ALASKA STATE LEGISLATURE

THIRTY-FIRST LEGISLATURE

FIRST SESSION

Juneau, Alaska

Monday

March 25, 2019

Seventieth Day

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

The roll showed eighteen members present. Senators Bishop, Gray-Jackson were excused from a call of the Senate.

The prayer was offered by the Chaplain, Pastor Dani Cherian, Valley Church. Senator Hoffman moved and asked unanimous consent the prayer be spread. Without objection, it was so ordered.

Dear Lord Jesus,

Thank you for this new day and for calling each Senator and their staff here, to accomplish your will today. I ask that you would refresh and bless them and give them energy as they make decisions for Alaska. Lord, give them wisdom, knowledge, discernment, and guidance so that success will come from their effort.

"Where there is no guidance the people fall, but in abundance of counselors there is victory" (Proverbs 11:14). If wisdom is needed, you say to ask you and you will give it to those who ask.

As decisions that need to be made pass through their hands, I pray that you would give them wise counsel to make just decisions for our state.

In Jesus' Name,

Amen.

Senator Shower led the Senate in the Pledge of Allegiance.

Certification

Senator Costello moved and asked unanimous consent the journals for the sixty-seventh through sixty-ninth legislative days be approved as certified by the Secretary. Without objection, it was so ordered.

Messages from the Governor

Letter dated March 21 was read stating in accordance with art. III, secs. 26 and 27 of the Alaska Constitution and AS 39.05.080, I submit an appointee for confirmation:

State Board of Registration for Architects, Engineers, and Land Surveyors

Phillip Schneider – Palmer Appointed: 3/21/2019 Term Expires: 3/1/2022

The appointment was referred to the Labor and Commerce Committee.

The resume for this appointment has been submitted to the Office of the Senate Secretary.

Standing Committee Reports

Report dated March 19 was read stating:

In accordance with AS 39.05.080, the Labor and Commerce Committee reviewed the following and recommends the appointment be forwarded to a joint session for consideration:

Alaska Workers' Compensation Board

Julie Duquette – Fairbanks

This does not reflect an intent by any of the members to vote for or against the confirmation of the individual during any further sessions.

Signing the report: Senator Reinbold, Chair; Senators Costello, Gray-Jackson, Birch, Bishop.

SJR 10

SENATE JOINT RESOLUTION NO. 10 BY SENATORS STEVENS, Costello, Hoffman,

Urging the Alaska delegation in Congress, the United States Department of the Interior, and the Governor to facilitate the completion of a land grant endowment to the University of Alaska.

was read the first time and referred to the Resources Committee.

Introduction and Reference of Senate Bills

SB 97

SENATE BILL NO. 97 BY SENATOR WILSON, entitled:

"An Act repealing statutes that relate to art works in public buildings and facilities and that require a set percentage of construction costs to be spent on art."

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

SB 98

SENATE BILL NO. 98 BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR, entitled:

"An Act relating to compensation for certain public officials, officers, and employees not covered by a collective bargaining agreement; establishing a two-week pay period for state employees who are not covered by a collective bargaining agreement; and providing for an effective date."

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

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The following fiscal information was published today: Fiscal Note No. 1, Department of Administration

Governor's transmittal letter dated March 22:

Dear President Giessel:

Under the authority of Article III, Section 18, of the Alaska Constitution, I am transmitting a bill relating to pay for exempt employees.

The bill would amend the exempt service statutes for the Alaska Housing Finance Corporation, the Alaska Gasline Development Corporation, and the Alaska Seafood Marketing Institute to clarify that the executive director and employees of those entities are in the exempt service. The bill also would set a maximum salary for most exempt employees at \$300,000.00, provide that an agency or department with exempt positions may adopt a salary schedule for those positions to submit to the Office of Management and Budget (OMB) Director for approval, and require that any salary increases and bonuses for exempt positions not subject to an approved salary schedule be approved by the OMB Director.

The bill proposes to amend the statute providing for pay increments for classified and partially-exempt employees who are not members of a collective bargaining unit so that employees at the final step of a pay range would be entitled to pay increments based on job performance every three years instead of every two years. The bill would permit the Director of Personnel to establish a bi-weekly pay procedure. The bill would not apply to persons who are members of a collective bargaining unit established under AS 23.40.070 - 23.40.260 (Public Employment Relations Act).

The bill would reduce overall personnel costs and promote a sustainable budget by reducing the number of positions that may receive salaries beyond that authorized by the statutory pay schedule

for exempt and partially-exempt service employees, prohibit bonuses for executive exempt positions without the approval of the OMB Director, and establish a more affordable pay increment policy.

I urge your prompt and favorable action on this measure.

Sincerely, /s/ Michael J. Dunleavy Governor

SB 99

SENATE BILL NO. 99 BY SENATORS KAWASAKI, Hughes, Wilson, Wielechowski, entitled:

"An Act providing priority to personal use fisheries when fishing restrictions are implemented to achieve a management goal."

was read the first time and referred to the Resources and Finance Committees.

Consideration of the Calendar

Second Reading of Senate Bills

SB 38

SENATE BILL NO. 38 "An Act making supplemental appropriations for fire suppression activities and restoration projects relating to earthquake disaster relief; capitalizing funds; and providing for an effective date" was read the second time.

Senator Stedman, Cochair, moved and asked unanimous consent for the adoption of the Finance Committee Substitute offered on page 580. Senator Begich objected, then withdrew his objection. There being no further objection, CS FOR SENATE BILL NO. 38(FIN) "An Act making supplemental appropriations for unemployment assistance, fire suppression activities, and restoration projects related to earthquake disaster relief; capitalizing funds; and providing for an effective date" was adopted. 620

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Senator Costello moved and asked unanimous consent the bill be considered engrossed, advanced to third reading and placed on final passage. Without objection, it was so ordered.

CS FOR SENATE BILL NO. 38(FIN) was read the third time.

The question being: "Shall CS FOR SENATE BILL NO. 38(FIN) "An Act making supplemental appropriations for unemployment assistance, fire suppression activities, and restoration projects related to earthquake disaster relief; capitalizing funds; and providing for an effective date" pass the Senate?" The roll was taken with the following result:

CSSB 38(FIN) Third Reading - Final Passage Effective Date

YEAS: 18 NAYS: 0 EXCUSED: 2 ABSENT: 0

Yeas: Begich, Birch, Coghill, Costello, Giessel, Hoffman, Hughes, Kawasaki, Kiehl, Micciche, Olson, Reinbold, Shower, Stedman, Stevens, von Imhof, Wielechowski, Wilson

Excused: Bishop, Gray-Jackson

and so, CS FOR SENATE BILL NO. 38(FIN) passed the Senate.

Senator Costello moved and asked unanimous consent the vote on the passage of the bill be considered the vote on the effective date clause. Without objection, it was so ordered and the bill was referred to the Secretary for engrossment.

Citations

Honoring - Jesus "Jesse" Antonio V. Vizcocho Senators Kawasaki, Gray-Jackson, Olson

Honoring - Thunder Mountain High School Drama, Debate, and Forensics Team Senator Kiehl Representatives Story, Hannan

Honoring - Dimond High School 2018 Girls Swimming and Diving State Champions Senator Costello Representative Rasmussen

Honoring - Dr. Timothy Ballard Representatives Revak, Merrick

In Memoriam - Elgin Jones Senators Begich, Gray-Jackson Representative Jackson

In Memoriam - Robert R. Howard Senator Coghill

In Memoriam - Heinrich "Henry" Springer Senators Coghill, Birch

In Memoriam - Helen H. "Beaver" Warner Senator Coghill

In Memoriam - Victor Thomas Stockton III Representative Wilson Senator Coghill

In Memoriam - Edward Cartner Representative Wilson Senator Coghill

Senator Costello moved and asked unanimous consent the citations be adopted. Without objection, the citations were adopted and referred to the Secretary for transmittal.

Unfinished Business

SJR 9

Senator Begich moved and asked unanimous consent his name be withdrawn as a cosponsor on SENATE JOINT RESOLUTION NO. 9 Proposing amendments to the Constitution of the State of Alaska relating to an appropriation bill funding public education for grades kindergarten through 12. Senator Costello objected, then withdrew her objection. There being no further objection, it was so ordered.

SJR 9

Senators Hoffman, Olson, Stevens moved and asked unanimous consent to be shown as cosponsors on SENATE JOINT RESOLUTION NO. 9 Proposing amendments to the Constitution of the State of Alaska relating to an appropriation bill funding public education for grades kindergarten through 12. Without objection, it was so ordered.

SB 6

Senators Olson, Kiehl moved and asked unanimous consent to be shown as cosponsors on SENATE BILL NO. 6 "An Act relating to early education programs provided by school districts; relating to funding for early education programs; and relating to the duties of the state Board of Education and Early Development." Without objection, it was so ordered.

Announcements

Announcements are at the end of the journal.

Engrossment

SB 38

CS FOR SENATE BILL NO. 38(FIN) "An Act making supplemental appropriations for unemployment assistance, fire suppression activities, and restoration projects related to earthquake disaster relief; capitalizing funds; and providing for an effective date" was engrossed, signed by the President and Secretary and transmitted to the House for consideration.

Adjournment

Senator Costello moved and asked unanimous consent the Senate stand in adjournment until 11:00 a.m., March 27, 2019. Without objection, the Senate adjourned at11:34 a.m.

Liz Clark Secretary of the Senate

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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

Mar 26 +	Tuesday Presentation: Power Cost Equalization b Village Electric Cooperati	5	3:30 PM
Mar 28	Thursday	Beltz 105 (tsbldg)	3:30 PM
+	Bills Previously Heard/Scl	neduled	

EDUCATION

Mar 25	Monday Please Note Time & Locati	Capitol 106 on	8:00 AM
+	- Joint with House Education Committee -		
т	Presentation: Alaska Council of School Administrators **Streamed live on AKL.tv**		
Mar 26	Tuesday	Butrovich 205	8:00 AM
	Please Note Time Change -	-	
+ SB 79	VIRTUAL ED/TEACHER E	XAM./COURSE EXA	AM.
	Testimony <invitation only<="" td=""><td>y></td><td></td></invitation>	y>	
	Streamed live on AKL.tv	k	
+	Bills Proviously Heard/Sched	ulad	

+ Bills Previously Heard/Scheduled

EDUCATION (continued)

Mar 28	Thursday	Capitol 106	9:00 AM
	Please Note Location	Change	
	- Joint with House Educ	ation Committee -	
+	Presentation:		
	Alaska Board of Educat	ion & Early Development	
	Annual Report		
	Streamed live on AKI	L.tv	
Mar 29	Friday	Butrovich 205	9:00 AM
+	Bills Previously Heard/S	Scheduled	

 Mar 29
 Friday
 Butrovich 205
 9:00 AM

 +
 Bills Previously Heard/Scheduled
 Streamed live on AKL.tv

FINANCE

Mar 25 + +	Monday Overview of Alaska's W Bills Previously Heard/S		9:00 AM
Mar 26 + +	Tuesday K-12 Education Funding Bills Previously Heard/S		9:00 AM
Mar 27 + SB 55		Senate Finance 532 TS TO COURT OF APPEAL me Limit May Be Set>	9:00 AM S
+ SB 61	COMM FISHERMEN'S Public Testimony <ti< th=""><th>FUND:VESSEL OWNER C me Limit May Be Set> t Fund Dividend Calculation</th><th>LAIMS</th></ti<>	FUND:VESSEL OWNER C me Limit May Be Set> t Fund Dividend Calculation	LAIMS
+	Solution of a contact of a c	Agenda>	
Mar 28 + +	Thursday Department of Natural R Permitting Leases & Lar Bills Previously Heard/S	nd Conveyances	9:00 AM
Mar 29 +	Friday Bills Previously Heard/S	Senate Finance 532 Scheduled	9:00 AM

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HEALTH & SOCIAL SERVICES

Mar 25 + SB 93	Monday MEDICAL PROVIDER INC -Invited Testimony Followed <time be="" limit="" may="" set=""></time>		1:30 PM AYM'T
Mar 27 + SB 1 +	Wednesday REPEAL CERTIFICATE O Testimony <invitation on<br="">Bills Previously Heard/Scher</invitation>	ly>	1:30 PM
M 20	E. 1	D-4	1.20 DM

Mar 29	Friday	Butrovich 205	1:30 PM
+= SB 93	MEDICAL PROVIDER INC	ENTIVES/LOAN REPA	YM'T
+= SB 1	REPEAL CERTIFICATE OF	⁷ NEED PROGRAM	
	-Invited Testimony Followed	by Public Testimony-	
	<time be="" limit="" may="" set=""></time>		

JUDICIARY

Mar 25 + SB 33 +	Monday ARREST;RELEASE;SENT Testimony <invitation on<br="">Bills Previously Heard/Sche</invitation>	lly>	1:30 PM
Mar 27	Wednesday	Beltz 105 (tsbldg)	1:30 PM
+ SJR 6	CONST AM:APPROP. LIN	IIT; RESERVE FUND	
	<pending referral=""></pending>	1->	
1	Testimony <invitation on<="" td=""><th></th><td></td></invitation>		
+	Bills Previously Heard/Sche	duled	
Mar 27	Wednesday	Fahrenkamp 203	6:00 PM
	Please Note Time & Loca	tion	
+= SB 23	APPROP:SUPP. PAYMEN	TS OF PRIOR YEARS' PI	FD
	Public Testimony		
+= SB 24			
	Public Testimony - Sign U	Jp by 7:00 p.m	
	<time 1="" limit="" minute="" of=""></time>		

JUDICIARY (continued)

Mar 29	Friday	Beltz 105 (tsbldg)	1:30 PM
+	Consideration of Appo	intee:	
	Select Committee on L	egislative Ethics -	
	H. Conner Thomas		
+= SJR 6	CONST AM: APPROP	. LIMIT; RESERVE FUND	
	<pending referral=""></pending>		
	Public Testimony <7	Time Limit May Be Set>	
+	Bills Previously Heard	/Scheduled	
Mar 30	Saturday	Beltz 105 (tsbldg)	10:00 AM
+	Bills Previously Heard	/Scheduled	

LABOR & COMMERCE

Mar 26	Tuesday Beltz 105 (tsbldg) 1:30 PM
+= SB 69	EXEMPT CHARITABLE GAMING FROM PERMIT/FEES
	<bill canceled="" hearing=""></bill>
	-Invited Testimony Followed by Public Testimony-
+= SJR 8	U.SMEXICO-CANADA AGREEMENT ON TRADE
	-Invited Testimony Followed by Public Testimony-
+ SB 83	TELECOMMUNICATIONS REGULATION/EXEMPTIONS
	-Invited Testimony Followed by Public Testimony-
+ SB 52	ALCOHOLIC BEVERAGE CONTROL; ALCOHOL REG
	-Invited Testimony Followed by Public Testimony-
+	Bills Previously Heard/Scheduled:
+= SB 44	TELEHEALTH: PHYSICIAN ASSISTANTS; DRUGS
	Streamed live on AKL.tv

Mar 28	Thursday	Beltz 105 (tsbldg)	1:30 PM
+= SB 52	ALCOHOLIC BEVERAC	JE CONTROL; ALCOHOL	REG
	-Invited Testimony Follow	ved by Public Testimony-	
+	Bills Previously Heard/Sc	heduled	
	Streamed live on AKL.	V	

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RESOURCES

Mar 25 +	MondayButrovich 2053:30 PMConsideration of Governor's Appointees:Alaska Oil & Gas Conservation Commission -Jessie ChmielowskiPresentation:The Pebble Partnership: Project Update, DraftEIS & Next Steps by:The Collier, CEOJohn Shively, ChairmanJames Fueg, VP of PermittingJohn Shively
	WednesdayButrovich 2053:30 PMNATL. RES. WATER NOMINATION/DESIGNATIONQUITCLAIM LAND TO UNITED STATES Testimony <invitation only="">Bills Previously Heard/Scheduled</invitation>
Mar 29 + SB 90 +	FridayButrovich 2053:30 PMCOOK INLET: NEW ADMIN AREA;PERMIT BUYBACK Public TestimonyBills Previously Heard/Scheduled

STATE AFFAIRS

Mar 25 += SJR 6	Monday Please Note Date & Time CONST AM:APPROP. LIMIT Public Testimony - Starts at <time be="" limit="" may="" set=""></time>	Γ; RESERVE FUND	5:00 PM
Mar 26 += SJR 6 + SJR 4 +		Γ; RESERVE FUND NTIATIVE	1:30 PM
Mar 27 += SJR 4	Wednesday Please Note Date & Time CONST. AM: STATE TAX; I Public Testimony - Starts at <time be="" limit="" may="" set=""></time>	NTIATIVE	6:00 PM

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STATE AFFAIRS (continued)

Mar 28	Thursday	Butrovich 205	3:30 PM
+= SJR 4	CONST. AM: STATE TAX	X; INTIATIVE	
+ SJR 5	CONST. AM .: PERMANE	NT FUND & DIVIDEND	
	Public Testimony - Starts	s at 6:00 p.m	
	<time be="" limit="" may="" set=""></time>	-	
+	Bills Previously Heard/Sch	eduled	

TRANSPORTATION

Ma	r 26	Tuesday No Meeting Scheduled	Butrovich 205	1:30 PM
Ma	r 28	Thursday	Butrovich 205	1:30 PM
+=	SB 75	COMMERCIAL VEHICLE L	ICENSING REQ'S	
		Public Testimony		
+	SB 84	NAMING TROOPER GABE	RICH MEMORIAL BR	IDGE
		Public Testimony		

FINANCE SUBCOMMITTEES

ADMINISTRATION

Mar 26	Tuesday	Beltz 105 (tsbldg)	11:15 AM
+	Department Overvi	ew of Governor's Amended Bud	dget
	- Division of Retire	ment & Benefits	
	Testimony <invit< th=""><th>tation Only></th><th></th></invit<>	tation Only>	

EDUCATION & EARLY DEVELOPMENT

Mar 26	Tuesday	Senate Finance 532	1:00	PM
+	FY20 Department of Ed	ucation & Early Development		
	Budget			

629

630	SENATE J	n 25, 2019			
	ENVIRONMENTAL	CONSERVATION			
Mar 26 +	Tuesday Update on Budget Change Meeting	Beltz 105 (tsbldg) es Since February 7, 2019	7:45 AM		
Apr 02	Tuesday Agenda to be Announced	Beltz 105 (tsbldg)	7:45 AM		
Apr 09 +	Tuesday Budget Closeout	Beltz 105 (tsbldg)	7:45 AM		
Apr 16 +	Tuesday Continue Budget Closeou	Beltz 105 (tsbldg) t if Needed	7:45 AM		
	HEALTH & SOC	IAL SERVICES			
Mar 25 +	Monday - Division of Juvenile Just - Office of Children's Serv Testimony <invitation (<="" td=""><td>vices</td><td>7:45 AM</td></invitation>	vices	7:45 AM		
Mar 29 +	Friday - Division of Health Care - Medicaid Services Testimony <invitation (<="" th=""><th></th><th>7:45 AM</th></invitation>		7:45 AM		
	LABOR & WORKFORCE DEVELOPMENT				
Apr 05	Friday	Beltz 105 (tsbldg)	7:45 AM		

Apr 05 +	Friday Update on Budget Cha Meeting	inges Since February 7, 2019	/:45 ANI
Apr 12 +	Friday Budget Closeout	Beltz 105 (tsbldg)	7:45 AM
Apr 19 +	Friday Continue Budget Clos	Beltz 105 (tsbldg) eout if Needed	7:45 AM

NATURAL RESOURCES

Mar 27 +	Wednesday Update on Budget Changer Meeting	Beltz 105 (tsbldg) s Since February 7, 2019	7:45 AM
Apr 03	Wednesday Agenda to be Announced	Beltz 105 (tsbldg)	7:45 AM
Apr 10 +	Wednesday Budget Closeout	Beltz 105 (tsbldg)	7:45 AM
Apr 17 +	Wednesday Continue Budget Closeout	Beltz 105 (tsbldg) if Needed	7:45 AM

TRANSPORTATION & PUBLIC FACILITIES

Mar 26	Tuesday	Senate Finance 532	7:30 AM
	MEETING CANCEL	ED	
+	Facilities Services		

Mar 28	Thursday	Senate Finance 532	7:30 AM
+	Statewide Transportation	on Improvement Program	
	(STIP) Process		

UNIVERSITY OF ALASKA

Mar 26 +	Tuesday MEETING CAN FY20 University B	-	2:00 PM
Man 19	Thursday	Sanata Finanaa 522	7. 00 DM

 Mar 28
 Thursday
 Senate Finance 532
 2:00 PM

 +
 FY20 Budget Overview Continued with University President
 President

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JOINT COMMITTEES

SELECT COMMITTEE ON LEGISLATIVE ETHICS

Mar 28	Thursday Please Note Location Cha	Fahrenkamp 203	10:30 AM
+	Welcome New House Legis	U	
+	Public Comment	141010	
+	Election of House Committee	ee Chair and	
	Vice-Chair For 2019-2020		
+	Advisory Opinions		
	- AO 19-02		
	- AO 19-03		
	- AO 19-04		
	- AO 19-05		
+	Chair/Staff Report		
	- H 17-3 Complaint Update		
	- 2019 Ethics Training		
+	2019 Legislation Update		
+	Other Business		

OTHER MEETINGS

MISCELLANEOUS MEETINGS

Mar 27	Wednesday	Capitol 106	12:00 PM
	Lunch & Learn:		
	Sharing Hope: Stories f	rom Alaskans Affected by	
	Mental Illness by the N	ational Alliance on Mental	
	Illness Board of Directo	ors: Shirley Holloway,	
	Moderator; Dr. Joanne Gartenberg, Physician;		
	Lily Wertz & Jason Lessard from Anchorage		
	Sponsored by Senator F	Ciehl	
Mar 28	Thursday	Capitol 106	12:00 PM
	Lunch & Learn:		
	Expanding Broadband in Alaska by Rob Scott,		
	Senior Manager & Network Engineer & Heather		
	Cavanaugh, Director of External Affairs		
	Sponsored by Senator (Bray-Jackson	