

Original sponsors: Dankworth, Bennett  
and Stimson

Offered: 3/18/81  
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 17 (Finance)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Executive Budget Act; and to  
7 state agency programs; and providing for an effective  
8 date."

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10 \* Section 1. AS 37.07.010(1) is amended to read:

11 (1) the orderly establishment, continuing review, and peri-  
12 odic revision of the program goals and policies of state agencies and  
13 financial goals and policies of the state;

14 \* Sec. 2. AS 37.07.010(3) is repealed and reenacted to read:

15 (3) the preparation, coordination, analysis, and enactment  
16 of a budget which is organized to focus on the services provided by  
17 state agencies and on the cost of those services and which provides for  
18 implementation of policies and plans in the succeeding budget period;

19 \* Sec. 3. AS 37.07.020(a) is amended to read:

20 (a) The governor shall prepare and submit to the legislature  
21 before the fourth legislative day a budget for the succeeding fiscal  
22 year which shall cover all estimated receipts, including all grants,  
23 loans, and money received from the federal government, and all proposed  
24 expenditures of the state government. The budget submitted by the  
25 governor shall be organized so that the proposed expenditures for each  
26 agency are presented separately. The budget shall be accompanied by a  
27 general appropriation bill to authorize the proposed expenditures, and  
28 a bill or bills covering recommendations in the budget for new or  
29 additional revenues.

1 \* Sec. 4. AS 37.07.040 is amended to read:

2 Sec. 37.07.040. DIVISION OF BUDGET AND MANAGEMENT. The budget  
3 and management division shall

4 (1) assist the governor in the preparation and explanation  
5 of the proposed comprehensive program and financial plan, including the  
6 coordination and analysis of state agency [PROGRAM] goals and object-  
7 ives, [PROGRAM] plans, and [PROGRAM] budget requests;

8 (2) prepare for submission to the governor an annually  
9 updated six-year capital improvements program and the proposed capital  
10 improvements budget for the coming fiscal year, the latter to include  
11 individual project justification with documentation of estimated pro-  
12 ject cost;

13 (3) develop procedures to produce the information needed for  
14 effective policy decision making, including procedures to provide for  
15 the dissemination of information about plans, programs, and [PROGRAM]  
16 budget requests to be included in the annual budget and opportunity for  
17 public review and comment during the period of budget preparation;

18 (4) assist state agencies in their statement of goals and  
19 objectives, preparation of [PROGRAM] plans, [PROGRAM] budget requests,  
20 and reporting of program performance; all documents forwarded by the  
21 division to a state agency containing instructions for the preparation  
22 of program plans and [PROGRAM] budget requests and the reporting of  
23 program performance are public information after the date they are  
24 forwarded;

25 (5) administer its responsibilities under the program execu-  
26 tion provisions of this chapter so that the policy decisions and budget  
27 determinations of the governor and the legislature are implemented;

28 (6) provide the legislative finance division with the budget  
29 information it may request;

1 (7) provide the legislative finance division with an advance  
2 copy of the governor's budget workbooks by the first Monday in January  
3 of each year, except that following a gubernatorial election year the  
4 advance copy shall be provided by the second Monday in January.

5 \* Sec. 5. AS 37.07.060(b)(2) is amended to read:

6 (2) his operating program and budget recommendations for the  
7 succeeding fiscal year organized by agency as required by AS 37.07.-  
8 020(a);

9 \* Sec. 6. AS 37.07.070 is repealed and reenacted to read:

10 Sec. 37.07.070. LEGISLATIVE REVIEW. The legislature shall con-  
11 sider the governor's proposed comprehensive operating and capital  
12 improvements programs and financial plans, evaluate alternatives to the  
13 plans, make program selections among the various alternatives and  
14 determine, subject to available revenues, the level of funding required  
15 to support authorized state services. The operating and capital budgets  
16 of each agency shall be separately reviewed. During each regular  
17 session of the legislature, legislative review of the governor's supple-  
18 mental appropriation bills and the governor's budget amendments shall  
19 be governed by the following time limits:

20 (1) Requests by the governor for supplemental appropriations  
21 for state agency operating budgets for the current fiscal year may be  
22 introduced by the rules committee only through the 45th legislative  
23 day.

24 (2) Requests by the governor for budget amendments to state  
25 agency budgets for the budget fiscal year may be received and reviewed  
26 by the finance committees only through the 75th legislative day.

27 \* Sec. 7. AS 24.20.231(4) is amended to read:

28 (4) cooperate with the division of budget and management in  
29 establishing a comprehensive system for state [PROGRAM] budgeting and

1 financial management as set out in the Executive Budget Act (AS 37.07);

2 \* Sec. 8. AS 44.66.020(a) is repealed and reenacted to read:

3 (a) Agency programs and activities listed in this subsection  
4 which are specifically designated as provided in AS 44.66.030 are  
5 subject to termination during the regular legislative session convening  
6 in the month and year set out after each:

7 (1) programs in the Office of the Governor and the Depart-  
8 ments of Administration, Law, Commerce and Economic Development,  
9 Military Affairs, and Public Safety -- January, 1980;

10 (2) programs in the Department of Education and programs of  
11 the University of Alaska -- January, 1981;

12 (3) programs in the Departments of Health and Social Services  
13 and Labor -- January, 1982;

14 (4) programs in the Departments of Natural Resources, Fish  
15 and Game, Environmental Conservation, Revenue, Community and Regional  
16 Affairs, and Transportation and Public Facilities -- January, 1983.

17 \* Sec. 9. AS 44.66.030 is amended to read:

18 Sec. 44.66.030. PROGRAM IDENTIFICATION. During the legislative  
19 session preceding each of the years set out in AS 44.66.020, the Legis-  
20 lative Budget and Audit Committee shall designate, not later than  
21 March 1 of those years, the programs and activities within each depart-  
22 ment [PROGRAM CATEGORY] which shall be subject to termination in the  
23 next fiscal year. The recommendations of the Legislative Budget and  
24 Audit Committee shall be submitted to the respective houses of the  
25 legislature in the form of a bill which, if enacted into law, would  
26 terminate those designated programs and activities on or before July 1  
27 of the following year.

28 \* Sec. 10. This Act takes effect July 1, 1981.

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