

**SB**

**1005**

**HFIN**

**FILE**

# HOUSE COMMITTEE REPORT

(11)

Date Referred to Committee: June 5, 1996

FURTHER REFERRALS:

Date of Committee Action: 6/6/96

The FINANCE Committee considered:

CSSB 1005(FIN) am

CS FOR SENATE BILL NO. 1005(FIN) am

APPROP: MISCELLANEOUS

"An Act making and amending appropriations; making appropriations under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund; providing for an effective date for versions of HB 412 and SB 136 that were passed by the Nineteenth Alaska State Legislature; and providing for an effective date."

recommends it be replaced  the same title  
 with the following committee substitute \_\_\_\_\_  a new title

additional referral to \_\_\_\_\_ Committee  
 attached amendment(s)

ADOPTS: \_\_\_\_\_ Letter of Intent

ATTACHES NEW FISCAL NOTE(s): (Dept) \_\_\_\_\_ APPROVES PREVIOUS: (Dept/Date) \_\_\_\_\_  
 fiscal note(s) \_\_\_\_\_  fiscal note(s) \_\_\_\_\_  
 \_\_\_\_\_  
 zero fiscal note(s) \_\_\_\_\_  zero fiscal note(s) \_\_\_\_\_  
 \_\_\_\_\_

SIGNING WITH RECOMMENDATIONS	DP	DNP	NR	AM
<i>Richard Foster</i> Foster	X			
<i>Alan Mulder</i> Mulder	X			
<i>Ferry Martin</i> Martin			X	
<i>Sean Parnell</i> Parnell				
<i>Ben Grossendort</i> Grossendort	X			
<i>Mike Navarre</i> Navarre				X
<i>Tain Brown</i> Brown				X
<i>Neil Kelly</i> Kelly			X	
<i>Gary Thorndike</i> Thorndike	X			
<i>Mark Hawley</i> Hawley	X			

CO  
 CHAIR'S SIGNATURE *Mark Hawley* *Richard Foster*  
*Hawley* *Foster*

AMENDMENT

#3

BY FRANK

OFFERED IN THE SENATE

TO: CSSB 1005(FIN)

1 Page 3, line 9:

2 Delete "\$13,275,389"

3 Insert "\$14,005,389"

4 Page 3, line 17:

5 Delete "7,445,900"

6 Insert "6,275,900"

7 Page 5, following line 1:

8 Insert the following material to read:

9 "Group health and life benefits fund (AS 39.30.095) 1,900,000"

10 Page 5, line 25:

11 Delete "\$975,000"

12 Insert "\$245,000"

13 Page 5, line 26, before "public":

14 Delete "reduced"

15 Insert "the"

16 Page 5, lines 26 - 27:

17 Delete "reduced geographic differential,"

18 Page 5, line 31:

19 Delete "\$8,448,800"

Frank moved

adopted  unanimous consent  
or Y \_\_\_ N \_\_\_  
( ) failed Y \_\_\_ N \_\_\_

CERTIFIED AMENDMENT

Nancy Quinto  
Secretary of the Senate

1           Insert "\$7,278,800"

2   Page 6, lines 4 - 5:

3           Delete "establishes a reduced version of the public employees' retirement system for  
4 new employees, reduces the geographic differential for certain state employees,"

5           Insert "makes a reduction for new employees under the public employees' retirement  
6 system,"

7   Page 7, following line 20:

8           Insert new bill sections to read:

9           **\* Sec. 13.** The unexpended and unobligated balance, not to exceed \$25,000, of the general  
10 fund appropriation made by sec. 47, ch. 94, SLA 1995, page 22, line 10 (Medical assistance -  
11 \$342,667,300) is reappropriated to the Department of Public Safety for payment as a grant  
12 under AS 37.05.316 to Victims for Justice for personal services, office supplies, and  
13 equipment.

14          **\* Sec. 14.** The unexpended and unobligated balance, not to exceed \$200,000, of the general  
15 fund appropriation made in sec. 47, ch. 94, SLA 1995, page 22, line 10 (Medical assistance -  
16 \$342,667,300) is reappropriated to the Department of Health and Social Services for child care  
17 benefits to eligible needy families, welfare, and Alaska work programs for the fiscal year  
18 ending June 30, 1997.

19          **\* Sec. 15.** The unexpended and unobligated balance, not to exceed \$200,000, of the general  
20 fund appropriation made in sec. 47, ch. 94, SLA 1995, page 22, line 10 (Medical assistance -  
21 \$342,667,300) is reappropriated to the Department of Fish and Game for fisheries management  
22 activities for the fiscal year ending June 30, 1997.

23          **\* Sec. 16.** The unexpended and unobligated balance, not to exceed \$140,000, of the general  
24 fund appropriation made in sec. 47, ch. 94, SLA 1995, page 22, line 10 (Medical assistance -  
25 \$342,667,300) is reappropriated to the Department of Health and Social Services to fund costs  
26 of phasing out the Juneau public health laboratory for the fiscal year ending June 30, 1997.

27          **\* Sec. 17.** The sum of \$1,615,000 is appropriated from corporate receipts of the Alaska  
28 Housing Finance Corporation to the Department of Transportation and Public Facilities for  
29 Bethel seawall construction.

30          **\* Sec. 18.** The sum of \$250,000 is appropriated from corporate receipts of the Alaska

1 Housing Finance Corporation to the Department of Administration for payment as a grant  
2 under AS 37.05.315 to the City of Valdez for reviewing and implementing a study of  
3 alternative uses of the Harborview facility."

4 Renumber the following bill sections accordingly.

5 Page 8, line 7:

6 Delete "sec. 11"

7 Insert "secs. 11 and 17"

8 Page 8, line 10:

9 Delete "and 5 - 18"

10 Insert "5 - 16, and 19 - 24"

11 Page 8, line 12:

12 Delete "sec. 19"

13 Insert "sec. 25"

# STATE OF ALASKA

## DEPT. OF HEALTH AND SOCIAL SERVICES

DIVISION OF ADMINISTRATIVE SERVICES

TONY KNOWLES, GOVERNOR

P.O. BOX 110650  
JUNEAU, ALASKA 99811-0650  
PHONE: (907) 465-3082  
FAX: (907) 465-2499

May 10, 1996

The Honorable Rick Halford  
Co-Chair Senate Finance  
Room 508 Capitol Bldg  
Juneau, Alaska, 99801

Dear Senator Halford:

Attached, per the Senate Finance Committee request of May 9, 1996 is a funding chart for the Medicaid Sections found in SB 1005.

If you have any questions, please call me at 465-3082.

Sincerely,



Janet Clarke  
Director

cc: Representative Mark Hanley  
Representative Richard Foster  
Annalee McConnell, OMB Director

SB 1005 - MEDICAID SECTIONS

BILL SECTION	DESCRIPTIONS	EXTENDED LAPSE DATES		NEW APPROPRIATIONS		
		GEN FUND	OTHER	GEN FUND	OTHER	FEDERAL
9 (a)	Extend RSA for Div of Senior Services through FY97 to improve home and community care for the elderly. This section was requested because it is not clear that all of the projects will be completed by 6/30/96. <b>WORK IS CURRENTLY UNDERWAY.</b>	1,500.0				
9 (b)	Extend the lapse date through FY97 for the Medicaid Non-Facility up to \$1.5 million to allow general funds to become available which could be used with 9 (c) to restore optional services (vision & dental) for most of FY97. <b>NO SERVICES HAVE BEEN RESTORED IN FY96.</b>	1,500.0				
3 (c)	Appropriation of Mental Health Trust Authority funds and federal funds, which when matched with 9 (b) will allow some of the optional services (vision & dental) to be restored in FY97.				1,000.0	2,500.0
21	Appropriation of unrestricted federal receipts recieved as reimbursement from the federal Medicaid program for administrative claims in public schools to the Children's Trust (AS 37.14.200).					2,500.0
23	Extend the lapse date of Medicaid Facility component for a maximum of \$250.0 to go to Harborview convection to a correctional facility.	250.0				
	<b>TOTAL</b>	<b>3,250.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,000.0</b>	<b>5,000.0</b>

FY96/97 ALL FUNDS FISCAL SUMMARY

(in millions of dollars)

	FY96 Authorized				FY97 Legislative Actions to date				Comparison, FY97 vs. FY96			
	GF/CBR	Federal	Other	Total	GF/CBR	Federal	Other	Total	GF/CBR	Federal	Other	Total
<b>REVENUES</b>												
Unrestricted General Fund	2,000.6			2,000.6	1,910.1			1,910.1	(90.5)			(90.5)
Revenue Adjustments	101.7			101.7	35.8			35.8	(65.9)			(65.9)
AHFC Transfer to General Fund	70.0			70.0	50.0			50.0	(20.0)			(20.0)
AIDEA Transfer to General Fund					16.7			16.7	16.7			16.7
From Constitutional Budget Reserve	316.6			316.6	402.7			402.7	86.1			86.1
Federal and Other Funds		1,085.1	3,716.0	4,801.1		1,090.8	2,134.0	3,224.9		5.8	(1,582.0)	(1,576.2)
<b>TOTAL AVAILABLE</b>	<b>2,488.9</b>	<b>1,085.1</b>	<b>3,716.0</b>	<b>7,290.0</b>	<b>2,415.3</b>	<b>1,090.8</b>	<b>2,134.0</b>	<b>5,640.2</b>	<b>(73.6)</b>	<b>5.8</b>	<b>(1,582.0)</b>	<b>(1,649.8)</b>
<b>EXPENDITURES</b>												
Operating												
Agency Operations (Non-Formula)	1,144.0	427.9	716.0	2,287.9	1,114.5	421.0	731.7	2,267.2	(29.5)	(6.9)	15.7	(20.8)
Formula Programs	1,074.1	301.6	155.3	1,531.0	1,064.5	307.5	147.5	1,519.5	(9.6)	5.9	(7.8)	(11.5)
New Legislation					6.9	2.0	2.5	11.4	6.9	2.0	2.5	11.4
Debt Service	109.4		36.8	146.2	94.7		31.9	126.7	(14.7)		(4.9)	(19.5)
Capital	116.0	343.4	121.2	580.6	100.1	353.0	187.6	640.7	(15.9)	9.6	66.4	60.1
Loans	1.5	7.6		9.1	1.5	7.3		8.8	(0.0)	(0.2)	0.0	(0.3)
Specials & Fund Transfers (3)	17.1		2,678.2	2,695.3	13.9		1,032.8	1,046.7	(3.2)		(1,645.4)	(1,648.6)
Supplementals	24.5	4.6	8.5	37.6	17.0			17.0	(7.5)	(4.6)	(8.5)	(20.6)
RPLs FY96 to date and FY97 estimate	2.3			2.3	2.3			2.3	0.0			0.0
<b>TOTAL APPROPRIATIONS</b>	<b>2,488.9</b>	<b>1,085.1</b>	<b>3,716.0</b>	<b>7,290.0</b>	<b>2,415.3</b>	<b>1,090.8</b>	<b>2,134.0</b>	<b>5,640.2</b>	<b>(73.6)</b>	<b>5.7</b>	<b>(1,582.0)</b>	<b>(1,649.8)</b>
Less Duplicated Expenditures			-506.5	-506.5			-484.3	-484.3	0.0	0.0	22.2	22.2
<b>UNDUPLICATED EXPENDITURES</b>	<b>2,488.9</b>	<b>1,085.1</b>	<b>3,209.5</b>	<b>6,783.5</b>	<b>2,415.3</b>	<b>1,090.8</b>	<b>1,649.7</b>	<b>5,155.9</b>	<b>(73.6)</b>	<b>5.7</b>	<b>(1,559.8)</b>	<b>(1,627.6)</b>

Notes: (1) The GF/CBR columns include both general funds and direct appropriations of Constitutional Budget Reserve funds.

(2) Shared tax and salmon enhancement tax programs are off-budget.

(3) See the Specials and Fund Transfers detail attached.

5/9/96  
DEC-96  
F55

**FY96/97 Special Appropriations and Fund Transfers**  
(in millions of dollars)

Special Appropriations/Fund Transfers	FY96 Authorized			FY97 Legislative Action to date			Comparison, FY97 vs. FY96		
	GF/CBR	Other	Total	GF/CBR	Other	Total	GF/CBR	Other	Total
Permanent Fund Dividends		536.2	536.2		606.7	606.7		70.6	70.6
Permanent Fund Inflation Proofing		347.6	347.6		406.0	406.0		58.4	58.4
Perm. Fund Earnings Reserve to Principal, Ch 103/95		500.0	500.0				(500.0)		(500.0)
Perm. Fund Earnings Reserve to Principal, HCS CSSB 84(FIN)		1,288.0	1,288.0				(1,288.0)		(1,288.0)
Four Dam Pool Transfer Fund		6.4	6.4		11.2	11.2		4.8	4.8
Surcharge Transfer to OHSR Prevention Account	9.9		9.9	13.6		13.6	3.7		3.7
Surcharge Transfer to OHSR Response Account	4.0		4.0			0.0			(4.0)
Storage Tank Assistance Fund Receipts	0.4		0.4	0.3		0.3	(0.1)		(0.1)
Storage Tank Assistance Fund Capitalization	2.8		2.8		2.9	2.9		2.9	0.1
Alaska Children's Trust Capitalization					6.0	6.0		6.0	6.0
<b>TOTAL</b>	<b>17.1</b>	<b>2,678.2</b>	<b>2,695.3</b>	<b>13.9</b>	<b>1,032.8</b>	<b>1,046.7</b>	<b>(3.2)</b>	<b>(1,645.4)</b>	<b>(1,648.6)</b>

**3801 C Street, Suite 742**  
Frontier Building  
Anchorage, AK 99503  
Main: (907) 269-7960  
FAX: (907) 269-7966

**Alaska Mental Health  
Trust Authority**

# Memo

**To:** Senator L. rue Pearce, President of the Senate  
Representative Gail Phillips, Speaker of the House of Representatives  
Senator Rick Halford  
Representative Mark Hanley

**From:** Jeff Jessee, Executive Director

**Date:** May 10, 1996

**Re:** **One year restoration of Medicaid Options ( SB/HB 1005 Section 9 ( c ) )**

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I am writing to explain the willingness of the Trustees to commit \$1,000,000 of Trust income toward restoring several Medicaid options for one year. These options include optometrist service and eyeglasses, care for hearing and language disorders, and dental services for adults.

The Trustees recognize that the rising cost of basic health care has made it difficult for the State to meet these important needs. The only thing certain about the future of health care delivery and financing is that major change is needed and inevitable. The Trustees have allocated these funds to help the State address beneficiary needs that fall through the cracks during this transition period. However, federal changes have been slower than expected and the State continues to struggle with long term strategies to meet these needs.

In the meantime, the beneficiaries suffer from the lack of these basic services. Beneficiaries who can't see, can't hear, can't be understood, can't use what abilities they do have and who can't even get dental attention until they have to go to the emergency room can only become more dependent on the system. This is not only bad for the beneficiaries but bad for the State and the Trust as well as we attempt to stretch limited dollars as far as possible.

The Trustees believe that this one year stop gap measure would be a good investment of both Trust income and reappropriated general fund dollars. It would assist the State by minimizing the commitment of general fund dollars while providing critically needed services to beneficiaries. The Trustees and beneficiaries look forward to working with the State in its health care reform efforts to develop a system that will meet the ongoing need for these basic services.

Finally, the Trustees understand that a special session is a difficult time and offer any assistance to the legislature you may require. On behalf of the beneficiaries, thank you for your consideration of this proposal.

JFC-96  
F35

**SENATE FINANCE COMMITTEE**  
**FISCAL SUMMARY OF GOVERNOR'S FIRST SPECIAL SESSION BUDGET BILL**  
 As of May 8, 1996

BIM Section	New Appropriation Amounts by Funding Source				Reapprop Amounts
	Total	GE	Fed	Other	
1	0.0				
2	0.0				
3	739.5	739.5			
4	80.8	80.8			
5	864.7	852.1	4.8	7.8	
6	499.1	466.2	2.1	30.8	
7	720.0	720.0			
8	250.0	250.0			
9 (a)	0.0				1,500.0
9 (b)	0.0				1,500.0
9 (c)	3,500.0		2,500.0	1,000.0	
10 (a)	11,008.9	6,252.3	1,310.2	3,446.4	
11	592.0	592.0			
12	1,202.6	1,202.6			
13	320.0	320.0			
14	224.1	220.9	1.2	2.0	
15	1,013.2	946.4	4.3	62.5	
16	1,389.6	1,389.6			
17	0.0				
18	0.0				650.0
19	0.0				
20	0.0				1,000.0
21	2,500.0		2,500.0		
22	0.0				300.0
23	0.0				250.0
24 (a)	0.0				
24 (b)	750.0			750.0	
25	0.0				100.0
26	0.0				400.0
27	0.0				
28	0.0				
29	0.0				1,232.4
30	0.0				
31	0.0				
32	0.0				
33	0.0				
34	0.0				
35	13,302.0	11,802.0		1,500.0	
36	2,081.6	1,270.3		811.3	
37	11,094.0	2,994.0	700.0	7,400.0	
38	0.0				
<b>Total Governor's Request</b>	<b>52,132.1</b>	<b>30,098.7</b>	<b>7,022.6</b>	<b>15,010.8</b>	<b>6,932.4</b>
<b>FY 96 Supplementals</b>					
Operating	2,184.1	2,138.6	6.9	38.6	
Capital	720.0	720.0	0.0	0.0	
<b>Total FY 96 Supplementals</b>	<b>2,904.1</b>	<b>2,858.6</b>	<b>6.9</b>	<b>38.6</b>	
<b>FY 97 Operating</b>					
Labor Contracts	15,750.4	10,923.8	1,315.7	3,510.9	
Programs	17,052.0	12,052.0	2,500.0	2,500.0	
New Legislation	2,081.6	1,270.3	0.0	811.3	
<b>Total FY 97 Operating</b>	<b>34,884.0</b>	<b>24,246.1</b>	<b>3,815.7</b>	<b>6,822.2</b>	
<b>FY 97 Capital &amp; Grants</b>	<b>11,844.0</b>	<b>2,994.0</b>	<b>700.0</b>	<b>8,150.0</b>	
<b>Capitalize Children's Fund</b>	<b>2,500.0</b>	<b>0.0</b>	<b>2,500.0</b>	<b>0.0</b>	
<b>Total Governor's Request</b>	<b>52,132.1</b>	<b>30,098.7</b>	<b>7,022.6</b>	<b>15,010.8</b>	

SENATE BILL 1005  
SALARY RELATED SECTIONS

		General fund	Other Funds	Total Funds	
<b>SUPPLEMENTAL OPERATING APPROPRIATIONS</b>					
SEC 3	Inland Boatmen's Union	739,511	0	739,511	\$950 Lump Sum portion of agreement
SEC 4	Master's, Mates and Pilots	80,847	0	80,847	\$950 Lump Sum portion of agreement
SEC 5	U of A, AK Classified Employees Assn	852,095	12,562	864,657	FY 95 and FY96
SEC 6	U of A, AK Community College Federation of Teachers	466,207	32,901	499,108	FY96
	<b>SUBTOTAL</b>	<b>2,138,660</b>	<b>45,463</b>	<b>2,184,123</b>	
<b>FY97 OPERATING APPROPRIATIONS</b>					
SEC 10 (a)	Monetary Terms of Collective Agreements in (b)	6,252,300	4,756,600	11,008,900	FY97 Costs
	(b)				
	1 ASEA for General Government Unit				
	2 APEA for Supervisory Unit				
	3 Local 71 for Labor Trades and Crafts				
	4 Inland Boatmen's Union for Unlicensed marine unit				
	5 Int'l Org of Masters, Mates and Pilots				
	6 PSEA for Troopers and other Commissioned Law Personnel				No FY97 Funding Requested
	7 Alyeska Correspondence School				No FY97 Funding Requested
	8 Alaska Vocational Technical Center Teacher's Assn				
SEC 11	Alaska Court System, Intl Brotherhood of Electrical Workers Nonjudicial, nonsupervisory, Classified employees	592,000	0	592,000	
SEC 12	Alaska Court System, Employees not members of Collective Bargaining Unit	1,202,600	0	1,202,600	
SEC 13	Alaska State Legislature, Employees not members of Collective Bargaining Unit	320,000	0	320,000	
SEC 14	U of A, AK Classified Employees Assn	220,900	3,200	224,100	FY97 Costs
SEC 15	U of A, AK Community College Federation of Teachers	946,400	66,789	1,013,189	FY97 Costs
SEC 16	U of A, Employees not members of Collective Bargaining Unit	1,389,600	0	1,389,600	
	<b>SUBTOTAL</b>	<b>10,923,800</b>	<b>4,826,589</b>	<b>15,750,389</b>	
	<b>TOTAL</b>	<b>13,062,460</b>	<b>4,872,052</b>	<b>17,934,512</b>	

5/9/96  
JRC-96  
FSS  
Contact  
IAMS



# CITY OF BETHEL

P.O. Box 200 • Bethel, Alaska 99503

643-2287 — Area Code 907

## MEMORANDUM

DATE: November 9, 1995  
 TO: Kenneth L. Weaver, City Manager  
 FROM: Bonnie Duke, Finance Director *Bonnie Duke*  
 RE: Match-Bethel Bank Stabilization

As we discussed yesterday, following is a brief summary of the funding for the Bethel Bank Stabilization project.

Estimated Total Project Costs \$21,600,000

25% Local Match-City of Bethel		\$5,400,000
FY95 Contribution from DOT (credit for City's match)	\$1,296,000	
FY95 Cash Contribution-City of Bethel (from Designated Retained Earnings of Port Fund)	204,000	
Total FY95 Credit		1,500,000
<b>REMAINING REQUIRED MATCH</b>		3,900,000
Land Acquisition and Administrative Costs for non-City-Owned Real Estate (from Designated Retained Earnings of Port Fund and General Fund Contribution for Administrative Costs)		781,000
<b>REMAINING REQUIRED MATCH</b>		3,119,000
Estimated Credit for City-Owned Real Estate dedicated to the project (Non-cash credit from General Fund Fixed Assets Account Group)		400,000
<b>REMAINING REQUIRED MATCH</b>		2,719,000
Estimated Cash Contribution from Designated Retained Earnings in Port Fund (Note: All liquid assets of the Port Fund have been designated for the Bethel Bank Stabilization project. Therefore, the Port Fund is "broke" and will need to begin to accumulate future earnings to become "sanguine")		1,000,000
<b>REMAINING REQUIRED MATCH</b>		1,719,000

The City will require at least \$1,710,000 in additional funding in order to complete the project. Additional funding in excess of \$1,719,000 is desirable since the designation in the Port Fund has impaired the liquidity of the Port fund, which may hamper the City's ability to properly fund future maintenance of the project.

"Deep Sea Port and Transportation Center of the Kuskokwim"