

CS FOR HOUSE BILL NO. 307(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 3/5/12

Referred: Today's Calendar

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

A BILL

FOR AN ACT ENTITLED

1 **"An Act making supplemental appropriations, capital appropriations, and other**
2 **appropriations; amending appropriations; repealing appropriations; making**
3 **appropriations 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)

1 * **Section 1.** The following appropriation items are for operating expenditures from the
 2 general fund or other funds as set out in section 2 of this Act to the agencies named for the
 3 purposes expressed for the fiscal year beginning July 1, 2011 and ending June 30, 2012,
 4 unless otherwise indicated.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	*****	Department of Administration	*****
	*****	*****	
Legal and Advocacy Services	1,750,000	1,750,000	
Office of Public Advocacy	800,000		
Public Defender Agency	950,000		
	*****	*****	
	*****	Department of Commerce, Community and Economic Development	*****
	*****	*****	
Economic Development	2,615,900	-84,100	2,700,000
Economic Development	2,615,900		
Alaska Industrial	150,000		150,000
Development and Export			
Authority			
Alaska Industrial	150,000		
Development and Export			
Authority			
Corporations, Business and	644,600	644,600	
Professional Licensing			
Corporations, Business and	644,600		
Professional Licensing			
	*****	*****	
	*****	Department of Corrections	*****
	*****	*****	
Population Management	1,467,400	1,467,400	

	Appropriation	General	Other
	Allocations	Items	Funds
1			
2			
3	Inmate Transportation	867,400	
4	Community Jails	600,000	
5	*****	*****	
6	***** Department of Health and Social Services *****		
7	*****	*****	
8	Children's Services	-200,000	-200,000
9	Front Line Social Workers	-200,000	
10	Health Care Services	800,000	80,000
11	Medical Assistance	800,000	
12	Administration		
13	Juvenile Justice	627,500	627,500
14	McLaughlin Youth Center	627,500	
15	Public Assistance	3,700,600	2,600,000
16	Alaska Temporary	1,100,600	
17	Assistance Program		
18	Adult Public Assistance	2,600,000	
19	Public Health	270,000	100,000
20	Nursing	-250,000	
21	Women, Children and Family	350,000	
22	Health		
23	Chronic Disease Prevention	140,000	
24	and Health Promotion		
25	Epidemiology	30,000	
26	Senior and Disabilities	250,000	250,000
27	Services		
28	Senior and Disabilities	250,000	
29	Services Administration		
30	*****	*****	
31	***** Department of Labor and Workforce Development *****		
32	*****	*****	
33	Workers' Compensation	168,000	168,000

	Appropriation		General	Other
	Allocations	Items	Funds	Funds
1				
2				
3	Workers' Compensation	168,000		
4	Benefits Guaranty Fund			
5		*****	*****	
6		***** Department of Law *****		
7		*****	*****	
8	Criminal Division		-21,100	-21,100
9	Criminal Appeals/Special	-21,100		
10	Litigation			
11	Civil Division		2,966,000	2,966,000
12	Child Protection	-150,000		
13	Oil, Gas and Mining	3,116,000		
14		*****	*****	
15		***** Department of Military and Veterans Affairs *****		
16		*****	*****	
17	Military and Veteran's		231,000	345,300
18	Affairs			-114,300
19	Army Guard Facilities	84,600		
20	Maintenance			
21	Air Guard Facilities	105,100		
22	Maintenance			
23	Veterans' Services	41,300		
24		*****	*****	
25		***** Department of Natural Resources *****		
26		*****	*****	
27	Administration & Support		39,200	39,200
28	Services			
29	Office of Project	39,200		
30	Management & Permitting			
31	Land & Water Resources		85,100	18,600
32	Mining, Land & Water	85,100		66,500
33	Fire Suppression		4,892,500	4,892,500

		Appropriation	General	Other
		Allocations	Items	Funds
1				
2				
3	Fire Suppression Activity	4,892,500		
4	*****		*****	
5	***** Department of Public Safety *****			
6	*****		*****	
7	Alaska State Troopers		2,081,000	2,081,000
8	Alaska State Trooper	2,081,000		
9	Detachments			
10	Statewide Support		200,000	200,000
11	Alaska Criminal Records	200,000		
12	and Identification			
13	*****		*****	
14	***** Department of Revenue *****			
15	*****		*****	
16	Taxation and Treasury		208,000	208,000
17	Tax Division	150,000		
18	Treasury Division	58,000		
19	*****		*****	
20	***** Department of Transportation & Public Facilities *****			
21	*****		*****	
22	State Equipment Fleet		850,000	850,000
23	State Equipment Fleet	850,000		
24	Highways, Aviation and		994,300	994,300
25	Facilities			
26	Central Region Facilities	85,000		
27	Central Region Highways and	302,400		
28	Aviation			
29	Northern Region Highways	120,100		
30	and Aviation			
31	Southeast Region Highways	257,000		
32	and Aviation			
33	Whittier Access and Tunnel	229,800		

	Appropriation	General	Other
	Allocations	Funds	Funds
1			
2			
3	International Airports	2,634,500	2,634,500
4	Anchorage Airport	625,000	
5	Facilities		
6	Anchorage Airport Field and	2,009,500	
7	Equipment Maintenance		
8	*****	*****	
9	***** University of Alaska *****		
10	*****	*****	
11	University of Alaska	5,000,000	5,000,000
12	Anchorage		
13	Anchorage Campus	5,000,000	
14	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)		

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 Administration	
5 1004 Unrestricted General Fund Receipts	1,750,000
6 *** Total Agency Funding ***	\$1,750,000
7 Department of Commerce, Community and Economic Development	
8 1004 Unrestricted General Fund Receipts	-84,100
9 1005 General Fund/Program Receipts	290,000
10 1102 Alaska Industrial Development & Export	150,000
11 Authority Receipts	
12 1108 Statutory Designated Program Receipts	2,700,000
13 1156 Receipt Supported Services	354,600
14 *** Total Agency Funding ***	\$3,410,500
15 Department of Corrections	
16 1004 Unrestricted General Fund Receipts	1,467,400
17 *** Total Agency Funding ***	\$1,467,400
18 Department of Health and Social Services	
19 1002 Federal Receipts	970,000
20 1003 General Fund Match	-120,000
21 1004 Unrestricted General Fund Receipts	2,977,500
22 1005 General Fund/Program Receipts	350,000
23 1212 Federal Stimulus: ARRA 2009	1,270,600
24 *** Total Agency Funding ***	\$5,448,100
25 Department of Labor and Workforce Development	
26 1203 Workers Compensation Benefits Guarantee	168,000
27 Fund	
28 *** Total Agency Funding ***	\$168,000
29 Department of Law	
30 1003 General Fund Match	-21,100
31 1004 Unrestricted General Fund Receipts	2,966,000

1	*** Total Agency Funding ***	\$2,944,900
2	Department of Military and Veterans Affairs	
3	1002 Federal Receipts	-114,300
4	1003 General Fund Match	123,600
5	1004 Unrestricted General Fund Receipts	221,700
6	*** Total Agency Funding ***	\$231,000
7	Department of Natural Resources	
8	1004 Unrestricted General Fund Receipts	4,931,700
9	1005 General Fund/Program Receipts	18,600
10	1108 Statutory Designated Program Receipts	66,500
11	*** Total Agency Funding ***	\$5,016,800
12	Department of Public Safety	
13	1004 Unrestricted General Fund Receipts	2,281,000
14	*** Total Agency Funding ***	\$2,281,000
15	Department of Revenue	
16	1004 Unrestricted General Fund Receipts	150,000
17	1169 Power Cost Equalization Endowment Fund	58,000
18	*** Total Agency Funding ***	\$208,000
19	Department of Transportation & Public Facilities	
20	1004 Unrestricted General Fund Receipts	994,300
21	1026 Highways Equipment Working Capital Fund	850,000
22	1027 International Airports Revenue Fund	2,634,500
23	*** Total Agency Funding ***	\$4,478,800
24	University of Alaska	
25	1002 Federal Receipts	5,000,000
26	*** Total Agency Funding ***	\$5,000,000
27	* * * * * Total Budget * * * * *	\$32,404,500
28	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)	

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 Unrestricted General Funds	
5 1003 General Fund Match	-17,500
6 1004 Unrestricted General Fund Receipts	17,655,500
7 ***Total Unrestricted General Funds***	\$17,638,000
8 Designated General Funds	
9 1005 General Fund/Program Receipts	658,600
10 1156 Receipt Supported Services	354,600
11 1169 Power Cost Equalization Endowment Fund	58,000
12 1203 Workers Compensation Benefits Guarantee	168,000
13 Fund	
14 ***Total Designated General Funds***	\$1,239,200
15 Other Non-Duplicated Funds	
16 1027 International Airports Revenue Fund	2,634,500
17 1102 Alaska Industrial Development & Export	150,000
18 Authority Receipts	
19 1108 Statutory Designated Program Receipts	2,766,500
20 ***Total Other Non-Duplicated Funds***	\$5,551,000
21 Federal Funds	
22 1002 Federal Receipts	5,855,700
23 1212 Federal Stimulus: ARRA 2009	1,270,600
24 ***Total Federal Funds***	\$7,126,300
25 Duplicated Funds	
26 1026 Highways Equipment Working Capital Fund	850,000
27 ***Total Duplicated Funds***	\$850,000

28 (SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 4.** The following appropriation items are for capital projects and grants from the
 2 general fund or other funds as set out in section 5 of this Act by funding source to the
 3 agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise
 4 noted.

	Appropriation	General	Other
	Allocations	Items	Funds
			Funds
7	*****		*****
8	***** Department of Commerce, Community and Economic Development *****		
9	*****		*****

10 **Grants to Municipalities**
 11 **(AS 37.05.315)**

12	Anchorage - Chugiak	6,150,000	6,150,000
13	Volunteer Fire and Rescue		
14	Department Station 35		
15	Replacement (HD 16-32)		
16	Cordova - Hospital Roof	2,000,000	2,000,000
17	Emergency Repairs and		
18	Replacement (HD 5)		

19 **Grants to Named Recipients**
 20 **(AS 37.05.316)**

21	Inter-Island Ferry	250,000	250,000
22	Authority (HD 1-5)		
23	*****		*****

24 ***** **Department of Education and Early Development** *****
 25 *****

26 **Major Maintenance Grant**
 27 **Fund (AS 14.11.007)**

28	Bethel Campus Water and	5,994,455	5,994,455
29	Sewer Line and Utilidor		
30	Repairs (HD 38)		

31 (SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 5.** The following sets out the funding by agency for the appropriations made in sec. 4 of
2 this Act.

3	Funding Source	Amount
4	Department of Commerce, Community and Economic Development	
5	1004 Unrestricted General Fund Receipts	8,400,000
6	*** Total Agency Funding ***	\$8,400,000
7	Department of Education and Early Development	
8	1004 Unrestricted General Fund Receipts	5,994,455
9	*** Total Agency Funding ***	\$5,994,455
10	* * * * * Total Budget * * * * *	\$14,394,455

11 (SECTION 6 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 6.** The following sets out the statewide funding for the appropriations made in sec. 4 of
2 this Act.

3	Funding Source	Amount
4	Unrestricted General Funds	
5	1004 Unrestricted General Fund Receipts	14,394,455
6	***Total Unrestricted General Funds***	\$14,394,455
7	Designated General Funds	
8	***Total Designated General Funds***	\$0
9	Other Non-Duplicated Funds	
10	***Total Other Non-Duplicated Funds***	\$0
11	Federal Funds	
12	***Total Federal Funds***	\$0
13	Duplicated Funds	
14	***Total Duplicated Funds***	\$0

15 (SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 7.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
 2 DEVELOPMENT. (a) The unexpended and unobligated balance, estimated to be \$500,000, of
 3 the appropriation made in sec. 4, ch. 5, FSSLA 2011, page 127, lines 23 - 26, and allocated on
 4 page 128, lines 29 - 32 (Chugach Electric Association, Inc., Battle Creek diversion project -
 5 \$500,000) is reappropriated to the Department of Commerce, Community, and Economic
 6 Development, Alaska Energy Authority, for the Battle Creek diversion project.

7 (b) The unexpended and unobligated balance, estimated to be \$8,965,000, of the
 8 appropriation made in sec. 78(c), ch. 1, SSSLA 2002, as amended by sec. 69, ch. 29, SLA
 9 2008 (Department of Commerce, Community, and Economic Development, Alaska Energy
 10 Authority, Alaska intertie static VAR compensators and tower upgrade and repair) is
 11 reappropriated to the Alaska Energy Authority for the following purposes and allocated in the
 12 following amounts:

13 (1) \$1,000,000 for a Railbelt-wide detailed transmission line plan;

14 (2) the balance appropriated by this subsection and not allocated by (1) of this
 15 subsection, estimated to be \$7,965,000, for the upgrade and extension of the Anchorage to
 16 Fairbanks power transmission line intertie to a southern terminus in the Point MacKenzie
 17 area.

18 (c) The unexpended and unobligated balance, estimated to be \$4,796,355, of the
 19 appropriation made in sec. 39(a)(4), ch. 15, SLA 2009 (Department of Commerce,
 20 Community, and Economic Development, coastal impact assistance program grants -
 21 \$10,900,000) is reappropriated to the Department of Commerce, Community, and Economic
 22 Development for federally approved coastal impact assistance grants and allocated to the
 23 following recipients in the following amounts:

24	RECIPIENT	AMOUNT
25	Yukon Kuskokwim Coastal Association	\$2,533,006
26	City of Unalaska	984,395
27	Bering Straits Coastal Association	900,468
28	Bristol Bay Native Association	200,027
29	Nushagak/Mulchatna - Wood/Tikchik Land Trust	83,002
30	University of Alaska Fairbanks, Bristol Bay Campus	29,617
31	University of Alaska Fairbanks, Center for Research	15,067

1	Services	
2	Alaska Department of Natural Resources, division of	12,074
3	parks and outdoor recreation	
4	Faces of Hope Community Services	26,625
5	City of New Stuyahok	12,074

6 * **Sec. 8.** DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. The sum of
7 \$18,000,000 is appropriated from the general fund to the Department of Education and Early
8 Development to pay a legal settlement entered into between the state and the plaintiffs in
9 Moore v. State, Case No. 3AN-04-9756 CI, relating to the state's education system for the
10 fiscal years ending June 30, 2012, June 30, 2013, June 30, 2014, June 30, 2015, June 30,
11 2016, and June 30, 2017.

12 * **Sec. 9.** DEPARTMENT OF HEALTH AND SOCIAL SERVICES. Section 28(b), ch. 5,
13 FSSLA 2011, is repealed and reenacted to read:

14 (b) If the amount appropriated in sec. 1, ch. 3, FSSLA 2011, page 20, line 19,
15 and allocated on line 30, is not sufficient to pay assistance payments under
16 AS 47.25.621 - 47.25.626 without proration, the amount necessary to make payments
17 under AS 47.25.621 - 47.25.626 without proration, not to exceed \$8,500,000, is
18 appropriated from the general fund to the Department of Health and Social Services,
19 public assistance, energy assistance program, for the purpose of making payments
20 under AS 47.25.621 - 47.25.626, for the fiscal year ending June 30, 2012.

21 * **Sec. 10.** DEPARTMENT OF LAW. (a) The sum of \$770,772 is appropriated from the
22 general fund to the Department of Law, civil division, deputy attorney general's office, for the
23 purpose of paying judgments and settlements against the state for the fiscal year ending
24 June 30, 2012.

25 (b) The amount necessary, after application of the amount appropriated in (a) of this
26 section, to pay judgments awarded against the state on or before June 30, 2012, is
27 appropriated from the general fund to the Department of Law, civil division, deputy attorney
28 general's office, for the purpose of paying judgments against the state for the fiscal year
29 ending June 30, 2012.

30 (c) The sum of \$600,000 is appropriated from the general fund to the Department of
31 Law, civil division, transportation section, for the purpose of paying the costs associated with

1 fast ferry litigation for the fiscal years ending June 30, 2012, and June 30, 2013.

2 * **Sec. 11.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) Section 13,
3 ch. 29, SLA 2008, page 151, lines 27 - 28, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
6 Anchorage Armory Roof	4,000,000	2,000,000	2,000,000
7 Replacement <u>and G-Wing</u>			
8 <u>Preparation</u> (HD 17-32)			

9 (b) Section 1, ch. 5, FSSLA 2011, page 88, line 21, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
12 Federal Energy Projects	490,000	<u>17,500</u>	<u>472,500</u>
		[10,000]	[480,000]

14 (c) Section 4, ch. 43, SLA 2010, page 12, lines 27 - 28, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
17 Deferred Maintenance Projects	10,300,000	<u>4,737,500</u>	<u>5,562,500</u>
		[4,000,000]	[6,300,000]

19 (d) The sum of \$300,000 is appropriated from the general fund to the Department of
20 Military and Veterans' Affairs, office of the commissioner, for the purpose of base
21 realignment and closure impact assistance, for the fiscal years ending June 30, 2012, and
22 June 30, 2013.

23 * **Sec. 12.** DEPARTMENT OF NATURAL RESOURCES. Section 22(c), ch. 14, SLA
24 2009, as amended by sec. 11(c), ch. 1, FSSLA 2011, is amended to read:

25 (c) Section 12, ch. 14, SLA 2009, lapses June 30, **2013** [2012].

26 * **Sec. 13.** STATE DEBT AND OTHER OBLIGATIONS. (a) Section 32(q), ch. 3, FSSLA
27 2011, is amended to read:

28 (q) The sum of \$41,571,428 is appropriated to the state bond committee for
29 payment of debt service and trustee fees on outstanding international airports revenue
30 bonds for the fiscal year ending June 30, 2012, from the following sources in the
31 amounts stated:

1	SOURCE	AMOUNT
2	International Airports Revenue Fund	<u>\$22,441,665</u>
3	(AS 37.15.430(a))	[\$35,941,665]
4	<u>International Airports Construction Fund</u>	<u>10,000,000</u>
5	<u>(AS 37.15.420(a))</u>	
6	Passenger facility charge	<u>8,700,000</u>
7		[5,200,000]
8	AIAS 2010D Build America Bonds	429,763
9	federal interest subsidy	

10 * **Sec. 14.** FUND CAPITALIZATION. The sum of \$5,000,000 is appropriated from the
11 general fund to the disaster relief fund (AS 26.23.300(a)).

12 * **Sec. 15.** RATIFICATIONS OF CERTAIN EXPENDITURES. (a) The expenditures by
13 the Department of Natural Resources for fire suppression for the fiscal year ending June 30,
14 2011 (AR 37313-11 Fire General Fund), are ratified in the amount of \$36,388,900.

15 (b) The following departmental expenditures made in the fiscal year ending June 30,
16 2011, are ratified to reverse the negative account balances in the Alaska State Accounting
17 System in the amount listed for the AR number. The appropriations from which those
18 expenditures were actually paid are amended by increasing those appropriations by the
19 amount listed, as follows:

20	Department of Public Safety	
21	(1) AR 47410-11 Statewide Facility Maintenance	\$152,084.72
22	(2) AR 47892-11 Crime Lab Toxicology Unbudgeted RSA	2,227.81

23 * **Sec. 16.** REPEAL. Section 28(c), ch. 5, FSSLA 2011, is repealed.

24 * **Sec. 17.** LAPSE OF APPROPRIATIONS. (a) The appropriations made in sec. 7 of this
25 Act are for capital projects and lapse under AS 37.25.020.

26 (b) The appropriation made in sec. 14 of this Act is for the capitalization of a fund and
27 does not lapse.

28 * **Sec. 18.** RETROACTIVITY. (a) Section 15 of this Act is retroactive to June 30, 2011.

29 (b) Section 9 of this Act is retroactive to July 1, 2011.

30 * **Sec. 19.** This Act takes effect March 15, 2012.