

**SENATE BILL NO. 214**

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/21/26

Referred: Finance

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act making appropriations, including capital appropriations, supplemental  
2 appropriations, and reappropriations; making appropriations to capitalize funds; and  
3 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 appropriations are for capital projects and grants from the general fund or other funds as set out in sec. 2 of this Act by funding source to the agencies named for the purposes expressed. They lapse under AS 37.25.020, unless otherwise noted.

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****		
	*****		
	***** Department of Commerce, Community, and Economic Development *****		
	*****		
	*****		
Community Block Grants (HD 1-40)	6,315,000	65,000	6,250,000
Alaska Energy Authority - Electrical Emergencies Program (HD 1-40)	350,000	350,000	
Alaska Energy Authority - Cruise Ship Terminal Port Electrification (HD 1-40)	15,300,000		15,300,000
	*****		
	*****		
	***** Department of Environmental Conservation *****		
	*****		
	*****		
Village Safe Water and Wastewater Infrastructure Projects (HD 1-40)	272,500,000	18,000,000	254,500,000
Water Infrastructure Improvements for the Nation Act (WIIN) Grants (HD 1-40)	628,100		628,100
Water Small System Assistance Grants (HD 1-40)	3,000,000		3,000,000
Water Infrastructure Improvements for the Nation Act (WIIN) Grants - Emerging Contaminants (HD 1-40)	9,457,000		9,457,000
Clean Water Capitalization Grant Subsidy (HD 1-40)	4,177,800		4,177,800
Clean Water Capitalization Grant Subsidy - IJJA, Division J, Title VI (HD 1-40)	7,224,600		7,224,600
Clean Water Capitalization Grant	1,273,000		1,273,000

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	Subsidy Emerging Contaminants - IIJA,		
4	Division J, Title VI (HD 1-40)		
5	Drinking Water Capitalization Grant	5,344,000	5,344,000
6	Subsidy (HD 1-40)		
7	Drinking Water Capitalization Grant	12,200,100	12,200,100
8	Subsidy - IIJA, Division J, Title VI (HD 1-		
9	40)		
10	Drinking Water Capitalization Grant	7,640,000	7,640,000
11	Subsidy Emerging Contaminants- IIJA,		
12	Division J, Title VI (HD 1-40)		
13	* * * * *	* * * * *	
14	* * * * * Department of Fish and Game * * * * *		
15	* * * * *	* * * * *	
16	Alaska Marine Salmon Program (HD 1-	825,000	825,000
17	40)		
18	Gulf of Alaska Chinook Salmon (HD 1-	3,300,000	3,300,000
19	40)		
20	Wildlife Management, Research and	6,000,000	6,000,000
21	Hunting Access (HD 1-40)		
22	Sport Fish Recreational Boating and	3,000,000	3,000,000
23	Angler Access (HD 1-40)		
24	Pacific Coastal Salmon Recovery Fund	6,800,000	6,800,000
25	(HD 1-40)		
26	* * * * *	* * * * *	
27	* * * * * Department of Military and Veterans' Affairs * * * * *		
28	* * * * *	* * * * *	
29	Public Protection and Infrastructure	5,000,000	5,000,000
30	Support (HD 1-40)		
31	Air National Guard Modernization and	1,750,000	1,750,000
32	Sustainment (HD 1-40)		
33	State Homeland Security Grant	26,765,900	26,765,900

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	Programs (HD 1-40)		
4	DMVA Deferred Maintenance,	25,000,000	25,000,000
5	Replacement, and Renewal (HD 1-40)		
6	National Guard Counterdrug Support (HD	200,000	200,000
7	1-40)		
8	*****	*****	
9	***** Department of Natural Resources *****		
10	*****	*****	
11	Forest Inventory Initiative - Susitna and	1,850,000	1,850,000
12	Tanana Valleys (HD 1-40)		
13	Land Sales New Subdivision	600,000	600,000
14	Development (HD 1-40)		
15	Statewide Parks Safety, Sanitation, and	1,000,000	1,000,000
16	Access Improvements (HD 1-40)		
17	Land and Water Conservation Fund	4,800,000	1,900,000
18	(LWCF) Grant Program (HD 1-40)		2,900,000
19	Cooperative Water Resource Program	400,000	400,000
20	Pass-through to USGS for Stream		
21	Gauging Projects (HD 1-40)		
22	Cooperative Forestry and Fire Programs	12,000,000	12,000,000
23	(HD 1-40)		
24	Abandoned Mine Lands Reclamation	4,330,000	4,330,000
25	Federal Program (HD 1-40)		
26	*****	*****	
27	***** Department of Revenue *****		
28	*****	*****	
29	<b>Alaska Housing Finance Corporation</b>		
30	AHFC Rental Assistance for Persons	1,500,000	1,500,000
31	Displaced Due to Domestic Violence -		
32	Empowering Choice Housing Program		
33	(ECHP) (HD 1-40)		

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	AHFC Rural Professional Housing (HD 1-	5,000,000	4,000,000
4	40)		1,000,000
5	AHFC Affordable Housing Development	15,000,000	15,000,000
6	Program (HD 1-40)		
7	AHFC Senior Citizens Housing	3,000,000	3,000,000
8	Development Program (HD 1-40)		
9	AHFC Housing and Urban Development	4,750,000	750,000
10	Federal HOME Grant (HD 1-40)		4,000,000
11	AHFC Housing and Urban Development	3,750,000	3,750,000
12	Capital Fund Program (HD 1-40)		
13	AHFC Federal and Other Competitive	7,500,000	1,500,000
14	Grants (HD 1-40)		6,000,000
15	AHFC Competitive Grants for Public	1,350,000	350,000
16	Housing (HD 1-40)		1,000,000
17	AHFC Supplemental Housing	4,000,000	4,000,000
18	Development Program (HD 1-40)		
19	AHFC Energy Programs Weatherization	5,000,000	2,000,000
20	(HD 1-40)		3,000,000
21	AHFC Federal and Other Competitive	35,000,000	35,000,000
22	Grants - Alaska Sustainable Energy		
23	Corporation (HD 1-40)		
24	* * * * *	* * * * *	
25	* * * * * Department of Transportation and Public Facilities * * * * *		
26	* * * * *	* * * * *	
27	<b>Federal Program Match (HD 1-40)</b>	<b>130,859,460</b>	<b>109,759,960</b>
28	Federal-Aid Highway	1,000,000	
29	Project Title 23 Receipts		
30	(HD 1-40)		
31	Federal-Aid Highway State	93,258,500	
32	Match (HD 1-40)		
33	Other Federal Program	1,681,460	

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		<b>Items</b>		
1				
2				
3	Match (HD 1-40)			
4	Federal-Aid Highway	1,000,000		
5	Project Match Credits (HD 1-			
6	40)			
7	Federal-Aid Aviation State	33,919,500		
8	Match (HD 1-40)			
9	Alaska Marine Highway System Vessel	27,500,000	27,500,000	
10	Overhaul, Annual Certification and			
11	Shoreside Facilities Rehabilitation (HD 1-40)			
12	Public Building Fund Deferred	6,000,000		6,000,000
13	Maintenance, Renovation, Repair and			
14	Equipment (HD 1-40)			
15	Surface Transportation Program (HD 1-	890,212,300		890,212,300
16	40)			
17	<b>Airport Improvement Program (HD 1-40)</b>	<b>344,438,386</b>		<b>344,438,386</b>
18	Rural Airport Improvement	165,000,000		
19	Program (HD 1-40)			
20	Alaska International Airport	179,438,386		
21	System (HD 1-40)			
22	<b>Statewide Federal Programs (HD 1-40)</b>	<b>64,677,800</b>		<b>64,677,800</b>
23	Cooperative Reimbursable	15,000,000		
24	Projects (HD 1-40)			
25	Federal Transit	20,757,800		
26	Administration Grants (HD 1-			
27	40)			
28	Highway Safety Grants	10,920,000		
29	Program (HD 1-40)			
30	Commercial Vehicle	3,000,000		
31	Enforcement Program (HD 1-			
32	40)			
33	Emergency Relief Funding	15,000,000		

		<b>Appropriation</b>	<b>General</b>	<b>Other</b>
		<b>Allocations</b>	<b>Funds</b>	<b>Funds</b>
		<b>Items</b>		
1				
2				
3	(HD 1-40)			
4	State Equipment Fleet Replacement (HD	39,000,000		39,000,000
5	1-40)			
6	Winter Trail Grooming Grants (HD 1-40)	120,000	120,000	
7	(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  
2 of this Act.

3	Funding Source	Amount
4	<b>Department of Commerce, Community, and Economic Development</b>	
5	1002 Federal Receipts	6,250,000
6	1003 General Fund Match	65,000
7	1169 Power Cost Equalization Endowment Fund	350,000
8	1205 Berth Fees for the Ocean Ranger Program	15,300,000
9	<b>* * * Total Agency Funding * * *</b>	<b>\$21,965,000</b>
10	<b>Department of Environmental Conservation</b>	
11	1002 Federal Receipts	267,085,100
12	1003 General Fund Match	18,000,000
13	1075 Alaska Clean Water Fund	12,675,400
14	1100 Alaska Drinking Water Fund	25,184,100
15	1108 Statutory Designated Program Receipts	500,000
16	<b>* * * Total Agency Funding * * *</b>	<b>\$323,444,600</b>
17	<b>Department of Fish and Game</b>	
18	1002 Federal Receipts	13,050,000
19	1004 Unrestricted General Fund Receipts	4,125,000
20	1024 Fish and Game Fund	2,750,000
21	<b>* * * Total Agency Funding * * *</b>	<b>\$19,925,000</b>
22	<b>Department of Military and Veterans' Affairs</b>	
23	1002 Federal Receipts	58,715,900
24	<b>* * * Total Agency Funding * * *</b>	<b>\$58,715,900</b>
25	<b>Department of Natural Resources</b>	
26	1002 Federal Receipts	19,230,000
27	1003 General Fund Match	1,900,000
28	1005 General Fund/Program Receipts	1,000,000
29	1108 Statutory Designated Program Receipts	400,000
30	1153 State Land Disposal Income Fund	600,000
31	1155 Timber Sale Receipts	1,850,000



1	<b>*** Total Agency Funding ***</b>	<b>\$24,980,000</b>
2	<b>Department of Revenue</b>	
3	1002 Federal Receipts	63,250,000
4	1108 Statutory Designated Program Receipts	5,500,000
5	1139 Alaska Housing Finance Corporation Dividend	17,100,000
6	<b>*** Total Agency Funding ***</b>	<b>\$85,850,000</b>
7	<b>Department of Transportation and Public Facilities</b>	
8	1002 Federal Receipts	1,245,618,331
9	1003 General Fund Match	107,759,960
10	1005 General Fund/Program Receipts	2,000,000
11	1026 Highways Equipment Working Capital Fund	39,000,000
12	1027 International Airports Revenue Fund	59,877,805
13	1076 Alaska Marine Highway System Fund	27,500,000
14	1108 Statutory Designated Program Receipts	10,000,000
15	1147 Public Building Fund	6,000,000
16	1179 Passenger Facility Charges	4,931,850
17	1195 Snow Machine Registration Receipts	120,000
18	<b>*** Total Agency Funding ***</b>	<b>\$1,502,807,946</b>
19	<b>*** Total Budget ***</b>	<b>\$2,037,688,446</b>
20	(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  
 2 of this Act.

3 Funding Source	Amount
4 <b>Unrestricted General Funds</b>	
5 1003 General Fund Match	127,724,960
6 1004 Unrestricted General Fund Receipts	4,125,000
7 1139 Alaska Housing Finance Corporation Dividend	17,100,000
8 * * * Total Unrestricted General Funds * * *	\$148,949,960
9 <b>Designated General Funds</b>	
10 1005 General Fund/Program Receipts	3,000,000
11 1076 Alaska Marine Highway System Fund	27,500,000
12 1153 State Land Disposal Income Fund	600,000
13 1155 Timber Sale Receipts	1,850,000
14 1169 Power Cost Equalization Endowment Fund	350,000
15 1195 Snow Machine Registration Receipts	120,000
16 * * * Total Designated General Funds * * *	\$33,420,000
17 <b>Other Non-Duplicated Funds</b>	
18 1024 Fish and Game Fund	2,750,000
19 1027 International Airports Revenue Fund	59,877,805
20 1108 Statutory Designated Program Receipts	16,400,000
21 1179 Passenger Facility Charges	4,931,850
22 1205 Berth Fees for the Ocean Ranger Program	15,300,000
23 * * * Total Other Non-Duplicated Funds * * *	\$99,259,655
24 <b>Other Duplicated Funds</b>	
25 1026 Highways Equipment Working Capital Fund	39,000,000
26 1075 Alaska Clean Water Fund	12,675,400
27 1100 Alaska Drinking Water Fund	25,184,100
28 1147 Public Building Fund	6,000,000
29 * * * Total Other Duplicated Funds * * *	\$82,859,500
30 <b>Federal Receipts</b>	
31 1002 Federal Receipts	1,673,199,331

1       \*\*\* Total Federal Receipts \*\*\*                               \$1,673,199,331  
2       \*\*\* **Total Budget** \*\*\*   **\$2,037,688,446**  
3                               (SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

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

	Appropriation	General	Other
	Allocations	Funds	Funds
	*****	*****	
	***** Department of Transportation and Public Facilities *****		
	*****	*****	
<b>Statewide Federal Programs (HD 1-40)</b>	<b>459,000</b>	<b>459,000</b>	
Highway Safety Grants Program (HD 1-40)	59,000		
Federal Transit Administration Grants (HD 1-40)	400,000		
<b>Federal Program Match (HD 1-40)</b>	<b>69,695,087</b>	<b>69,695,087</b>	
Other Federal Program Match (HD 1-40)	1,611,548		
Federal-Aid Highway State Match (HD 1-40)	58,276,155		
Federal-Aid Aviation State Match (HD 1-40)	9,807,384		
(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  
2 of this Act.

3 Funding Source	Amount
4 <b>Department of Transportation and Public Facilities</b>	
5 1003 General Fund Match	69,695,087
6 1004 Unrestricted General Fund Receipts	459,000
7 * * * <b>Total Agency Funding</b> * * *	<b>\$70,154,087</b>
8 * * * <b>Total Budget</b> * * *	<b>\$70,154,087</b>

9 (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  
2 of this Act.

3	Funding Source	Amount
4	<b>Unrestricted General Funds</b>	
5	1003 General Fund Match	69,695,087
6	1004 Unrestricted General Fund Receipts	459,000
7	*** Total Unrestricted General Funds ***	\$70,154,087
8	<b>Designated General Funds</b>	
9	*** Total Designated General Funds ***	\$0
10	<b>Other Non-Duplicated Funds</b>	
11	*** Total Other Non-Duplicated Funds ***	\$0
12	<b>Other Duplicated Funds</b>	
13	*** Total Other Duplicated Funds ***	\$0
14	<b>Federal Receipts</b>	
15	*** Total Federal Receipts ***	\$0
16	<b>*** Total Budget ***</b>	<b>\$70,154,087</b>

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

1 \* **Sec. 7.** SUPPLEMENTAL DEPARTMENT OF COMMERCE, COMMUNITY, AND  
2 ECONOMIC DEVELOPMENT. The unexpended and unobligated balance, estimated to be  
3 \$650,000, of the appropriation made in sec. 14, ch. 11, SLA 2022, page 117, lines 19 - 20,  
4 (Alaska Energy Authority - Electric Vehicle Infrastructure Plan - \$1,500,000), is  
5 reappropriated to the Department of Commerce, Community, and Economic Development,  
6 Alaska Energy Authority, for federal matching of the United States Department of Energy  
7 State Energy Program.

8 \* **Sec. 8.** FEDERAL AND OTHER PROGRAM RECEIPTS. Federal receipts, designated  
9 program receipts under AS 37.05.146(b)(3), information services fund program receipts under  
10 AS 44.21.045(b), Exxon Valdez oil spill trust receipts under AS 37.05.146(b)(4), receipts of  
11 the Alaska Housing Finance Corporation, receipts of the Alaska marine highway system fund  
12 under AS 19.65.060(a), receipts of the vaccine assessment account (AS 18.09.230), receipts  
13 of the University of Alaska under AS 37.05.146(b)(2), receipts of the highways equipment  
14 working capital fund under AS 44.68.210, and receipts of commercial fisheries test fishing  
15 operations under AS 37.05.146(c)(20) that are received during the fiscal year ending June 30,  
16 2027, and that exceed the amounts appropriated by this Act are appropriated conditioned on  
17 compliance with the program review provisions of AS 37.07.080(h).

18 \* **Sec. 9.** INSURANCE CLAIMS. The amounts to be received in settlement of insurance  
19 claims for losses and the amounts to be received as recovery for losses are appropriated from  
20 the general fund to the

21 (1) state insurance catastrophe reserve account (AS 37.05.289(a)); or

22 (2) appropriate state agency to mitigate the loss.

23 \* **Sec. 10.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC  
24 DEVELOPMENT. (a) The amount received for Community Development Block Grant  
25 Disaster Recovery programs is appropriated to the Department of Commerce, Community,  
26 and Economic Development for Disaster Recovery Programs.

27 (b) Tax credits available from the federal government for certain renewable energy  
28 projects funded by the Alaska Energy Authority, estimated to be \$0, are appropriated to the  
29 Alaska Energy Authority for continued funding of renewable energy projects or matching  
30 funds for federal grants.

31 \* **Sec. 11.** DEPARTMENT OF FISH AND GAME. (a) The proceeds received by the

1 Department of Fish and Game during the fiscal year ending June 30, 2027, from the sale of  
2 state-owned vessels and aircraft purchased without using federal funds, estimated to be  
3 \$150,000, are appropriated to the Department of Fish and Game for renewal, replacement, and  
4 maintenance of vessels and aircraft.

5 (b) The proceeds received by the Department of Fish and Game during the fiscal year  
6 ending June 30, 2027, from the sale of state-owned equipment purchased by the Department  
7 of Fish and Game for federal projects using federal funds, estimated to be \$200,000, are  
8 appropriated to the Department of Fish and Game for renewal, replacement, and maintenance  
9 of equipment to facilitate the same federal projects.

10 \* **Sec. 12.** DEPARTMENT OF PUBLIC SAFETY. (a) The proceeds received by the  
11 Department of Public Safety during the fiscal year ending June 30, 2027, from the sale of  
12 state-owned vessels and surplus vessel parts and accessories, estimated to be \$150,000, are  
13 appropriated to the Department of Public Safety for renewal, replacement, and maintenance of  
14 vessels.

15 (b) The proceeds received by the Department of Public Safety during the fiscal year  
16 ending June 30, 2027, from the sale of state-owned aircraft and surplus aircraft parts and  
17 accessories, estimated to be \$150,000, are appropriated to the Department of Public Safety for  
18 renewal, replacement, and maintenance of aircraft.

19 \* **Sec. 13.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. The  
20 amount appropriated to the Alaska capital income fund (AS 37.05.565) for the fiscal year  
21 ending June 30, 2027, estimated to be \$26,312,800, is appropriated from the Alaska capital  
22 income fund to the Department of Transportation and Public Facilities for statewide critical  
23 deferred maintenance, renovation, and repair.

24 \* **Sec. 14.** LAPSE (a) The appropriations made in secs. 1, 4, 7, 8, 9(2), and 10 - 13 of this  
25 Act are for capital projects and lapse under AS 37.25.020.

26 (b) The appropriation made in sec. 9(1) of this Act is for the capitalization of a fund  
27 and does not lapse.

28 \* **Sec. 15.** Sections 4 - 7 of this Act take effect June 30, 2026.

29 \* **Sec. 16.** Except as provided in sec. 15 of this Act, this Act takes effect July 1, 2026.