the coastal plain of the Arctic National Wildlife Refuge for
17 oil and gas exploration and development.

18 * **Sec. 7.** DEPARTMENT OF CORRECTIONS. The sum of \$800,000 is appropriated from
19 the general fund to the Department of Corrections for conversion of a vacant correctional
20 industries building to house prisoners in Fairbanks.

21 * **Sec. 8.** OFFICE OF THE GOVERNOR. The sum of \$6,736,800 is appropriated from the
22 general fund to the Office of the Governor for distribution to the Department of Corrections,
23 the Department of Environmental Conservation, the Department of Fish and Game, the
24 Department of Health and Social Services, the Department of Military and Veterans' Affairs,
25 the Department of Natural Resources, the Department of Transportation and Public Facilities,
26 the University of Alaska, and the Alaska Court System for the purpose of offsetting increased
27 fuel and utility costs for the fiscal year ending June 30, 2006.

28 * **Sec. 9.** DEPARTMENT OF LAW. (a) The sum of \$3,269,800 is appropriated from the
29 general fund to the Department of Law for the purpose of paying judgments and settlements
30 against the state.

31 (b) The amount necessary, after application of the amount appropriated in (a) of this

1 section, to pay judgments awarded against the state before June 30, 2006, is appropriated from
2 the general fund to the Department of Law.

3 * **Sec. 10.** DEPARTMENT OF PUBLIC SAFETY. The sum of \$350,000 is appropriated
4 from the general fund to the Department of Public Safety, Council on Domestic Violence and
5 Sexual Assault, for payment as a grant under AS 37.05.316 to the Maniilaq Association for
6 operation of the domestic violence shelter program in Kotzebue for the fiscal years ending
7 June 30, 2006, and June 30, 2007.

8 * **Sec. 11.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a) The
9 sum of \$9,000,000 is appropriated from federal earmarked receipts to the Department of
10 Transportation and Public Facilities for Ketchikan shipyard improvements.

11 (b) The sum of \$504,200 is appropriated from the general fund to the Department of
12 Transportation and Public Facilities for Whittier Tunnel portal jet fan replacement.

13 (c) Section 1, ch. 3, FSSLA 2005, page 69, line 11, is amended to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
16 Airport Improvement Program	<u>486,750,111</u>	<u>486,750,111</u>
	[470,150,111]	[470,150,111]

18 (d) Section 1, ch. 3, FSSLA 2005, page 70, lines 30 - 31, is amended to read:

ALLOCATIONS	
20 Cordova: Airport Runway	<u>11,000,000</u>
21 Safety Area <u>Expansion</u>	[8,000,000]
22 (HD 5)	

23 (e) Section 1, ch. 3, FSSLA 2005, page 72, lines 12 - 13, is amended to read:

ALLOCATIONS	
25 Kotzebue: Sand	<u>2,507,000</u>
26 Building (HD 40)	[1,007,000]

27 (f) Section 1, ch. 3, FSSLA 2005, page 76, lines 13 - 17, is amended to read:

ALLOCATIONS	
29 Tuntutuliak: Airport	6,000,000
30 Relocation (HD 38)	
31 <u>Unalakleet: Airport</u>	<u>12,100,000</u>

1 **Paving (HD 39)**

2 Wrangell: Runway Overlay, 10,000,000

3 Runway Safety Area, and

4 Seaplane Pullout (HD 2)

5 (g) Section 1, ch. 3, FSSLA 2005, page 76, lines 18 - 19, is amended to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
8 Surface Transportation Program	<u>388,604,700</u>	<u>388,604,700</u>
9	[373,604,700]	[373,604,700]

10 (h) Section 1, ch. 3, FSSLA 2005, page 80, line 32, through page 81, line 4, is
11 amended to read:

	ALLOCATIONS
13 National Highway	<u>45,000,000</u>
14 System and	[30,000,000]
15 Non-National	
16 Highway System	
17 Pavement and Bridge	
18 Refurbishment	
19 (HD 1-40)	

20 * **Sec. 12. FUND TRANSFERS.** (a) The sum of \$4,143,800 is appropriated from the
21 general fund to the disaster relief fund (AS 26.23.300(a)).

22 (b) The sum of \$5,000,000 is appropriated from the general fund to the information
23 services fund (AS 44.21.045(a)).

24 (c) The sum of \$10,117,808 is appropriated from the general fund to the school
25 construction grant fund (AS 14.11.005) for payment as a grant under AS 14.11.015 for White
26 Mountain K-12 school replacement.

27 (d) The sum of \$3,850,000 is appropriated from the general fund to the major
28 maintenance grant fund (AS 14.11.007) for payment as a grant under AS 14.11.015 for
29 Susitna Valley High School roof replacement and structural and safety repairs.

30 * **Sec. 13. FUND SOURCE CHANGES.** (a) Section 1, ch. 4, FSSLA 2005, page 5, lines 29
31 - 30, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
1			
2			
3	Qualified Trade Association	<u>813,600</u>	<u>4,191,500</u>
4	Contract	[2,505,100]	[2,500,000]

5 (b) Section 2, ch. 3, FSSLA 2005, page 93, line 12, is amended to read:

FUNDING SOURCE	AMOUNT
6 1156 Receipt Supported Services	<u>565,000</u>
7	[1,065,000]

9 (c) Section 2, ch. 3, FSSLA 2005, page 93, line 13, is amended to read:

FUNDING SOURCE	AMOUNT
10 1195 Special Vehicle Registration Receipts	<u>400,000</u>
11	[200,000]
12	
13 <u>1200 Vehicle Rental Tax Receipts</u>	<u>300,000</u>

14 (d) Section 3, ch. 3, FSSLA 2005, page 95, line 22, is amended to read:

FUNDING SOURCE	AMOUNT
15 1156 Receipt Supported Services	<u>1,140,865</u>
16	[1,640,865]

18 (e) Section 3, ch. 3, FSSLA 2005, page 95, line 29, is amended to read:

FUNDING SOURCE	AMOUNT
19 1195 Special Vehicle Registration Receipts	<u>400,000</u>
20	[200,000]

22 (f) Section 3, ch. 3, FSSLA 2005, page 95, line 30, is amended to read:

FUNDING SOURCE	AMOUNT
23 1197 Alaska Capital Income Fund	700,000
24 <u>1200 Vehicle Rental Tax Receipts</u>	<u>300,000</u>

26 (g) Section 3, ch. 4, FSSLA 2005, page 46, line 9, is amended to read:

		NEW	
FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
28 1004 General Fund Receipts	<u>6,468,000</u>	95,100	<u>6,563,100</u>
29	[8,159,500]		[8,254,600]

31 (h) Section 3, ch. 4, FSSLA 2005, page 47, lines 4 - 5, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL
1166	Commercial Passenger Vessel	<u>0</u>	0	<u>0</u>
	Environmental Compliance Fund	[250,000]		[250,000]

(i) Section 3, ch. 4, FSSLA 2005, page 47, lines 10 - 11, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL
1195	Special Vehicle Registration	115,000	0	115,000
	Receipts			
<u>1200</u>	<u>Vehicle Rental Tax Receipts</u>	<u>1,941,500</u>	<u>0</u>	<u>1,941,500</u>

(j) Section 3, ch. 4, FSSLA 2005, page 49, line 20, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL
1156	Receipt Supported Services	<u>362,100</u>	0	<u>362,100</u>
		[3,400,900]		[3,400,900]

(k) Section 3, ch. 4, FSSLA 2005, page 49, lines 21 - 22, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL
1194	Fish and Game Nondedicated	1,629,900	0	1,629,900
	Receipts			
<u>1201</u>	<u>Commercial Fisheries</u>	<u>3,038,800</u>	<u>0</u>	<u>3,308,800</u>
	<u>Entry Commission Receipts</u>			

(l) Section 3, ch. 4, FSSLA 2005, page 55, line 26, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL
1156	Receipt Supported Services	<u>5,915,600</u>	0	<u>5,915,600</u>
		[6,385,600]		[6,385,600]
<u>1200</u>	<u>Vehicle Rental Tax Receipts</u>	<u>470,000</u>	<u>0</u>	<u>470,000</u>

(m) Section 4, ch. 4, FSSLA 2005, page 60, line 7, is amended to read:

		NEW		
FUNDING SOURCE		OPERATING	LEGISLATION	TOTAL

1	1004	General Funds Receipts	<u>1,215,421,900</u>	13,194,200	<u>1,228,616,100</u>
2			[1,217,113,400]		[1,230,307,600]

3 (n) Section 4, ch. 4, FSSLA 2005, page 63, line 4, is amended to read:

4				NEW	
5		FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
6	1156	Receipt Supported Services	<u>83,368,300</u>	583,300	<u>83,951,600</u>
7			[86,877,100]		[87,460,400]

8 (o) Section 4, ch. 4, FSSLA 2005, page 63, line 11, is amended to read:

9				NEW	
10		FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
11	1166	Commercial Passenger Vessel	<u>770,300</u>	100	<u>770,400</u>
12		Environmental Compliance Fund	[1,020,300]		[1,020,400]

13 (p) Section 4, ch. 4, FSSLA 2005, page 63, lines 23 - 24, is amended to read:

14				NEW	
15		FUNDING SOURCE	OPERATING	LEGISLATION	TOTAL
16	1195	Special Vehicle Registration	115,000		115,000
17		Receipts			
18	<u>1200</u>	<u>Vehicle Rental Tax Receipts</u>	<u>2,411,500</u>		<u>2,411,500</u>
19	<u>1201</u>	<u>Commercial Fisheries Entry</u>	<u>3,038,800</u>		<u>3,038,800</u>
20		<u>Commission Receipts</u>			

21 * **Sec. 14.** ALASKA HOUSING FINANCE CORPORATION. The sum of \$300,000,000 is
 22 appropriated from the general fund to the Alaska Housing Finance Corporation for the
 23 purpose of funding capital projects, including financing expenses. It is the intent of the
 24 legislature that the Alaska Housing Finance Corporation may transfer this money and the
 25 earnings to a subsidiary of the Alaska Housing Finance Corporation on or after July 1, 2006,
 26 under AS 18.56.086.

27 * **Sec. 15.** PUBLIC EDUCATION FUND. (a) The sum of \$300,000,000 is appropriated
 28 from the general fund to the public education fund (AS 14.17.300) for distribution to school
 29 districts, to the state boarding school, for centralized correspondence under AS 14.17, and for
 30 transportation of pupils under AS 14.09.010.

31 (b) The unappropriated balance of the operating general fund (state accounting system

1 number 11100) on June 30, 2006, is appropriated to the public education fund (AS 14.17.300)
2 for distribution to school districts, to the state boarding school, for centralized correspondence
3 study under AS 14.17, and for transportation of pupils under AS 14.09.010.

4 * **Sec. 16.** LAPSE OF APPROPRIATIONS. (a) The appropriations made by secs. 12 and 15
5 of this Act are to capitalize funds and do not lapse.

6 (b) The appropriations made by secs. 4(a), 5, 6, 7, 11(a), 11(b), and 11(f) of this Act
7 are for capital projects and lapse under AS 37.25.020.

8 (c) The appropriation made by sec. 14 of this Act lapses on June 30, 2016.

9 * **Sec. 17.** RETROACTIVITY. This Act is retroactive to March 20, 2006.

10 * **Sec. 18.** This Act takes effect immediately under AS 01.10.070(c).