

CS FOR HOUSE BILL NO. 234(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 2/26/20

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, reappropriations, and other**
2 **appropriations; amending appropriations; capitalizing funds; making appropriations**
3 **under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional**
4 **budget reserve fund; and providing for an effective date."**

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

6 **(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, 2019 and ending June 30, 2020, unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated reduction set out in this section may be allocated among the appropriations made in this section to that department, agency, or branch.

		Appropriation	General	Other
	Allocations	Items	Funds	Funds
	* * * * *	* * * * *		
	* * * * * Department of Administration * * * * *			
	* * * * *	* * * * *		
Legal and Advocacy Services		1,700,000	1,700,000	
Office of Public Advocacy	1,700,000			
Motor Vehicles		550,000	550,000	
Motor Vehicles	550,000			
	* * * * *	* * * * *		
	* * * * * Department of Education and Early Development * * * * *			
	* * * * *	* * * * *		
Education Support and Administrative Services		10,000,000		10,000,000
Student and School Achievement	10,000,000			
Mt. Edgecumbe Boarding School		250,000	250,000	
Mt. Edgecumbe Boarding School Facilities Maintenance	250,000			
	* * * * *	* * * * *		
	* * * * * Department of Health and Social Services * * * * *			
	* * * * *	* * * * *		
Alaska Pioneer Homes		1,000,000	1,000,000	
Alaska Pioneer Homes	1,000,000			

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Payment Assistance			
4	Alaska Psychiatric Institute		6,000,000	
5	Alaska Psychiatric	6,000,000		
6	Institute			
7	Public Assistance		8,600,000	
8	Adult Public Assistance	8,600,000		
9	Medicaid Services		271,673,600	128,273,600
10	Medicaid Services	263,400,000		
11	Adult Preventative Dental	8,273,600		
12	Medicaid Services			
13		* * * * *	* * * * *	
14		* * * * *	Department of Law	* * * * *
15		* * * * *	* * * * *	
16	Criminal Division		400,000	400,000
17	Second Judicial District	150,000		
18	Criminal Appeals/Special	250,000		
19	Litigation			
20		* * * * *	* * * * *	
21		* * * * *	Department of Natural Resources	* * * * *
22		* * * * *	* * * * *	
23	Fire Suppression, Land & Water		110,576,100	110,576,100
24	Resources			
25	Mining, Land & Water	76,100		
26	Fire Suppression Activity	110,500,000		
27		* * * * *	* * * * *	
28		* * * * *	Department of Public Safety	* * * * *
29		* * * * *	* * * * *	
30	Alaska State Troopers		6,743,400	6,743,400
31	Alaska State Trooper	4,318,400		
32	Detachments			
33	Alaska Wildlife Troopers	1,725,000		

		Appropriation	General	Other
		Allocations	Funds	Funds
1				
2				
3	Alaska Wildlife Troopers	700,000		
4	Aircraft Section			
5		* * * * *	* * * * *	
6		* * * * * Department of Revenue * * * * *		
7		* * * * *	* * * * *	
8	Taxation and Treasury		0	400,000
9	Tax Division	0		-400,000
10		* * * * *	* * * * *	
11		* * * * * Department of Transportation and Public Facilities * * * * *		
12		* * * * *	* * * * *	
13	Highways, Aviation and Facilities		158,100	158,100
14	Northern Region Highways	158,100		
15	and Aviation			
16	Marine Highway System		7,050,000	7,050,000
17	Marine Vessel Operations	7,050,000		
18		* * * * *	* * * * *	
19		* * * * * Judiciary * * * * *		
20		* * * * *	* * * * *	
21	Alaska Court System		479,100	479,100
22	Appellate Courts	29,600		
23	Trial Courts	407,300		
24	Administration and Support	42,200		
25	Therapeutic Courts		5,300	5,300
26	Therapeutic Courts	5,300		
27	Commission on Judicial Conduct		1,300	1,300
28	Commission on Judicial	1,300		
29	Conduct			
30	Judicial Council		4,200	4,200
31	Judicial Council	4,200		
32	(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)			

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

Funding Source	Amount
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Department of Administration

1004	Unrestricted General Fund Receipts	1,700,000
1005	General Fund/Program Receipts	550,000
***	Total Agency Funding ***	2,250,000

Department of Education and Early Development

1002	Federal Receipts	10,000,000
1004	Unrestricted General Fund Receipts	100,000
1005	General Fund/Program Receipts	150,000
***	Total Agency Funding ***	10,250,000

Department of Health and Social Services

1002	Federal Receipts	143,400,000
1003	General Fund Match	136,873,600
1004	Unrestricted General Fund Receipts	7,000,000
***	Total Agency Funding ***	287,273,600

Department of Law

1002	Federal Receipts	250,000
1108	Statutory Designated Program Receipts	150,000
***	Total Agency Funding ***	400,000

Department of Natural Resources

1004	Unrestricted General Fund Receipts	110,500,000
1005	General Fund/Program Receipts	76,100
***	Total Agency Funding ***	110,576,100

Department of Public Safety

1004	Unrestricted General Fund Receipts	6,743,400
***	Total Agency Funding ***	6,743,400

Department of Revenue

1004	Unrestricted General Fund Receipts	400,000
1061	Capital Improvement Project Receipts	-400,000

1	Department of Transportation and Public Facilities	
2	1004 Unrestricted General Fund Receipts	158,100
3	1061 Capital Improvement Project Receipts	-90,000
4	1076 Alaska Marine Highway System Fund	7,050,000
5	1215 Unified Carrier Registration Receipts	90,000
6	*** Total Agency Funding ***	7,208,100
7	Judiciary	
8	1004 Unrestricted General Fund Receipts	489,900
9	*** Total Agency Funding ***	489,900
10	* * * * * Total Budget * * * * *	425,191,100
11	(SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)	

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

Funding Source	Amount
Unrestricted General	
1003 General Fund Match	136,873,600
1004 Unrestricted General Fund Receipts	127,091,400
*** Total Unrestricted General ***	263,965,000
Designated General	
1005 General Fund/Program Receipts	776,100
1076 Alaska Marine Highway System Fund	7,050,000
*** Total Designated General ***	7,826,100
Other Non-Duplicated	
1108 Statutory Designated Program Receipts	150,000
1215 Unified Carrier Registration Receipts	90,000
*** Total Other Non-Duplicated ***	240,000
Federal Receipts	
1002 Federal Receipts	153,650,000
*** Total Federal Receipts ***	153,650,000
Other Duplicated	
1061 Capital Improvement Project Receipts	-490,000
*** Total Other Duplicated ***	-490,000

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

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

	Appropriation	General	Other
	Allocations	Funds	Funds
* * * * *	* * * * *		
* * * * * Department of Commerce, Community and Economic Development * * * * *			
* * * * *	* * * * *		
HUD Community Development Block Grant	35,856,000		35,856,000
- Disaster Recovery Program (HD 1-40)			
* * * * *	* * * * *		
* * * * * Office of the Governor * * * * *			
* * * * *	* * * * *		
Help America Vote Act (HD 1-40)	3,700,000		3,700,000
* * * * *	* * * * *		
* * * * * Department of Military and Veterans Affairs * * * * *			
* * * * *	* * * * *		
Alaska Land Mobile Radio Site Refresh	24,000,000	24,000,000	
(HD 1-40)			
* * * * *	* * * * *		
* * * * * Department of Public Safety * * * * *			
* * * * *	* * * * *		
Automatic Dependent Surveillance	503,400	503,400	
Broadcast System for DPS Aircraft (HD			
1-40)			
Radio Replacement (HD 1-40)	500,000	500,000	
* * * * *	* * * * *		
* * * * * Department of Transportation and Public Facilities * * * * *			
* * * * *	* * * * *		
Alaska Marine Highway System Vessel	5,000,000	5,000,000	

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	Overhaul, Annual Certification and			
4	Shoreside Facilities Rehabilitation			
5	(HD 1-40)			
6	State Equipment Fleet Replacement (HD	3,155,000		3,155,000
7	1-40)			
8	Earthquake Relief - Federally	3,000,000	3,000,000	
9	Ineligible Costs (HD 1-40)			
10	(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)			

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

Funding Source	Amount
Department of Commerce, Community and Economic Development	
1002 Federal Receipts	35,856,000
*** Total Agency Funding ***	35,856,000
Office of the Governor	
1185 Election Fund	3,700,000
*** Total Agency Funding ***	3,700,000
Department of Military and Veterans Affairs	
1004 Unrestricted General Fund Receipts	24,000,000
*** Total Agency Funding ***	24,000,000
Department of Public Safety	
1004 Unrestricted General Fund Receipts	1,003,400
*** Total Agency Funding ***	1,003,400
Department of Transportation and Public Facilities	
1004 Unrestricted General Fund Receipts	3,000,000
1026 Highways Equipment Working Capital Fund	3,155,000
1076 Alaska Marine Highway System Fund	5,000,000
*** Total Agency Funding ***	11,155,000
* * * * * Total Budget * * * * *	75,714,400

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

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

Funding Source	Amount
Unrestricted General	
1004 Unrestricted General Fund Receipts	28,003,400
*** Total Unrestricted General ***	28,003,400
Designated General	
1076 Alaska Marine Highway System Fund	5,000,000
*** Total Designated General ***	5,000,000
Federal Receipts	
1002 Federal Receipts	35,856,000
*** Total Federal Receipts ***	35,856,000
Other Duplicated	
1026 Highways Equipment Working Capital Fund	3,155,000
1185 Election Fund	3,700,000
*** Total Other Duplicated ***	6,855,000

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

1 * **Sec. 7.** DEPARTMENT OF CORRECTIONS. (a) Section 14(a), ch. 3, FSSLA 2019, is
2 amended to read:

3 (a) The sum of \$6,000,000 is appropriated from the power cost equalization
4 endowment fund (AS 42.45.070(a)) to the Department of Corrections for the costs of
5 reopening the Palmer Correctional Center for the fiscal years [YEAR] ending June 30,
6 2020, and June 30, 2021.

7 (b) Section 14(b), ch. 3, FSSLA 2019, is amended to read:

8 (b) The sum of \$10,669,100 is appropriated from the power cost equalization
9 endowment fund (AS 42.45.070(a)) to the Department of Corrections for the costs of
10 reopening the Palmer Correctional Center for the fiscal years [YEAR] ending June 30,
11 2020, and June 30, 2021.

12 (c) The unexpended and unobligated balance on June 30, 2019, of federal receipts
13 received by the Department of Corrections through man-day billings, estimated to be
14 \$8,025,700, is appropriated to the Department of Corrections, population management.

15 * **Sec. 8.** DEPARTMENT OF LAW. (a) The sum of \$5,887,583 is appropriated from the
16 general fund to the Department of Law, civil division, deputy attorney general's office, for the
17 purpose of paying judgments and settlements against the state for the fiscal year ending
18 June 30, 2020.

19 (b) The amount necessary, after the appropriation in (a) of this section, to pay a
20 judgment or settlement awarded against the state in The Disability Law Center of Alaska, Inc.
21 v. State of Alaska, Department of Health and Social Services, 3AN-18-09814CI, on or before
22 June 30, 2020, is appropriated from the general fund to the Department of Law, civil division,
23 deputy attorney general's office, to fund the programs described in the court-ordered plan for
24 the fiscal years ending June 30, 2020, and June 30, 2021.

25 (c) The federal receipts received for the programs described in the court-ordered plan
26 under (b) of this section are appropriated to the Department of Law, civil division, deputy
27 attorney general's office, to fund the programs described in the court-ordered plan for the
28 fiscal years ending June 30, 2020, and June 30, 2021.

29 * **Sec. 9.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. The unexpended
30 and unobligated balance, estimated to be \$900,000, of the appropriation made in sec. 1, ch.
31 18, SLA 2014, page 56, line 3, and allocated on page 56, lines 9 - 10 (Department of Military

1 and Veterans' Affairs, armory facilities projects, statewide facilities projects - \$900,000) is
 2 reappropriated to the Department of Military and Veterans' Affairs for a mass notification
 3 system in certain department facilities required to meet Department of Defense unified
 4 facilities criteria.

5 * **Sec. 10.** DEPARTMENT OF REVENUE. (a) Section 28, ch. 1, FSSLA 2019, is amended
 6 to read:

7 Sec. 28. DEPARTMENT OF REVENUE. The amount determined to be
 8 available in the Alaska Tax Credit Certificate Bond Corporation reserve fund
 9 (AS 37.18.040) for purchases, refunds, or payments under AS 43.55.028, estimated to
 10 be \$700,000,000, is appropriated from the Alaska Tax Credit Certificate Bond
 11 Corporation reserve fund (AS 37.18.040) to the Department of Revenue, office of the
 12 commissioner, for the purpose of making purchases, refunds, or payments under
 13 AS 43.55.028 for the fiscal years [YEAR] ending June 30, 2020, and June 30, 2021.

14 * **Sec. 11.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. Section
 15 14, ch. 19, SLA 2018, is amended to read:

16 Sec. 14. DEPARTMENT OF TRANSPORTATION AND PUBLIC
 17 FACILITIES. The sum of \$2,000,000 is appropriated from the general fund to the
 18 Department of Transportation and Public Facilities for the Knik-Goose Bay Road
 19 reconstruction [, VINE ROAD TO SETTLERS BAY DRIVE PROJECT].

20 * **Sec. 12.** OFFICE OF THE GOVERNOR. (a) The sum of \$18,000 is appropriated from the
 21 general fund to the Office of the Governor, Office of the Lieutenant Governor, for the purpose
 22 of complying with AS 15.45.195 for the fiscal years ending June 30, 2020, and June 30, 2021.

23 (b) The sum of \$215,400 is appropriated from the general fund to the Office of the
 24 Governor, division of elections, for the purpose of providing voter initiative review,
 25 certification, and language translation for the fiscal years ending June 30, 2020, and June 30,
 26 2021.

27 * **Sec. 13.** NATIONAL PETROLEUM RESERVE - ALASKA IMPACT GRANT
 28 PROGRAM. (a) The unexpended and unobligated balance of the National Petroleum Reserve
 29 - Alaska special revenue fund (AS 37.05.530(a)) under 42 U.S.C. 6506a(l) or former 42
 30 U.S.C. 6508 on June 30, 2020, estimated to be \$6,670,177, is appropriated to the Department
 31 of Commerce, Community, and Economic Development for capital project grants under the

1 National Petroleum Reserve - Alaska impact grant program.

2 (b) The portion of the amount appropriated by sec. 12(b), ch. 3, FSSLA 2019, and (a)
3 of this section that is not subject to a signed grant agreement between the Department of
4 Commerce, Community, and Economic Development and an impacted municipality on or
5 before August 31, 2020, lapses into the National Petroleum Reserve - Alaska special revenue
6 fund (AS 37.05.530(a)) on September 1, 2020.

7 * **Sec. 14. FUND CAPITALIZATION.** (a) The sum of \$600,000 is appropriated from the
8 general fund to the election fund to serve as match for federal election security grants.

9 (b) The amount received from the federal government associated with federal election
10 security grants is appropriated to the election fund.

11 * **Sec. 15. RATIFICATIONS OF CERTAIN EXPENDITURES.** The following
12 departmental expenditures made in fiscal years 2010, 2012, 2013, 2014, 2016, and 2017 are
13 ratified to reverse the negative account balances in the Alaska state accounting system in the
14 amount listed for the AR number. The appropriations from which those expenditures were
15 actually paid are amended by increasing those appropriations for the fiscal year ending
16 June 30, 2020, by the amount listed, as follows:

17 AGENCY	FISCAL YEAR	AMOUNT
18 Department of Transportation and Public Facilities		
19 (1) AR TYDE Federal Emergency Projects	2010	\$ 21,581.99
20 (2) AR TYUY Federal Emergency Projects	2012	57,837.47
21 (3) AR TZ2W Federal Emergency Projects	2013	99,679.25
22 (4) AR TA1Z Federal Emergency Projects	2014	396,982.74
23 (5) AR TB47 Federal Emergency Projects	2016	1,290,967.82
24 (6) AR TBM7 Federal Emergency Projects	2017	325,070.13
25 Department of Health and Social Services		
26 (7) AR H308 Medicaid Management	2007	211,444.27
27 System Completion		

28 * **Sec. 16. SALARY AND BENEFIT ADJUSTMENTS.** Section 36(b), ch. 1, FSSLA 2019,
29 is amended to read:

30 (b) The operating budget appropriations made to the University of Alaska in
31 sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year

1 ending June 30, 2020, for university employees who are not members of a collective
 2 bargaining unit and to implement the monetary terms for the fiscal year ending
 3 June 30, 2020, of the following collective bargaining agreements:

4 (1) Fairbanks Firefighters Union, IAFF Local 1324;

5 (2) United Academics - Adjuncts - American Association of
 6 University Professors, American Federation of Teachers;

7 (3) United Academics - American Association of University
 8 Professors, American Federation of Teachers;

9 **(4) Alaska Higher Education Crafts and Trades Employees, Local**

10 **6070.**

11 * **Sec. 17.** CONSTITUTIONAL BUDGET RESERVE FUND. (a) If the unrestricted state
 12 revenue available for appropriation in fiscal year 2020 is insufficient to cover the general fund
 13 appropriations that take effect in fiscal year 2020 that are made in this Act, as passed by the
 14 Thirty-First Alaska State Legislature in the Second Regular Session and enacted into law, the
 15 amount necessary to balance revenue and general fund appropriations that take effect in fiscal
 16 year 2020 that are made in this Act, as passed by the Thirty-First Alaska State Legislature in
 17 the Second Regular Session and enacted into law, is appropriated to the general fund from the
 18 budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

19 (b) The appropriation made in (a) of this section is made under art. IX, sec. 17(c),
 20 Constitution of the State of Alaska.

21 * **Sec. 18.** LAPSE. (a) Sections 4, 9, and 13(a) of this Act are for capital projects and lapse
 22 under AS 37.25.020.

23 (b) The appropriations made in secs. 13(b) and 14 of this Act are for the capitalization
 24 of funds and do not lapse.

25 * **Sec. 19.** This Act takes effect immediately under AS 01.10.070(c).