SENATE JOURNAL

ALASKA STATE LEGISLATURE

TWENTY-EIGHTH LEGISLATURE

SECOND SESSION

Juneau, Alaska

Monday

January 27, 2014

Seventh Day

Pursuant to adjournment the Senate was called to order by President Huggins at 11:01 a.m.

The roll showed sixteen members present. Senators Bishop, Coghill, Fairclough, Olson were excused from a call of the Senate.

The prayer was offered by the Chaplain, Richard Dauenhauer of St. Nicholas Russian Orthodox Church. Senator McGuire moved and asked unanimous consent that the prayer be spread. Without objection, it was so ordered.

Our Heavenly Father and Creator of all that exists, we stand before you today as men and women seeking to be instruments of what is good and right for both the people and the creation you have so generously given to us in Alaska.

You taught us that "to do justice and judgment [is] more acceptable to you than sacrifice." So we ask and seek your wisdom that our work here is just and our judgments are fair and right for those we serve. We ask that no one be asked to sacrifice more than his or her fair share.

Lord, you have told us that "justice, and only justice, should we follow, that we may live and inherit the land that the Lord our God has given to us" to care for and protect and use wisely. We ask that you guide

our decisions in a way that shows justice on the people and promotes the proper use of the land and resources, so that it will continue to be an inheritance for all the generations to come.

Lord, we know that "evil men do not understand justice, but those who seek the Lord understand it completely." Help this body to always seek you in all that they do so that their work will never be seen as evil and that you will let justice and truth show forth in all their works.

These and all good things I ask, in the name of the Father and of the Son, and of the Holy Spirit. Amen.

Senator Dunleavy led the Senate in the Pledge of Allegiance.

Certification

Senator McGuire, Acting Majority Leader, moved and asked unanimous consent that the journals for the fourth through sixth legislative days be approved as certified by the Secretary. Without objection, it was so ordered.

Messages from the House

Message dated January 24 was read stating the House confirmed the following members to the Select Committee on Legislative Ethics:

Representative Josephson Representative Tuck (alternate)

HB71

Message dated January 24 was read stating the Speaker has appointed the following members to a 2d Conference Committee to meet with a like committee from the Senate to consider the bills:

SENATE CS FOR CS FOR HOUSE BILL NO. 71(FIN)

"An Act requiring the Commercial Fisheries Entry Commission to report biennially on the vessel-based limited entry fisheries system for the weathervane scallop and Bering Sea hair crab fisheries; requiring the Department of Commerce, Community, and Economic Development to file an annual report to the legislature regarding statewide and regional economic development projects and regional development organizations; extending the termination date of the Alaska regional economic assistance program; extending the termination date of the authority of the Commercial Fisheries Entry Commission to maintain a vessel-based limited entry fisheries system for the weathervane scallop and Bering Sea hair crab fisheries; providing for an effective date by amending the effective date under sec. 28, ch. 137, SLA 2002; and providing for an effective date."

and

CS FOR HOUSE BILL NO. 71(FIN)

"An Act requiring the Department of Commerce, Community, and Economic Development to file an annual report to the legislature regarding statewide and regional economic development projects and regional development organizations; extending the termination date of the Alaska regional economic assistance program; and providing for an effective date."

Representative Pruitt, Chair Representative LeDoux Representative Kawasaki

The first conference committee was discharged (House Journal, page 1286).

Communications

The following reports are on file in the Office of the Secretary of the Senate:

Professional Licensing Programs Annual Report, December 2013; Department of Commerce, Community, and Economic Development, Division of Corporations, Business and Professional Licensing from Susan K. Bell, Commissioner in accordance with AS 08.01.065

2014 Report on Identified RS 2477 Rights-of-Way, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 19.30.400

Notification of Availability of the 2014 Notification of Annual Mining Report, Division of Mining, Land and Water; Department of Natural Resources

from Brent Goodrum, Director in accordance with AS 19.30.400 available at: http://www.dggs.alaska.gov/pubs/id/25621

2014 Land Disposal Income Fund Report, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 38.04.022

2014 Notification of Annual Report on Status of Land in the Land Disposal Bank, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 38.04.020

2014 Notification of Annual Report on Water Removals and Exports, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 46.15.020

2014 Notification of Interim Classifications (Closing Land to Mineral Entry), Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 38.05.300

January 27, 2014 1449

2014 Summary of Cooperative Resource Management of Developing Agreements, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 38.05.027

2014 Annual Summary of the Department's Efforts to Maintain or Enhance Access to and along Fishing Streams, Division of Mining, Land and Water; Department of Natural Resources from Brent Goodrum, Director in accordance with AS 38.04.205

Annual Report to the Legislature by the Department of Natural Resources, Division of Parks and Outdoor Recreation, Regarding the Number of Camping Permits Issued to Disabled Veterans from Ben Ellis, Director in accordance with AS 41.21.026

Alaska Aerospace 2013 Annual Report from Craig Campbell, President and CEO in accordance with AS 26.27.100

Notification of Availability of the Alaska Retirement Management Board Annual Financial Report, Department of Revenue from Angela M. Rodell, Commissioner in accordance with AS 37.10.220 available at: http://treasury.dor.alaska.gov/armb/ReportsandPolicies/AnnualAudite dFinancialSchedules.aspx

2013 Citizen Review Panel Annual Report and 2013 OCS Response to CRP Annual Report, Department of Health and Social Services from Diwakar Vadapalli, Chair in accordance with AS 47.14.255

Alaska Airports and Aviation 2013 Annual Report, Alaska Department of Transportation and Public Facilities from John Binder, Deputy Commissioner

The following Budget and Audit Reports were received from Kris Curtis, Legislative Auditor, in accordance with AS 24.20.311 and are on file in the Office of the Secretary of the Senate:

Condensed 2013 Annual Report from the Legislative Budget and Audit Committee

Unabridged 2013 Annual Report from the Legislative Budget and Audit Committee

Standing Committee Reports

SB 111

The Education Committee considered SENATE BILL NO. 111 "An Act repealing the secondary student competency examination and related requirements; and providing for an effective date" and recommended it be replaced with

CS FOR SENATE BILL NO. 111(EDC)

Signing do pass: Senator Stevens, Chair; Senators Gardner, Stedman, Huggins. Signing no recommendation: Senator Dunleavy.

The following fiscal information was published today:

Fiscal Note No. 1, Department of Education and Early Development

The bill was referred to the Finance Committee.

Introduction and Reference of Senate Bills

SB 140

SENATE BILL NO. 140 BY SENATOR MCGUIRE, entitled:

"An Act creating the Arctic infrastructure development program and fund in the Alaska Industrial Development and Export Authority."

was read the first time and referred to the Labor and Commerce and Finance Committees.

SB 141

SENATE BILL NO. 141 BY SENATOR WIELECHOWSKI, entitled:

"An Act relating to vehicle registration fees for members of the Alaska National Guard."

was read the first time and referred to the State Affairs and Finance Committees.

SB 142

SENATE BILL NO. 142 BY SENATORS WIELECHOWSKI, Coghill, entitled:

"An Act relating to the powers of municipalities; prohibiting state and municipal agencies from using assets to assist a federal agency in collecting certain telephone records or electronic data without a warrant; prohibiting state and municipal agencies, officers, employees, and agents from cooperating with a federal agency in collecting certain telephone records or electronic data without a warrant; and providing for an effective date."

was read the first time and referred to the Community and Regional Affairs and Judiciary Committees.

Consideration of the Calendar

Citations

Honoring - Alaska Military Youth Academy Senator(s) Giessel, Huggins, Bishop, Coghill, Dunleavy, Dyson, Egan, Ellis, Fairclough, French, Gardner, Hoffman, Kelly, McGuire, Meyer, Micciche, Olson, Stedman, Stevens, Wielechowski

Honoring - Tobias "Toby" Schworer Representative(s) Gara, Millett Senator(s) Ellis, Meyer, Huggins, Bishop, Coghill, Dunleavy, Dyson, Egan, Fairclough, French, Gardner, Giessel, Hoffman, Kelly, McGuire, Micciche, Olson, Stedman, Stevens, Wielechowski In Memoriam - Earl H. Beistline

Senator(s) Bishop, Huggins, Coghill, Dunleavy, Dyson, Egan, Ellis, Fairclough, French, Gardner, Giessel, Hoffman, Kelly, McGuire, Meyer, Micciche, Olson, Stedman, Stevens, Wielechowski

In Memoriam - Hugh Fleischer

Representative(s) Gara

Senator(s) Ellis, Huggins, Bishop, Coghill, Dunleavy, Dyson, Egan, Fairclough, French, Gardner, Hoffman, Kelly, McGuire, Meyer, Micciche, Olson, Stedman, Stevens, Wielechowski

Senator McGuire, Acting Majority Leader, moved and asked unanimous consent that the citations be adopted. Without objection, the citations were adopted and referred to the Secretary for transmittal.

Unfinished Business

Senator Stevens moved and asked unanimous consent to be excused from a call of the Senate from morning plane time, February 6 through plane time, February 9. Without objection, Senator Stevens was excused.

Senator Hoffman moved and asked unanimous consent to be excused from a call of the Senate on January 31 and on February 4. Without objection, Senator Hoffman was excused.

Senator Gardner moved and asked unanimous consent to be excused from a call of the Senate from evening plane time, January 31 through morning plane time, February 3. Without objection, Senator Gardner was excused.

Announcements

Announcements are at the end of the journal.

Adjournment

Senator McGuire, Acting Majority Leader, moved and asked unanimous consent that the Senate stand in adjournment until 11:00 a.m., January 29, 2014. Without objection, the Senate adjourned at 11:22 a.m.

Liz Clark Secretary of the Senate

Announcements

Americans with Disabilities Act Notice - Persons with disabilities who require special accommodation or alternative communication formats to access committee meetings may contact the appropriate committee office or the Legislative Information Office in their community. Reasonable advance notice is needed to accommodate the request. For further information, call the ADA Coordinator at 465-3854 Voice/465-4980 TDD.

STANDING COMMITTEES

- + indicates teleconference
- = indicates bill previously heard/scheduled

COMMUNITY & REGIONAL AFFAIRS

Jan 28	Tuesday No Meeting Scheduled	Butrovich 205	3:30 PM
Jan 30	Thursday No Meeting Scheduled	Butrovich 205	3:30 PM

EDUCATION

Jan 27 += SB 111	Monday REPEAL SECONDAR Bills Previously Heard	Beltz 105 (TSBLDG) Y SCHOOL EXIT EXAM Scheduled	8:00 AM
Jan 29 + SB 107	Wednesday ESTABLISH K THRO Bills Previously Heard	Beltz 105 (TSBLDG) UGH 3 READING PROGRAM Scheduled	8:00 AM
Jan 31 += HB 190	Friday CREDIT FOR SECON Bills Previously Heard	Beltz 105 (TSBLDG) DARY SCHOOL COURSES (Scheduled	8:00 AM

FINANCE

Jan 27 +	Presentation: Commercial LNG Project The Heads of Agreement Understanding Commissioner Angela Ro	and the Memorandum of dell, Dept. of Revenue , Dept. of Natural Resources laska Gasline	9:00 AM
Jan 28 +	Tuesday Presentation: Positive Tra Bill O'Leary, President & Corporation Eileen Reilly, Vice President Control Systems & Techn Corporation	CEO, Alaska Railroad lent, Advanced Train	9:00 AM
Jan 29 +	Wednesday Presentation: Rural Trans Development - Innovative Transportation Needs Mike McKinnon, Owner/ Associates	e Solutions to Local	9:00 AM
Jan 30 += SB 121	APPROP: MENTAL HEA FY 2015 Budget Overvie		9:00 AM
Jan 31 + SB 125		Senate Finance 532 ATION OF COMP. COMMI	9:00 AM SSION
HEALTH & SOCIAL SERVICES			
Jan 27	Monday No Meeting Scheduled	Butrovich 205	1:30 PM
Jan 29	Wednesday No Meeting Scheduled	Butrovich 205	1:30 PM

HEALTH & SOCIAL SERVICES (continued)

Jan 31 Friday Butrovich 205 1:30 PM
No Meeting Scheduled

JUDICIARY

Jan 27 Monday Beltz 105 (TSBLDG) 1:30 PM

No Meeting Scheduled

Jan 29 Wednesday Beltz 105 (TSBLDG) 1:30 PM

+= SB 64 OMNIBUS CRIME/CORRECTIONS BILL

-- Testimony <Invitation Only> -- Bills Previously Heard/Scheduled

Jan 31 Friday Beltz 105 (TSBLDG) 1:30 PM

+= SB 64 OMNIBUS CRIME/CORRECTIONS BILL

-- Testimony <Invitation Only> -- Bills Previously Heard/Scheduled

LABOR & COMMERCE

Jan 28 Tuesday Beltz 105 (TSBLDG) 1:30 PM

No Meeting Scheduled

Jan 30 Thursday Beltz 105 (TSBLDG) 1:30 PM

No Meeting Scheduled

RESOURCES

Jan 27 Monday Butrovich 205 3:30 PM

-- Teleconference --

Gasline Issues

Heads of Agreement

Memorandum of Understanding

-Department of Natural Resources

-Department of Revenue

-- Testimony <Invitation Only> -- Bills Previously Heard/Scheduled

January 27, 2014 1457

RESOURCES (continued)

Jan 29	Wednesday Teleconference Gasline Issues Heads of Agreement Memorandum of Understandi -Department of Natural Resor -Department of Revenue Testimony <invitation bills="" heard="" only="" previously="" sched<="" th=""><th>urces y></th><th>3:30 PM</th></invitation>	urces y>	3:30 PM
Jan 31	Friday Teleconference The Alaska LNG Project -Steve Butt, Senior Project M Testimony <invitation bills="" heard="" only="" previously="" sched<="" td=""><td>y> uled</td><td>3:30 PM</td></invitation>	y> uled	3:30 PM
	STATE AFF	AIRS	
Jan 28	Tuesday No Meeting Scheduled	Butrovich 205	9:00 AM
Jan 30	Thursday Overview: Consumer Driven Deputy Director Chief of Stat Indiana State Personnel Depa	ff, Denny Darrow for	9:00 AM
	TRANSPORT	ATION	
Jan 28	Tuesday Joint w/ House Transportation Alaska Railroad (ARRC): Up Positive Control and Pt. Mack	dates on Tanana,	1:00 PM
Jan 30 +	Thursday Joint w/ House Transportation Update on State Rail Plan Haines Railroad Study and th Army Corps of Engineers: Up	e G7G odate on Arctic Ports	1:00 PM

FINANCE SUBCOMMITTEES

ENVIRONMENTAL CONSERVATION

Feb 26	Wednesday Teleconference Department Overview	Senate Finance 532	12:00 PM
Mar 05	Wednesday Teleconference Department Overview	Senate Finance 532	12:00 PM
Mar 12	Wednesday Teleconference Closeout	Senate Finance 532	12:00 PM

FISH & GAME

Feb 24	Monday Teleconference Department Overview	Senate Finance 532	3:00 PM
Mar 03	Monday Teleconference Department Overview	Senate Finance 532	3:00 PM
Mar 10	Monday Teleconference Department Overview	Senate Finance 532	3:00 PM
Mar 17	Monday Teleconference Department Closeout	Senate Finance 532	3:00 PM

HEALTH & SOCIAL SERVICES

Feb 06	Thursday	Fahrenkamp 203	8:00 AM
+	MMIS Status, Problem	ns, Solutions	
	Testimony <invitation< td=""><td>on Only></td><td></td></invitation<>	on Only>	

January 27, 2014 1459

HEALTH & SOCIAL SERVICES (continued)

-		SERVICES (continued)	
Feb 12 +	Wednesday Medicaid Projections, O Testimony <invitation< th=""><th></th><th>3:00 PM</th></invitation<>		3:00 PM
Feb 13 +	Thursday Medicaid continued Testimony <invitation< td=""><td>Fahrenkamp 203 on Only></td><td>8:00 AM</td></invitation<>	Fahrenkamp 203 on Only>	8:00 AM
Feb 19 +	Wednesday Behavioral Health - Eff Tax Funds, CBC Testimony <invitation< td=""><td>Beltz 105 (TSBLDG) fect of Reductions, Alcohol on Only></td><td>3:00 PM</td></invitation<>	Beltz 105 (TSBLDG) fect of Reductions, Alcohol on Only>	3:00 PM
Feb 20 +	Thursday Mental Health Trust Testimony <invitation< td=""><td>Fahrenkamp 203 on Only></td><td>8:00 AM</td></invitation<>	Fahrenkamp 203 on Only>	8:00 AM
Feb 27 +	Thursday OCS Status - Effect of Expenditure Levels in t Prevention and Control Elimination of Rabies I Testimony <invitation< th=""><th>the Department, Tobacco Funds Cuts, Effect of PEP</th><th>8:00 AM</th></invitation<>	the Department, Tobacco Funds Cuts, Effect of PEP	8:00 AM
Mar 17 +			3:00 PM
	PUBLIC	C SAFETY	
Feb 04 +	Tuesday Status of VPSO Progra Testimony <invitation< td=""><td></td><td>3:30 PM</td></invitation<>		3:30 PM

+ +	Status of VPSO Program Testimony <invitation< th=""><th>Only></th><th>3:30 PM</th></invitation<>	Only>	3:30 PM
Feb 11 +	Tuesday Status of VPSO Program Testimony <invitation< th=""><th></th><th>3:30 PM</th></invitation<>		3:30 PM

PUBLIC SAFETY (continued)

Feb 18 Tuesday Fahrenkamp 203 3:30 PM

+ Shelter Programs & Funding; Effects of Governor's

DVSA Initiative

-- Testimony <Invitation Only> --

Feb 25 Tuesday Fahrenkamp 203 3:30 PM

+ Reductions Included in the Budget
-- Testimony <Invitation Only> --

Thursday Fahrenkamp 203 3:30 PM

+ Budget Close-out

Mar 13

-- Testimony <Invitation Only> --

JOINT COMMITTEES

LEGISLATIVE BUDGET & AUDIT

Jan 28 Tuesday Senate Finance 532 5:30 PM

+ Presentation by Nikos Tsafos & Janak Mayer, LB&A

Consultants

Natural Gas Market Outlook & Fundamentals of the

LNG Business

Streamed live on AKL.TV

LEGISLATIVE COUNCIL

Jan 30 Thursday Senate Finance 532 11:00 AM

-- Teleconference <Listen Only> --

Ratification of Charitable Events

-AK Governor's Awards for the Arts & Humanities

Reception

-Tinaa Art Auction

-2014 Fahrenkamp-Kelly Classic Putting Tournament

Contract Approvals

<Above Item Removed from Agenda>

Other Committee Business

-2014 Revisor's Bill Approval

-FY 13 Legislative Audit

-Late Travel & Per Diem Requests

OTHER MEETINGS

MISCELLANEOUS MEETING

Feb 10 Capitol 106 1:00 PM

Monday Capitol 2 School District Legislative Fly-In Informal Q&A Session Regarding Alaska's Public School System