

**CS FOR HOUSE BILL NO. 321(FIN) am**

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTIETH LEGISLATURE - SECOND SESSION

**BY THE HOUSE FINANCE COMMITTEE**

**Amended: 3/12/18**

**Offered: 3/23/18**

**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; making appropriations to capitalize funds; amending appropriations;**  
3 **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 operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2017 and ending June 30, 2018, unless otherwise indicated.

	Appropriation	General	Other
	Allocations	Items	Funds
	*****	*****	
	***** <b>Department of Administration</b> *****		
	*****	*****	
<b>Legal and Advocacy Services</b>		<b>453,500</b>	<b>453,500</b>
Public Defender Agency	453,500		
	*****	*****	
	***** <b>Department of Corrections</b> *****		
	*****	*****	
<b>Population Management</b>		<b>7,947,600</b>	<b>7,947,600</b>
Institution Director's Office	7,947,600		
	*****	*****	
	***** <b>Department of Environmental Conservation</b> *****		
	*****	*****	
<b>Environmental Health</b>		<b>35,000</b>	<b>35,000</b>
Solid Waste Management	35,000		
<b>Air Quality</b>		<b>-35,000</b>	<b>-35,000</b>
Air Quality	-35,000		
	*****	*****	
	***** <b>Department of Revenue</b> *****		
	*****	*****	
<b>Alaska Permanent Fund Corporation</b>		<b>5,000,000</b>	<b>5,000,000</b>
APFC Investment Management	5,000,000		

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	Fees			
4		*****	*****	
5		*****	Legislature	*****
6		*****	*****	
7	<b>Legislative Council</b>		<b>121,300</b>	<b>121,300</b>
8	Administrative Services	121,300		
9		(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	<b>Department of Administration</b>	
5	1004 Unrestricted General Fund Receipts	453,500
6	*** Total Agency Funding ***	453,500
7	<b>Department of Corrections</b>	
8	1004 Unrestricted General Fund Receipts	18,289,100
9	*** Total Agency Funding ***	18,289,100
10	<b>Department of Revenue</b>	
11	1105 Permanent Fund Corporation Gross Receipts	5,000,000
12	*** Total Agency Funding ***	5,000,000
13	<b>Legislature</b>	
14	1005 General Fund/Program Receipts	121,300
15	*** Total Agency Funding ***	121,300
16	<b>* * * * * Total Budget * * * * *</b>	<b>23,863,900</b>

17 (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	<b>Unrestricted General</b>	
5	1004 Unrestricted General Fund Receipts	18,742,600
6	*** Total Unrestricted General ***	18,742,600
7	<b>Designated General</b>	
8	1005 General Fund/Program Receipts	121,300
9	*** Total Designated General ***	121,300
10	<b>Other Non-Duplicated</b>	
11	1105 Permanent Fund Corporation Gross Receipts	5,000,000
12	*** Total Other Non-Duplicated ***	5,000,000

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

1 \* **Sec. 4.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC  
2 DEVELOPMENT. (a) Section 27(g), ch. 1, SSSLA 2017, is amended to read:

3 (g) The sum of **\$30,000,000** [\$55,000,000] is appropriated from the Alaska  
4 comprehensive health insurance fund (AS 21.55.430) to the Department of Commerce,  
5 Community, and Economic Development, division of insurance, for the calendar year  
6 2017 reinsurance program under AS 21.55 for the fiscal years ending June 30, 2017,  
7 and June 30, 2018.

8 (b) The sum of \$8,125,000 is appropriated from statutory designated program receipts  
9 from Volkswagen settlement funds to the Department of Commerce, Community, and  
10 Economic Development, Alaska Energy Authority, for funding eligible mitigation actions.

11 \* **Sec. 5.** DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. Section 20,  
12 ch. 2, 4SSLA 2016, is amended to read:

13 Sec. 20. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT.

14 The sum of \$300,000 is appropriated from the general fund to the Department of  
15 Education and Early Development, education support services, executive  
16 administration, for multi-year funding **for** [DEDICATED TO] a temporary position or  
17 contract personnel and other expenses relating to P.L. 114-95 (Every Student Succeeds  
18 Act) for the fiscal years ending June 30, 2017, [AND] June 30, 2018, **and June 30,**  
19 **2019.**

20 \* **Sec. 6.** DEPARTMENT OF HEALTH AND SOCIAL SERVICES. The sum of  
21 \$45,000,000 is appropriated from the general fund to the Department of Health and Social  
22 Services, Medicaid services, health care Medicaid services, for the fiscal year ending June 30,  
23 2018.

24 \* **Sec. 7.** DEPARTMENT OF LAW. (a) The sum of \$322,000 is appropriated from the  
25 general fund to the Department of Law, civil division, deputy attorney general's office, for the  
26 purpose of paying judgments and settlements against the state for the fiscal year ending  
27 June 30, 2018.

28 (b) The amount necessary, after application of the amount appropriated in (a) of this  
29 section, to pay judgments awarded against the state on or before June 30, 2018, is  
30 appropriated from the general fund to the Department of Law, civil division, deputy attorney  
31 general's office, for the purpose of paying judgments against the state for the fiscal year

1 ending June 30, 2018.

2 \* **Sec. 8. FUND CAPITALIZATION.** (a) The sum of \$4,000,000 is appropriated from the  
3 general fund to the disaster relief fund (AS 26.23.300(a)).

4 (b) The sum of \$30,000,000 is appropriated from the Alaska comprehensive health  
5 insurance fund (AS 21.55.430) to the community assistance fund (AS 29.60.850).

6 \* **Sec. 9. FUND TRANSFERS.** (a) An amount equal to 50 percent of punitive damages  
7 deposited into the general fund under AS 09.17.020(j) for the fiscal years ending June 30,  
8 2013, June 30, 2014, June 30, 2015, and June 30, 2016, estimated to be \$10,354, is  
9 appropriated from the general fund to the civil legal services fund (AS 37.05.590) for the  
10 purpose of making appropriations from the fund to organizations that provide civil legal  
11 services to low-income individuals.

12 (b) The sum of \$23,918,200 is appropriated from the general fund to the Alaska  
13 marine highway system fund (AS 19.65.060).

14 \* **Sec. 10. SALARY AND BENEFIT ADJUSTMENTS.** (a) Section 10(b), ch. 1, FSSLA  
15 2017, is amended to read:

16 (b) The appropriations made to the University of Alaska in sec. 1 of this Act  
17 include amounts for salary and benefit adjustments for the fiscal year ending June 30,  
18 2018, for university employees who are not members of a collective bargaining unit  
19 and to implement the terms for the fiscal year ending June 30, 2018, of the following  
20 collective bargaining agreements:

21 (1) University of Alaska Federation of Teachers (UAFT);

22 (2) Alaska Higher Education Crafts and Trades Employees, Local  
23 6070;

24 (3) Fairbanks Firefighters Union, IAFF Local 1324;

25 (4) United Academic - Adjuncts - American Association of University  
26 Professors, American Federation of Teachers;

27 **(5) United Academics - American Association of University**  
28 **Professors, American Federation of Teachers.**

29 (b) Section 10(c), ch. 1, FSSLA 2017, is amended to read:

30 (c) If a collective bargaining agreement listed in (a) of this section is not  
31 ratified by the membership of the respective collective bargaining unit, the

1 appropriations made in this Act applicable to the collective bargaining unit's  
 2 agreement are **adjusted** [REduced] proportionately by the amount for that  
 3 collective bargaining agreement, and the corresponding funding source amounts are  
 4 **adjusted** [REduced] accordingly.

5 (c) Section 10(d), ch. 1, FSSLA 2017, is amended to read:

6 (d) If a collective bargaining agreement listed in (b) of this section is not  
 7 ratified by the membership of the respective collective bargaining unit and approved  
 8 by the Board of Regents of the University of Alaska, the appropriations made in this  
 9 Act applicable to the collective bargaining unit's agreement are **adjusted** [REduced]  
 10 proportionately by the amount for that collective bargaining agreement, and the  
 11 corresponding funding source amounts are **adjusted** [REduced] accordingly.

12 (d) Section 42(b), ch. 1, SSSLA 2017, is amended to read:

13 (b) The operating budget appropriations made to the University of Alaska in  
 14 sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year  
 15 ending June 30, 2018, for university employees who are not members of a collective  
 16 bargaining unit and to implement the terms for the fiscal year ending June 30, 2018, of  
 17 the following collective bargaining agreements:

18 (1) University of Alaska Federation of Teachers (UAFT);

19 (2) Alaska Higher Education Crafts and Trades Employees, Local  
 20 6070;

21 (3) Fairbanks Firefighters Union, IAFF Local 1324;

22 (4) United Academic - Adjuncts - American Association of University  
 23 Professors, American Federation of Teachers;

24 **(5) United Academics - American Association of University**  
 25 **Professors, American Federation of Teachers.**

26 (e) Section 42(c), ch. 1, SSSLA 2017, is amended to read:

27 (c) If a collective bargaining agreement listed in (a) of this section is not  
 28 ratified by the membership of the respective collective bargaining unit, the  
 29 appropriations made in this Act applicable to the collective bargaining unit's  
 30 agreement are **adjusted** [REduced] proportionately by the amount for that  
 31 collective bargaining agreement, and the corresponding funding source amounts are

1 **adjusted** [REduced] accordingly.

2 (f) Section 42(d), ch. 1, SSSLA 2017, is amended to read:

3 (d) If a collective bargaining agreement listed in (b) of this section is not  
4 ratified by the membership of the respective collective bargaining unit and approved  
5 by the Board of Regents of the University of Alaska, the appropriations made in this  
6 Act applicable to the collective bargaining unit's agreement are **adjusted** [REduced]  
7 proportionately by the amount for that collective bargaining agreement, and the  
8 corresponding funding source amounts are **adjusted** [REduced] accordingly.

9 \* **Sec. 11. RATIFICATIONS OF CERTAIN EXPENDITURES.** The following  
10 departmental expenditures made in fiscal years 2010, 2011, 2013, and 2016 are ratified to  
11 reverse the negative account balances in the Alaska state accounting system in the amount  
12 listed for the AR number. The appropriations from which those expenditures were actually  
13 paid are amended by increasing those appropriations for the fiscal year ending June 30, 2018,  
14 by the amount listed, as follows:

15	AGENCY	FISCAL YEAR	AMOUNT
16	Department of Health and Social Services		
17	(1) AR H264 Mental Health Housing	2010	\$ 8,824.49
18	(2) AR H260 Mental Health Home	2011	7,355.06
19	Modification and Upgrades to		
20	Retain Housing		
21	(3) AR H001 Alaska Pioneer Homes	2016	467,693.27
22	(4) AR H007 Public Health	2016	1,350,310.26
23	(5) AR H012 Medicaid Services	2016	8,715,670.72
24	(6) AR HUBC Unbudgeted	2016	300,310.83
25	Capital RSA's		
26	Department of Public Safety		
27	(7) AR 47863-13 Bureau of Highway	2013	4,304,930.00
28	Patrol - Special Project		

29 \* **Sec. 12. LAPSE OF APPROPRIATIONS.** (a) The appropriations made in secs. 8 and 9 of  
30 this Act are for the capitalization of funds and do not lapse.

31 (b) The appropriation made in sec. 4(b) of this Act is for a capital project and lapses

1 under AS 37.25.020.

2 \* **Sec. 13.** This Act takes effect March 16, 2018.