

SB

1005

SFIN

FILE

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. WORK IS CURRENTLY UNDERWAY.	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. NO SERVICES HAVE BEEN RESTORED IN FY96.	1,500.0				
9 (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 conversion to a correctional facility.	250.0				
	TOTAL	3,250.0	0.0	0.0	1,000.0	5,000.0

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
REVENUES												
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)
TOTAL AVAILABLE	2,488.9	1,085.1	3,716.0	7,290.0	2,415.3	1,090.8	2,134.0	5,640.2	(73.6)	5.8	(1,582.0)	(1,649.8)
EXPENDITURES												
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
TOTAL APPROPRIATIONS	2,488.9	1,085.1	3,716.0	7,290.0	2,415.3	1,090.8	2,134.0	5,640.2	(73.6)	5.7	(1,582.0)	(1,649.8)
Less Duplicated Expenditures			-506.5	-506.5			-484.3	-484.3	0.0	0.0	22.2	22.2
UNDUPLICATED EXPENDITURES	2,488.9	1,085.1	3,209.5	6,783.5	2,415.3	1,090.8	1,649.7	5,155.9	(73.6)	5.7	(1,559.8)	(1,627.6)

- 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.

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
TOTAL	17.1	2,678.2	2,695.3	13.9	1,032.8	1,046.7	(3.2)	(1,645.4)	(1,648.6)

3601 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 Drue 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))**

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

BIN Sector:	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				950.0
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				
Total Governor's Request	52,132.1	30,098.7	7,022.6	15,010.8	6,932.4
FY 96 Supplementals					
Operating	2,184.1	2,138.6	6.9	38.6	
Capital	720.0	720.0	0.0	0.0	
Total FY 96 Supplementals	2,904.1	2,858.6	6.9	38.6	
FY 97 Operating					
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	
Total FY 97 Operating	34,884.0	24,246.1	3,815.7	6,822.2	
FY 97 Capital & Grants					
	11,844.0	2,994.0	700.0	8,150.0	
Capitalize Children's Fund					
	2,500.0	0.0	2,500.0	0.0	
Total Governor's Request	52,132.1	30,098.7	7,022.6	15,010.8	

F. U.

FINA DIV. 00.4030000

LEG. F. DIVISION

5.4.

00.0000.00

SENATE BILL 1005
SALARY RELATED SECTIONS

		General Fund	Other Funds	Total Funds	
SUPPLEMENTAL OPERATING APPROPRIATIONS					
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
	SUBTOTAL	2,138,660	45,463	2,184,123	
FY97 OPERATING APPROPRIATIONS					
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 Intl Org of Masters, Mates and Pilots				
	6 PSEA for Troopers and other Commissioned Law Personnel				
	7 Alyeska Correspondence School				No FY97 Funding Requested
	8 Alaska Vocational Technical Center Teacher's Assn				No FY97 Funding Requested
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	
	SUBTOTAL	10,923,800	4,826,589	15,750,389	
	TOTAL	13,062,460	4,872,052	17,934,512	

5/9/96
 SKL-96
 FSS
 Contact
 I Hms



CITY OF BETHEL

P.O. Box 308 • Bethel, Alaska 99559

943-2287 — 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
REMAINING REQUIRED MATCH		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
REMAINING REQUIRED MATCH		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
REMAINING REQUIRED MATCH		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 "margin")		1,000,000
REMAINING REQUIRED MATCH		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"

SENATE FINANCE COMMITTEE REPORT

DATE: 5/9/96

DATE TURNED INTO OFFICE: 6-4-96

The Finance Committee considered SENATE BILL NO. 1005

Making, amending, and repealing appropriations; efd.

and recommends:

- be replaced with _____ CS SB 1005 (FIN)
- adopt previous _____ CS _____
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:**
- same title
 - new title
- House Bill:**
- same title
 - technical change
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

6/4/96 R. H. [unclear] Approved

SENATE FINANCE COMMITTEE / as amended

Amendment Number: _____
Bill Number: CSSB 1005 (FIN)
Sponsor: _____ Date: 6/4/96
Logged In By: _____

AMENDMENT TO CSSB 1005 (FIN)

- 1. Amend Sec. 9:

The sum of \$10,000,000 is appropriated to the Dept. of Natural Resources for fire suppression activities for the fiscal year ending June 30, 1996⁹⁷ from the following fund sources:

Federal Receipts	\$5,000,000
General Fund	\$5,000,000

- 2. Add a new section:

The sum of \$200,000 is appropriated from the general fund for payment as a grant to the Matanuska-Susitna Borough for fire response/clean-up costs for fires during 1996.

6-4-96

SENATE FINANCE
COMMITTEE

Amendment Number: 2
Bill Number: CS5B1005(Fin)
Sponsor: _____ Date: 6/4/96
Logged in By: _____

A M E N D M E N T

Sec. . The balance on June 30, 1996, of the Alaska Public Utilities Commission designated program receipts account for regulatory cost charges under AS 42.05.254 and AS 42.06.286 for fiscal year 1996 is appropriated to the Alaska Public Utilities Commission to meet its duties under the Federal Telecommunications Act of 1996 (P.L. 104-104) and shall be assessed against the telephone utilities in FY 1997. It is the intent of the Legislature that ~~in~~ ⁱⁿ addressing the issue of what constitutes "universal service" under the Act, the Alaska Public Utilities Commission should define "universal service" so that Alaskans will have the same access to the benefits of modern telecommunications services as the residents of the lower 48 states and that the APUC should carefully review ^{any} steps taken by the Federal Communications Commission to implement the 1996 Federal Telecommunications Act prior to taking any significant action which would affect the current telecommunications marketplace in Alaska.

RH
moved
SR
Obj.
Adopted - 1st deletion
RH
Adopted - 2nd deletion
to
Adopted
addition delete
Adopted
amend
to amend
SF further
deletion
RH moved
2nd
deletion
Adopted
SR insert
"any"
Adopted

Amend # 2
Adopted
as amended
3 times

SENATE FINANCE COMMITTEE

Page 2 6/4/96

Amendment Number: 6 BS
Bill Number: CSSB 1005 mnd
Sponsor: _____ Date: 6/4/96
Logged In By: _____

AMENDMENT

OFFERED IN THE SENATE

BY: Sharp 6-1

TO: CSB 1005

After Section 9 Page 9;
Add New Section

~~Section 18, page 9, lines 15-18 is amended to read:~~

(9) ~~Sec. 18~~ The sum of \$650,000 is reappropriated from the Power Project Fund otherwise subject to lapse into the general fund as of June 30 and August 10, 1994, in accordance with the former AS 44.83.170(g), to the Department of Community & Regional Affairs, Division of Energy for hydroelectric projects and regional intertie projects [~~DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES FOR BETHEL SEAWALL CONSTRUCTION~~].

~~Section 19, Page 9, lines 19-22, is amended to read:~~

(9) ~~Sec. 19~~ The fund balance in the Rural Electrification Revolving Loan Fund on June 30, 1996, otherwise subject to lapse into the general fund (AS 42.45.020(g)), is appropriated to the Department of Community & Regional Affairs, Division of Energy for hydroelectric projects and regional intertie projects [~~DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES FOR BETHEL SEAWALL CONSTRUCTION~~].

And Remember accordingly

6-4-96
#7
Adopted

Sec. _____. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS.
The sum of \$4,000,000 is appropriated from the general fund to the disaster relief fund (AS 26.23.300) for costs associated with declared disasters. [This is for the capitalization of a fund and does not lapse.]

SENATE FINANCE
COMMITTEE
Amendment Number: 8
Bill Number: _____
Sponsor: _____ Date: _____
Logged In By: _____

6/4/96
9-LS9000VB.1
Utermohle
5/10/96

2
mred
Adopted

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR ZHAROFF

TO:

1 * Sec. . The appropriation made in the version of SB 136 that is passed by the
2 Nineteenth Alaska State Legislature and enacted into law that corresponds to the
3 appropriation made by sec. 80, HCS 2d CSSB 136(FIN), page 70, lines 36 - 37, is amended
4 to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
5		
6		
7 Point Baker <u>Community Facilities and</u>	25,000	25,000
8 <u>Equipment</u> [WATER SYSTEM		
9 PHASE IV] (ED 5)		

9-GS2073VO
Utermohle
6/4/96

6/4/96
RH
moved
w/o
Sec. 1
Adopted
w/o
Sec. 1

CS FOR SENATE BILL NO. 1005(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SPECIAL SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

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

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

7 * Section 1. LEGISLATIVE FINDINGS AND INTENT FOR LONG RANGE
8 FINANCIAL PLAN. (a) The legislature finds that

9 (1) the members of the Long Range Financial Planning Commission who were
10 jointly appointed by the governor and the legislature, conducted hearings across the state,
11 raising the awareness of and educating Alaskans about the fiscal gap;

12 (2) the state has spent more than it has collected in annually recurring revenues
13 during six of the past nine fiscal years;

cut

1 (3) the state's fiscal year 1996 fiscal gap between recurring revenues and
2 expenditures is estimated to be \$316,600,000;

3 (4) petroleum revenue currently accounts for about 80 percent of unrestricted
4 general funds and Alaska's petroleum production is projected to decline by one-third during
5 the next 10 years;

6 (5) the fiscal gap is projected to grow steadily if the state does not effectively
7 address annually recurring revenues and expenditures in the context of a long-range plan;

8 (6) without changes in projected revenues and expenditures, current reserves
9 in the constitutional budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska)
10 may be depleted by fiscal year 2000;

11 (7) the Long Range Financial Planning Commission and other fiscal policy
12 forums around the state have identified various fiscal tools that can be employed in a long-
13 range plan, including expenditure reductions, revenue increases, and use of reserves;

14 (8) in these fiscal policy forums, the conclusion has been that no single tool
15 is sufficient to address the fiscal gap and that several tools must be used in combination in
16 any viable plan to bring about state economic stability;

17 (9) the Alaska permanent fund is a cornerstone of the state's economic future
18 and should continue to grow as well as to provide reliable dividends to the general public.

19 (b) The legislature intends that a 10-year plan to address the state's fiscal gap will

20 (1) put the state on firm fiscal ground for at least the next 10 years, fiscal
21 years 1997 through 2006, and strike a balance between current public service needs and
22 protection of the permanent fund for future generations;

23 (2) close the fiscal gap between annually recurring revenues and expenditures
24 by the end of fiscal year 2001;

25 (3) use a combination of fiscal tools such as budget cuts, new development
26 revenues, other taxes, and use of reserves;

27 (4) disclose and review all funding sources, not just general funds;

28 (5) deposit \$1,288,000,000 from the permanent fund earnings reserve to the
29 fund's principal;

30 (6) fully inflation-proof the principal of the permanent fund;

31 (7) maintain permanent fund dividends;

- 1 (8) consider future use of permanent fund earnings only with a vote of the
2 people in 1998;
- 3 (9) cut the budget not less than \$180,000,000 during fiscal years 1997 through
4 1999, acknowledging the additional impact of absorbing inflation;
- 5 (10) use the Alaska Department of Labor's population and inflation estimates
6 and Department of Education's school enrollment projections;
- 7 (11) fully fund the equivalent of the current K-12 foundation formula,
8 including increases for enrollment;
- 9 (12) recommend streamlining measures and legislation each year as part of the
10 budget process;
- 11 (13) endorse a six-year capital plan that addresses schools, transportation, water
12 and sewer, prisons, and other basic needs with a stable level of funding from year to year;
- 13 (14) plan for adequate maintenance of facilities and other infrastructure;
- 14 (15) use Department of Revenue mid-case projections for existing revenues
15 such as oil and gas revenues and corporate taxes;
- 16 (16) include new development revenues beginning in fiscal year 1998;
- 17 (17) diversify state revenues to reduce dependence on volatile oil and gas
18 revenues through measures such as increased user fees and increased excise taxes;
- 19 (18) consider dedicating fuel taxes;
- 20 (19) maintain a balance of at least \$1,500,000,000 in the constitutional budget
21 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) until the fiscal gap is
22 eliminated and then conduct a policy review of the state's reserve level to ensure that an
23 appropriate amount of liquid reserves is available to deal with revenue volatility and
24 emergencies;
- 25 (20) include projections for new oil and gas settlements of \$800,000,000 to be
26 deposited in the constitutional budget reserve fund over the next four years;
- 27 (21) manage the constitutional budget reserve fund with a goal of achieving
28 at least a 6.5 percent return in fiscal year 1997;
- 29 (22) fix the sweep and payback provisions of the constitutional budget reserve
30 fund (art. IX, sec. 17(d), Constitution of the State of Alaska) through constitutional
31 amendment; and

1 (23) develop a cash management and reserves policy to be implemented by
2 statute in 1997.

3 (c) The legislature intends to work with the governor and with all parties to implement
4 this long-range financial plan and meet the needs of Alaskans.

5 (d) The legislature urges all Alaskans to become knowledgeable about the fiscal
6 situation of the State of Alaska and to support actions necessary to close the fiscal gap.

7 (e) The legislature thanks all members of the Long Range Financial Planning
8 Commission for their hard work and efforts to address the state's fiscal future and assist the
9 legislature and governor in addressing the economic challenges we face as a state.

10 * Sec. 2. CONSTITUTIONAL BUDGET RESERVE FUND. (a) Amounts equal to the
11 deposits in the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for
12 fiscal year 1996, that were made by operation of art. IX, sec. 17(d) to repay appropriations
13 from the budget reserve fund are appropriated from the budget reserve fund to the funds and
14 accounts from which they were transferred.

15 (b) If the unrestricted state revenue available for appropriation in fiscal year 1997 is
16 insufficient to cover the general fund appropriations made for fiscal year 1997, the amount
17 necessary to balance revenue and general fund appropriations is appropriated to the general
18 fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

19 (c) The appropriations made by (a) and (b) of this section are made under art. IX,
20 sec. 17(c), Constitution of the State of Alaska.

21 * Sec. 3. MONETARY TERMS OF COLLECTIVE BARGAINING AGREEMENTS FOR
22 UNIVERSITY EMPLOYEES FOR PRIOR PERIODS. (a) Contingent upon sec. 6 of this
23 Act, the sum of \$864,657 is appropriated to the University of Alaska to satisfy the monetary
24 terms of the 1995 collective bargaining agreement between the university and the Alaska
25 Classified Employees Association for the fiscal years ending June 30, 1995, and June 30,
26 1996, from the following funding sources:

FUND SOURCE	AMOUNT
General fund receipts	\$852,095
Federal receipts	4,819
University of Alaska dormitory/food/auxiliary service	2,899
Student fees	2,225

1 University receipts 2,619

2 (b) Contingent upon sec. 6 of this Act, the sum of \$499,108 is appropriated to the
3 University of Alaska to satisfy the monetary terms of the collective bargaining agreement
4 between the university and the Alaska Community College Federation of Teachers for the
5 fiscal year ending June 30, 1996, from the following funding sources:

6	FUND SOURCE	AMOUNT
7	General fund receipts	\$466,207
8	Federal receipts	2,099
9	Student fees	26,302
10	University receipts	4,500

11 * Sec. 4. MONETARY TERMS OF COLLECTIVE BARGAINING AGREEMENTS FOR
12 CERTAIN EXECUTIVE BRANCH EMPLOYEES FOR PRIOR PERIODS. (a) Contingent
13 upon sec. 6 of this Act, the sum of \$739,511 is appropriated from the general fund to the
14 Department of Transportation and Public Facilities, Alaska marine highway system, to
15 implement the monetary terms of the collective bargaining agreement with the Inlandboatmen's
16 Union of the Pacific, representing the unlicensed marine unit, for the period October 10, 1994,
17 through May 31, 1996.

18 (b) Contingent upon sec. 6 of this Act, the sum of \$80,847 is appropriated from the
19 general fund to the Department of Transportation and Public Facilities, Alaska marine highway
20 system, to implement the monetary terms of the collective bargaining agreement with the
21 International Organization of Masters, Mates, and Pilots, Pacific Maritime Region, representing
22 the Masters, Mates, and Pilots Unit, for the period April 1, 1994, through June 30, 1996.

23 * Sec. 5. MONETARY TERMS AND SALARY ADJUSTMENTS FOR CERTAIN STATE
24 EMPLOYEES FOR FISCAL YEAR 1997. (a) Contingent upon sec. 6 of this Act, the sum
25 of \$13,275,389 is appropriated to the Office of the Governor, office of management and
26 budget, to implement the monetary terms of the collective bargaining agreements listed in (b)
27 of this section and for salary adjustments for executive branch, Alaska Court System,
28 legislative branch, and University of Alaska employees who are not members of a collective
29 bargaining unit, for the fiscal year ending June 30, 1997, from the following funding sources:

30	FUND SOURCE	AMOUNT
31	Federal receipts	\$1,315,661

	WORK DRAFT	WORK DRAFT	WORK DRAFT
1	General fund match		319,600
2	General fund		7,445,900
3	General fund program receipts		484,100
4	Inter-agency receipts		621,600
5	Alaska advance college tuition payment fund		100
6	Federal incentive payments		23,000
7	Benefit system receipts		16,200
8	Agricultural loan fund		9,400
9	State corporation receipts		215,000
10	FICA administration fund account		600
11	Fish and game fund		170,400
12	Science and technology endowment		10,300
13	Highway working capital fund		168,000
14	International airports revenue fund		351,500
15	Public employees retirement fund		17,700
16	Second injury fund reserve account		1,800
17	Disabled fisherman's reserve account		1,800
18	Surplus property revolving fund		2,300
19	Teachers' retirement system fund		16,300
20	Veterans' revolving loan fund		1,500
21	Commercial fishing loan fund		13,800
22	General fund/mental health		199,200
23	Real estate surety fund		900
24	Judicial retirement system		400
25	Public Law 81-874		1,000
26	National guard retirement system		300
27	University dormitory/food/auxiliary service		800
28	University receipts		10,035
29	University student fees		53,993
30	Training and building fund		7,700
31	Permanent fund dividend fund		36,900

	WORK DRAFT	WORK DRAFT	WORK DRAFT
1	Rural development initiative fund		900
2	Oil/hazardous prevention/response		67,500
3	Investment loss trust fund		100
4	Interagency receipts/oil and hazardous waste		13,000
5	Capital improvement project receipts		955,100
6	Power project loan fund		4,400
7	Public school fund		600
8	Mining revolving loan fund		100
9	Fisheries enhancement revolving loan fund		500
10	Residential energy conservation loan fund		100
11	Bulk fuel revolving loan fund		600
12	Alaska clean water loan fund		2,100
13	Marine highway system fund		573,200
14	Gifts/grants/bequests		1,200
15	Storage tank assistance fund		9,000
16	Information services fund		125,800
17	Mental health trust authority authorized receipts		3,400
18	(b) Subsection (a) of this section applies to the following collective bargaining		
19	agreements:		
20	(1) Alaska State Employees Association, for the General Government Unit;		
21	(2) Alaska Public Employees Association, for the Supervisory Unit;		
22	(3) Public Employees Local 71, for the Labor, Trades, and Crafts Unit;		
23	(4) Inlandboatmen's Union of the Pacific, representing the unlicensed marine		
24	unit;		
25	(5) International Organization of Masters, Mates, and Pilots, Pacific Maritime		
26	Region, for the Masters, Mates, and Pilots Unit;		
27	(6) Public Safety Employees Association, representing state troopers and other		
28	commissioned law enforcement personnel;		
29	(7) Alyeska Correspondence School Education Association, representing		
30	teachers at the Alyeska Central School;		
31	(8) Alaska Vocational Technical Center Teachers' Association, representing		

1 teachers at the Alaska Vocational Technical Center;

2 (9) International Brotherhood of Electrical Workers, representing nonjudicial,
3 nonsupervisory, classified employees of the Alaska Court System;

4 (10) Alaska Classified Employees Association, representing certain employees
5 of the University of Alaska;

6 (11) Alaska Community College Federation of Teachers, representing certain
7 employees of the University of Alaska.

8 (c) The amounts appropriated from general fund sources under (a) of this section
9 reflect general fund cost savings of \$1,500,000 resulting from new legislation for retirement
10 incentive plans and general fund cost savings of \$975,000 resulting from new legislation for
11 reduced public employees' retirement system for new employees, reduced geographic
12 differential, reduced cost-of-living differential, and other personal services cost reductions,
13 other than retirement incentive plans. The Office of the Governor, office of management and
14 budget, may shift funding among the general fund sources listed in (a) of this section as
15 necessary to fund the appropriation made under (a) of this section, but may not exceed a total
16 of \$8,448,800 from general fund match, unrestricted general fund, general fund program
17 receipts, and general fund/mental health fund sources.

18 * Sec. 6. The appropriations made by secs. 3 - 5 of this Act are contingent on the
19 enactment into law of a bill passed by the First Special Session of the Nineteenth Alaska State
20 Legislature that establishes a reduced version of the public employees' retirement system for
21 new employees, reduces the geographic differential for certain state employees, reduces the
22 cost-of-living differential for certain other state employees, approves the monetary terms of
23 collective bargaining agreements between the state and employee collective bargaining units,
24 increases salaries for other state employees, and provides for a retirement incentive program
25 for certain public employees.

26 * Sec. 7. Section 24(c), CCS HB 412(brf fld H/S)(efd fld S) Nineteenth Alaska State
27 Legislature, is amended to read:

28 (c) The sum of \$93,141,184 [\$94,741,184] is appropriated from the general
29 fund to the Alaska debt retirement fund (AS 37.15.011).

30 * Sec. 8. The sum of \$1,000,000 is appropriated from the general fund to the disaster relief
31 fund (AS 26.23.300) for the fiscal year ending June 30, 1996.

1 * **Sec. 9.** The sum of \$1,000,000 is appropriated from the general fund to the Department
2 of Natural Resources for fire suppression activities for the fiscal year ending June 30, 1996.

3 * **Sec. 10.** EFFECTIVE DATE FOR HB 412. Notwithstanding the failure of the vote on
4 the effective date to the final version of an Act making appropriations for the operating and
5 loan program expenses of state government (HB 412, Nineteenth Legislature, Second Session),
6 the appropriations contained in CCS HB 412(brf fld H/S)(efd fld S) take effect July 1, 1996.

7 * **Sec. 11.** EFFECTIVE DATE FOR SB 136. Notwithstanding the failure of the vote on
8 the effective dates to sections set out in the final version of an Act making, amending, and
9 repealing appropriations (SB 136, Nineteenth Legislature, Second Session), the appropriations
10 contained in HCS 2d CSSB 136(FIN) am H(brf sup maj fld H)(efd fld S) take effect as
11 follows:

12 (1) secs. 53 - 69, 100, and 101 of HCS 2d CSSB 136(FIN) am H(brf sup maj
13 fld H)(efd fld S) take effect July 1, 1996; and

14 (2) secs. 1 - 52 and 70 - 99 of HCS 2d CSSB 136(FIN) am H(brf sup maj fld
15 H)(efd fld S) take effect immediately under AS 01.10.070(c).

16 * **Sec. 12.** Sections 3 - 5 of this Act constitute explicit approval of the monetary terms of
17 the collective bargaining agreements described in those sections.

18 * **Sec. 13.** Sections 1, 3, 4, and 6 - 12 of this Act take effect immediately under
19 AS 01.10.070(c).

20 * **Sec. 14.** Except as provided in sec. 13 of this Act, this Act takes effect July 1, 1996.

6-4-96

Sen. Sharp -

Attached is your Amend #6
as incorporated within
CSSB 1005 (Fix). Language
was reworded by drafter.
Please advise whether
rewording is acceptable.

Thank You
Kathy

A large, stylized handwritten signature in black ink, appearing to be 'Kathy' or similar, written in a cursive style.

CS FOR SENATE BILL NO. 1005(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
NINETEENTH LEGISLATURE - FIRST SPECIAL SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

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

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

7 * Section 1. CONSTITUTIONAL BUDGET RESERVE FUND. (a) Amounts equal to
8 the deposits in the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska)
9 for fiscal year 1996, that were made by operation of art. IX, sec. 17(d) to repay appropriations
10 from the budget reserve fund are appropriated from the budget reserve fund to the funds and
11 accounts from which they were transferred.

12 (b) If the unrestricted state revenue available for appropriation in fiscal year 1997 is
13 insufficient to cover the general fund appropriations made for fiscal year 1997, the amount

1 necessary to balance revenue and general fund appropriations is appropriated to the general
2 fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

3 (c) The appropriations made by (a) and (b) of this section are made under art. IX,
4 sec. 17(c), Constitution of the State of Alaska.

5 * Sec. 2. MONETARY TERMS OF COLLECTIVE BARGAINING AGREEMENTS FOR
6 UNIVERSITY EMPLOYEES FOR PRIOR PERIODS. (a) Contingent upon sec. 5 of this
7 Act, the sum of \$864,657 is appropriated to the University of Alaska to satisfy the monetary
8 terms of the 1995 collective bargaining agreement between the university and the Alaska
9 Classified Employees Association for the fiscal years ending June 30, 1995, and June 30,
10 1996, from the following funding sources:

11 FUND SOURCE	AMOUNT
12 General fund receipts	\$852,095
13 Federal receipts	4,819
14 University of Alaska dormitory/food/auxiliary service	2,899
15 Student fees	2,225
16 University receipts	2,619

17 (b) Contingent upon sec. 5 of this Act, the sum of \$499,108 is appropriated to the
18 University of Alaska to satisfy the monetary terms of the collective bargaining agreement
19 between the university and the Alaska Community College Federation of Teachers for the
20 fiscal year ending June 30, 1996, from the following funding sources:

21 FUND SOURCE	AMOUNT
22 General fund receipts	\$466,207
23 Federal receipts	2,099
24 Student fees	26,302
25 University receipts	4,500

26 * Sec. 3. MONETARY TERMS OF COLLECTIVE BARGAINING AGREEMENTS FOR
27 CERTAIN EXECUTIVE BRANCH EMPLOYEES FOR PRIOR PERIODS. (a) Contingent
28 upon sec. 5 of this Act, the sum of \$739,511 is appropriated from the general fund to the
29 Department of Transportation and Public Facilities, Alaska marine highway system, to
30 implement the monetary terms of the collective bargaining agreement with the
31 Inlandboatmen's Union of the Pacific, representing the unlicensed marine unit, for the period

1 October 10, 1994, through May 31, 1996.

2 (b) Contingent upon sec. 5 of this Act, the sum of \$80,847 is appropriated from the
3 general fund to the Department of Transportation and Public Facilities, Alaska marine highway
4 system, to implement the monetary terms of the collective bargaining agreement with the
5 International Organization of Masters, Mates, and Pilots, Pacific Maritime Region, representing
6 the Masters, Mates, and Pilots Unit, for the period April 1, 1994, through June 30, 1996.

7 * Sec. 4. MONETARY TERMS AND SALARY ADJUSTMENTS FOR CERTAIN STATE
8 EMPLOYEES FOR FISCAL YEAR 1997. (a) Contingent upon sec. 5 of this Act, the sum
9 of \$13,275,389 is appropriated to the Office of the Governor, office of management and
10 budget, to implement the monetary terms of the collective bargaining agreements listed in (b)
11 of this section and for salary adjustments for executive branch, Alaska Court System,
12 legislative branch, and University of Alaska employees who are not members of a collective
13 bargaining unit, for the fiscal year ending June 30, 1997, from the following funding sources:

14	FUND SOURCE	AMOUNT
15	Federal receipts	\$1,315,661
16	General fund match	319,600
17	General fund	7,445,900
18	General fund program receipts	484,100
19	Inter-agency receipts	621,600
20	Alaska advance college tuition payment fund	100
21	Federal incentive payments	23,000
22	Benefit system receipts	16,200
23	Agricultural loan fund	9,400
24	State corporation receipts	215,000
25	FICA administration fund account	600
26	Fish and game fund	170,400
27	Science and technology endowment	10,300
28	Highway working capital fund	168,000
29	International airports revenue fund	351,500
30	Public employees retirement fund	17,700
31	Second injury fund reserve account	1,800

1	Disabled fisherman's reserve account	1,800
2	Surplus property revolving fund	2,300
3	Teachers' retirement system fund	16,300
4	Veterans' revolving loan fund	1,500
5	Commercial fishing loan fund	13,800
6	General fund/mental health	199,200
7	Real estate surety fund	900
8	Judicial retirement system	400
9	Public Law 81-874	1,000
10	National guard retirement system	300
11	University dormitory/food/auxiliary service	800
12	University receipts	10,035
13	University student fees	53,993
14	Training and building fund	7,700
15	Permanent fund dividend fund	36,900
16	Rural development initiative fund	900
17	Oil/hazardous prevention/response	67,500
18	Investment loss trust fund	100
19	Interagency receipts/oil and hazardous waste	13,000
20	Capital improvement project receipts	955,100
21	Power project loan fund	4,400
22	Public school fund	600
23	Mining revolving loan fund	100
24	Fisheries enhancement revolving loan fund	500
25	Residential energy conservation loan fund	100
26	Bulk fuel revolving loan fund	600
27	Alaska clean water loan fund	2,100
28	Marine highway system fund	573,200
29	Gifts/grants/bequests	1,200
30	Storage tank assistance fund	9,000
31	Information services fund	125,800

1 Mental health trust authority authorized receipts 3,400

2 (b) Subsection (a) of this section applies to the following collective bargaining
3 agreements:

4 (1) Alaska State Employees Association, for the General Government Unit;

5 (2) Alaska Public Employees Association, for the Supervisory Unit;

6 (3) Public Employees Local 71, for the Labor, Trades, and Crafts Unit;

7 (4) Inlandboatmen's Union of the Pacific, representing the unlicensed marine
8 unit;

9 (5) International Organization of Masters, Mates, and Pilots, Pacific Maritime
10 Region, for the Masters, Mates, and Pilots Unit;

11 (6) Public Safety Employees Association, representing state troopers and other
12 commissioned law enforcement personnel;

13 (7) Alyeska Correspondence School Education Association, representing
14 teachers at the Alyeska Central School;

15 (8) Alaska Vocational Technical Center Teachers' Association, representing
16 teachers at the Alaska Vocational Technical Center;

17 (9) International Brotherhood of Electrical Workers, representing nonjudicial,
18 nonsupervisory, classified employees of the Alaska Court System;

19 (10) Alaska Classified Employees Association, representing certain employees
20 of the University of Alaska;

21 (11) Alaska Community College Federation of Teachers, representing certain
22 employees of the University of Alaska.

23 (c) The amounts appropriated from general fund sources under (a) of this section
24 reflect general fund cost savings of \$1,500,000 resulting from new legislation for retirement
25 incentive plans and general fund cost savings of \$975,000 resulting from new legislation for
26 reduced public employees' retirement system for new employees, reduced geographic
27 differential, reduced cost-of-living differential, and other personal services cost reductions,
28 other than retirement incentive plans. The Office of the Governor, office of management and
29 budget, may shift funding among the general fund sources listed in (a) of this section as
30 necessary to fund the appropriation made under (a) of this section, but may not exceed a total
31 of \$8,448,800 from general fund match, unrestricted general fund, general fund program

1 receipts, and general fund/mental health fund sources.

2 * Sec. 5. The appropriations made by secs. 2 - 4 of this Act are contingent on the
3 enactment into law of a bill passed by the First Special Session of the Nineteenth Alaska State
4 Legislature that establishes a reduced version of the public employees' retirement system for
5 new employees, reduces the geographic differential for certain state employees, reduces the
6 cost-of-living differential for certain other state employees, approves the monetary terms of
7 collective bargaining agreements between the state and employee collective bargaining units,
8 increases salaries for other state employees, and provides for a retirement incentive program
9 for certain public employees.

10 * Sec. 6. Section 24(c), CCS HB 412(brf fld H/S)(efd fld S) Nineteenth Alaska State
11 Legislature, is amended to read:

12 (c) The sum of \$93,141,184 [\$94,741,184] is appropriated from the general
13 fund to the Alaska debt retirement fund (AS 37.15.011).

14 * Sec. 7. DISASTER RELIEF FUND. The sum of \$4,000,000 is appropriated from the
15 general fund to the disaster relief fund (AS 26.23.300) for costs associated with declared
16 disasters.

17 * Sec. 8. FIRE SUPPRESSION. The sum of \$10,000,000 is appropriated to the
18 Department of Natural Resources for fire suppression activities for the fiscal years ending June
19 30, 1996, and June 30, 1997, from the sources and in the amounts listed:

20	SOURCE	AMOUNT
21	General fund	\$5,000,000
22	Federal receipts	5,000,000

23 * Sec. 9. The sum of \$200,000 is appropriated from the general fund to the Department
24 of Administration for payment as a grant under AS 37.05.315 to the Matanuska-Susitna
25 Borough for fire response and cleanup expenses due to fires within the borough during
26 calendar year 1996.

27 * Sec. 10. ALASKA PUBLIC UTILITIES COMMISSION. (a) The balance on June 30,
28 1996, of the Alaska Public Utilities Commission designated program receipts account for
29 regulatory cost charges under AS 42.05.254 and AS 42.06.286 for the fiscal year ending
30 June 30, 1996, is appropriated to the Alaska Public Utilities Commission to meet its duties
31 under the Federal Telecommunications Act of 1996 (P.L. 104-104) and shall be assessed

*Amend.
#7*

*Amend
#1 as amended*

*Amend #2
as amended*

1 against the telephone utilities in the fiscal year ending June 30, 1997.

2 (b) It is the intent of the legislature that the Alaska Public Utilities Commission should
3 carefully review any steps taken by the Federal Communications Commission to implement
4 the 1996 Federal Telecommunications Act before taking any significant action that would
5 affect the current telecommunications marketplace in Alaska.

6 * Sec. 11. (a) The sum of \$650,000 that is otherwise subject to lapse into the general fund
7 as of June 30 and August 10, 1994, under former AS 44.83.170(g), is reappropriated from
8 the power project fund (AS 42.45.010) to the Department of Community and Regional Affairs,
9 division of energy, for hydroelectric projects and regional intertie projects.

10 (b) The fund balance in the rural electrification revolving loan fund (AS 42.45.020)
11 on June 30, 1996, otherwise subject to lapse into the general fund (AS 42.45.020(g)), is
12 appropriated to the Department of Community and Regional Affairs, division of energy, for
13 hydroelectric projects and regional intertie projects.

14 * Sec. 12. Section 100, HCS 2d CSSB 136(FIN) am H(brf sup maj fld H)(efd fld S),
15 Nineteenth Alaska State Legislature, page 85, lines 8 - 9, are amended to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
18 Point Baker <u>Community Facilities and</u>	25,000	25,000
19 <u>Equipment</u> [WATER SYSTEM		
20 PHASE IV] (ED 5)		

21 * Sec. 13. EFFECTIVE DATE FOR HB 412. Notwithstanding the failure of the vote on
22 the effective date to the final version of an Act making appropriations for the operating and
23 loan program expenses of state government (HB 412, Nineteenth Legislature, Second Session),
24 the appropriations contained in CCS HB 412(brf fld H/S)(efd fld S) take effect July 1, 1996.

25 * Sec. 14. EFFECTIVE DATE FOR SB 136. Notwithstanding the failure of the vote on
26 the effective dates to sections set out in the final version of an Act making, amending, and
27 repealing appropriations (SB 136, Nineteenth Legislature, Second Session), the appropriations
28 contained in HCS 2d CSSB 136(FIN) am H(brf sup maj fld H)(efd fld S) take effect as
29 follows:

30 (1) secs. 53 - 69, 100, and 101 of HCS 2d CSSB 136(FIN) am H(brf sup maj
31 fld H)(efd fld S) take effect July 1, 1996; and

Amend #6
Amend #8

1 (2) secs. 1 - 52 and 70 - 99 of HCS 2d CSSB 136(FIN) am H(brf sup maj fld
2 H)(efd fld S) take effect immediately under AS 01.10.070(c).

3 * Sec. 15. Sections 2 - 4 of this Act constitute explicit approval of the monetary terms of
4 the collective bargaining agreements described in those sections.

5 * Sec. 16. The appropriation made by sec. 7 of this Act is for the capitalization of a fund
6 and does not lapse.

7 * Sec. 17. The appropriations made by sec. 11 of this Act are for capital projects and lapse
8 under AS 37.25.020.

9 * Sec. 18. Section 11(a) of this Act is retroactive to June 30, 1994.

10 * Sec. 19. Sections 2, 3, and 5 - 18 of this Act take effect immediately under
11 AS 01.10.070(c).

12 * Sec. 20. Except as provided in sec. 19 of this Act, this Act takes effect July 1, 1996.

Excerpt
SENATE FINANCE COMMITTEE MEETING
First Special Session
May 9, 1996
3:45 p.m.

Re: SB 1005 - APPROP: MISCELLANEOUS

CO-CHAIRMAN FRANK: Senator Rieger, did you have a question?

SENATOR RIEGER: Well, Mr. Chairman, I think it was partially answered. I was curious how they could catch money that was subject to lapse several years ago. But I think

NANCY SLAGLE: It was an administrative error, basically. It wasn't something that was done automatically. It had to take actual transactions. So it was, I don't know if you'd say and employee error, or an administrative error, that it did not happen. And it was just recently discovered that that was there.

SENATOR RIEGER: [I'll just] give you a hypothetical. If it had lapsed, let's say on August 11, 1994, if you wrote an appropriation like this that said that the money that was subject to lapse on August 10 is reappropriated, would that still be a valid reapprop?

CO-CHAIRMAN FRANK: I see Jim Baldwin back there. He could probably answer that for you.

NANCY SLAGLE: He certainly could answer it better than I could.

CO-CHAIRMAN FRANK: Did you hear the question, Mr. Baldwin?

SENATOR RIEGER: Mr. Baldwin, the question is, what is the validity of a reappropriation measure which names moneys subject to lapse on a certain date that had happened in the past?

JIM BALDWIN: That's already lapsed?

SENATOR RIEGER: Yes.

JIM BALDWIN: If money's lapsed, you can't reappropriate it.

SENATOR RIEGER: Even if the appropriation refers to the money subject to lapse as of that date? That's fine. I just want to know what the administration's interpretation is of that type of provision.

JIM BALDWIN: Unless there's some way we could interpret it to

revive it--the fact that it was being reappropriated
But, generally, if it's lapsed, it's lapsed. I don't know
that that's what we've done here. I don't

NANCY SLAGLE: No, not in this case. No, the money hasn't lapsed.
It's still there.

SENATOR RIEGER: Okay. But the administration's position is [that]
if it's lapsed, it's lapsed. It can't be revived.

JIM BALDWIN: If it's lapsed, it's lapsed. There's no longer
anything to reappropriate. The appropriation is void.

Post-it® Fax Note	7671	Date	5/13	# of pages	2
To	Mike Greaney	From	Kathy		
Co./Dept.	Leg. Finance	Co.	Senate Finance		
Phone #	3002	Phone #	2618		
Fax #	(9)463-4885	Fax #	465-2187		

6-4-96

Sen. Halford -

The drafter of CS5B 1005 (Fin)
asked if the \$4,000,000
adopted in Amend. #7 is in
addition to the \$1,000,000 in
Sec. 8 of the bill, or does
the \$4 million figure replace
the \$1 million?

Kathy

#7

Sec. _____. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS.
The sum of \$4,000,000 is appropriated from the general fund to the disaster relief fund (AS 26.23.300) for costs associated with declared disasters. [This is for the capitalization of a fund and does not lapse.]

1 teachers at the Alaska Vocational Technical Center;

2 (9) International Brotherhood of Electrical Workers, representing nonjudicial,
3 nonsupervisory, classified employees of the Alaska Court System;

4 (10) Alaska Classified Employees Association, representing certain employees
5 of the University of Alaska;

6 (11) Alaska Community College Federation of Teachers, representing certain
7 employees of the University of Alaska.

8 (c) The amounts appropriated from general fund sources under (a) of this section
9 reflect general fund cost savings of \$1,500,000 resulting from new legislation for retirement
10 incentive plans and general fund cost savings of \$975,000 resulting from new legislation for
11 reduced public employees' retirement system for new employees, reduced geographic
12 differential, reduced cost-of-living differential, and other personal services cost reductions,
13 other than retirement incentive plans. The Office of the Governor, office of management and
14 budget, may shift funding among the general fund sources listed in (a) of this section as
15 necessary to fund the appropriation made under (a) of this section, but may not exceed a total
16 of \$8,448,800 from general fund match, unrestricted general fund, general fund program
17 receipts, and general fund/mental health fund sources.

18 * Sec. 6. The appropriations made by secs. 3 - 5 of this Act are contingent on the
19 enactment into law of a bill passed by the First Special Session of the Nineteenth Alaska State
20 Legislature that establishes a reduced version of the public employees' retirement system for
21 new employees, reduces the geographic differential for certain state employees, reduces the
22 cost-of-living differential for certain other state employees, approves the monetary terms of
23 collective bargaining agreements between the state and employee collective bargaining units,
24 increases salaries for other state employees, and provides for a retirement incentive program
25 for certain public employees.

26 * Sec. 7. Section 24(c), CCS HB 412(brf fld H/S)(efd fld S) Nineteenth Alaska State
27 Legislature, is amended to read:

28 (c) The sum of \$93,141,184 [~~\$94,741,184~~] is appropriated from the general
29 fund to the Alaska debt retirement fund (AS 37.15.011).

30 * Sec. 8. The sum of \$1,000,000 is appropriated from the general fund to the disaster relief
31 fund (AS 26.23.300) for the fiscal year ending June 30, 1996.

Gen. Halford

SENATE BILL, NO. 1005

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SPECIAL SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced:

Referred:

A BILL

FOR AN ACT ENTITLED

1 "An Act making, amending, and repealing appropriations; making appropriations
2 under art. IX, sec. 17(c), Constitution of the State of Alaska, from the
3 constitutional budget reserve fund; and providing for an effective date."

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

5 * Section 1. LEGISLATIVE FINDINGS AND INTENT. (a) The legislature finds that

6 (1) the members of the Long Range Financial Planning Commission (LRFPC)
7 who were jointly appointed by the governor and the legislature, conducted hearings across the
8 state, raising the awareness of and educating Alaskans about the fiscal gap;

9 (2) the state has spent more than it has collected in annually recurring revenues
10 during six of the past nine fiscal years;

11 (3) the state's fiscal year 1996 fiscal gap between revenues and expenditures
12 is estimated to be \$238,000,000;

13 (4) petroleum revenue currently accounts for about 80 percent of unrestricted
14 general funds and Alaska's petroleum production is projected to decline by one-third during

1 the next 10 years;

2 (5) the fiscal gap is projected to grow steadily if the state does not effectively
3 address annually recurring revenues and expenditures in the context of a long range plan;

4 (6) without changes in projected revenues and expenditures, current reserves
5 in the Constitutional Budget Reserve fund may be depleted by fiscal year 2000;

6 (7) the LRFPC and other fiscal policy forums around the state have identified
7 various fiscal tools that can be employed in a long range plan, including expenditure
8 reductions, revenue increases, use of reserves, and use of permanent fund earnings;

9 (8) in these fiscal policy forums, the conclusion has been that no single tool
10 is sufficient to address the fiscal gap and that several tools must be used in combination in
11 any viable plan to bring about state economic stability;

12 (9) the Alaska permanent fund is a cornerstone of the state's economic future
13 and should continue to grow as well as to provide reliable dividends to the general public.

14 (b) The legislature intends that a ten year plan to address the state's budget gap will

15 (1) put the state on firm fiscal ground for at least the next 10 years (fiscal year
16 1997 through 2006) and strike a balance between current public service needs and protection
17 of the permanent fund for future generations;

18 (2) close the fiscal gap between annually recurring revenues and expenditures
19 by the end of fiscal year 2001;

20 (3) use a combination of fiscal tools such as budget cuts, new development
21 revenues, income tax, other taxes, and use of reserves and permanent fund earnings;

22 (4) disclose and review all funding sources, not just general funds.

23 (5) deposit \$1,288,000,000 from the permanent fund earnings Reserve to the
24 fund's principal;

25 (6) fully inflation-proof the principal of the permanent fund;

26 (7) maintain Permanent Fund dividends;

27 (8) consider future use of permanent fund earnings with a vote of the people
28 in 1998;

29 (9) cut the budget not less than \$100,000,000 during fiscal years 1997-99,
30 acknowledging the additional impact of absorbing inflation;

31 (10) use the Alaska Department of Labor's population and inflation estimates

- 1 and Department of Education's school enrollment projections;
- 2 (11) fully fund the equivalent of the current K-12 foundation formula,
3 including increases for enrollment;
- 4 (12) recommend streamlining measures and legislation each year as part of the
5 budget process;
- 6 (13) endorse a six year capital plan that addresses schools, transportation, water
7 and sewer, prisons and other basic needs with a stable level of funding from year to year;
- 8 (14) plan for adequate maintenance of facilities and other infrastructure;
- 9 (15) use Department of Revenue mid-case projections for existing revenues
10 such as oil and gas revenues and, corporate taxes;
- 11 (16) include new development revenues beginning in fiscal year 1998;
- 12 (17) diversify state revenues to reduce dependence on volatile oil and gas
13 revenues through measures such as increased user fees, income tax, and increased excise taxes;
- 14 (18) dedicate fuel taxes;
- 15 (19) maintain a balance of at least \$1,500,000,000 in the Constitutional Budget
16 Reserve until the budget gap is eliminated and then conduct a policy review of the state's
17 reserve level to ensure that an appropriate amount of liquid reserves is available to deal with
18 revenue volatility and emergencies;
- 19 (20) include projections for new oil and gas settlements of \$800,000,000 to be
20 deposited in the reserve over the next four years;
- 21 (21) manage the reserve with a goal of achieving at least a 6.5 percent return
22 in fiscal year 1997;
- 23 (22) fix the reserve's sweep and payback provisions through constitutional
24 amendment; and
- 25 (23) develop a cash management and reserves policy to be implemented by
26 statute in 1997.
- 27 (c) The legislature intends to work with the governor and with all parties to implement
28 this long range financial plan and meet the needs of Alaskans.
- 29 (d) The legislature urges all Alaskans to become knowledgeable about Alaska's fiscal
30 situation and to support actions necessary to close the fiscal gap.
- 31 (e) The legislature thanks all members of the Long Range Financial Planning

1 Commission for their hard work and efforts to address the state's fiscal future and assist the
2 legislature and governor in addressing the economic challenges we face as a state.

3 * Sec. 2. (a) Amounts equal to the deposits in the budget reserve fund (art. IX, sec. 17,
4 Constitution of the State of Alaska) for fiscal year 1996, that were made by operation of art.
5 IX, sec. 17(d) to repay appropriations from the budget reserve fund are appropriated from the
6 budget reserve fund to the funds and accounts from which they were transferred.

7 (b) If the unrestricted state revenue available for appropriation in fiscal year 1997 is
8 insufficient to cover the general fund appropriations made for fiscal year 1997, the amount
9 necessary to balance revenue and general fund appropriations is appropriated to the general
10 fund from the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

11 (c) The appropriations made by (a) and (b) of this section are made under art. IX,
12 sec. 17(c), Constitution of the State of Alaska.

13 * Sec. 3. The sum of \$739,511 is appropriated from the general fund to the Department
14 of Transportation and Public Facilities, Alaska Marine Highway System, to implement the
15 monetary terms of the collective bargaining agreement with the Inland Boatmen's Union of
16 the Pacific, representing the unlicensed marine unit, for the period October 10, 1994 through
17 May 31, 1996.

18 * Sec. 4. The sum of \$80,847 is appropriated from the general fund to the Department of
19 Transportation and Public Facilities, Alaska Marine Highway System, to implement the
20 monetary terms of the collective bargaining agreement with the International Organization of
21 Masters, Mates, and Pilots, Pacific Maritime Region, representing the Masters, Mates, and
22 Pilots Unit, for the period April 1, 1994 through June 30, 1996.

23 * Sec. 5. The sum of \$864,657 is appropriated to the University of Alaska to satisfy the
24 monetary terms of the 1995 collective bargaining agreement between the University and the
25 Alaska Classified Employees Association for the fiscal years ending June 30, 1995, and
26 June 30, 1996, from the following funding sources:

27	General fund receipts	\$852,095
28	Federal receipts	4,819
29	U/A dormitory/food/auxiliary service	2,899
30	Student fees	2,225
31	University receipts	2,619

1 * Sec. 6. The sum of \$499,108 is appropriated to the University of Alaska to satisfy the
2 monetary terms of the collective bargaining agreement between the University and the Alaska
3 Community College Federation of Teachers for the fiscal year ending June 30, 1996, from the
4 following funding sources:

5	General fund receipts	\$466,207
6	Federal receipts	2,099
7	Student fees	26,302
8	University receipts	4,500

9 * Sec. 7. The sum of \$720,000 is appropriated from the general fund to the Department
10 of Transportation and Public Facilities for Copper River Highway restoration and other costs
11 required by the consent decree in United States v. State of Alaska Department of
12 Transportation and Public Facilities (A92-24CIV).

13 * Sec. 8. The sum of \$250,000 is appropriated from the general fund to the Alaska Marine
14 Highway System fund (AS 19.65.060).

15 * Sec. 9. (a) The unexpended and unobligated balance, not to exceed \$1,500,000 of the
16 general fund appropriation made in sec. 47, ch. 94, FSSLA 1995, page 22, line 10 and
17 allocated on line 20 is reappropriated to the Department of Health and Social Services to be
18 used for an interdepartmental initiative to improve home and community care for the elderly,
19 for operating costs for the fiscal year ending June 30, 1997.

20 (b) The unexpended and unobligated balance, not to exceed \$1,500,000, of the general
21 fund appropriation made to medical assistance in the department of Health and Social Services
22 in sec. 47, ch. 94, FSSLA 1995, page 22, line 10 and allocated on line 11 lapses into the
23 general fund June 30, 1997.

24 (c) The sum of \$3,500,000 is appropriated to the Department of Health and Social
25 Services, division of medical assistance, Medicaid program to restore occupational therapy,
26 optometrist service & eyeglasses, speech, hearing and language disorders, and adult dental
27 services from the Medicaid services list (AS 47.07.035) for mental health trust beneficiaries
28 for the fiscal year ending June 30, 1997, from the following sources:

29	Mental Health Trust	
30	Authority authorized receipts	\$1,000,000
31	Federal receipts	2,500,000

1 * Sec. 10. (a) The sum of \$11,008,900 is appropriated to the Office of the Governor,
2 office of management and budget, to implement the monetary terms of the collective
3 bargaining agreements listed in (b) of this section and for salary adjustments for executive-
4 branch employees who are not members of a bargaining unit for the fiscal year ending June
5 30, 1997, from the following funding sources:

6	Federal receipts	\$1,310,200
7	General fund match	319,600
8	General fund	5,249,400
9	General fund program receipts	484,100
10	Inter-agency receipts	621,600
11	Alaska advance college tuition payment fund	100
12	Federal incentive payments	23,000
13	Benefit system receipts	16,200
14	Agricultural loan fund	9,400
15	State corporation receipts	215,000
16	FICA administration fund account	600
17	Fish and game fund	170,400
18	Science and technology endowment	10,300
19	Highway working capital fund	168,000
20	International airport revenue fund	351,500
21	Public employees retirement fund	17,700
22	Second injury fund reserve account	1,800
23	Disabled fisherman's reserve account	1,800
24	Surplus property revolving fund	2,300
25	Teachers' retirement system fund	16,300
26	Veterans revolving loan fund	1,500
27	Commercial fishing loan fund	13,800
28	General fund/mental health	199,200
29	Real estate surety fund	900
30	Judicial retirement system	400
31	Public Law 81-874	1,000

1	National guard retirement system	300
2	University receipts	300
3	Training and building fund	7,700
4	Permanent fund dividend fund	36,900
5	Rural development initiative fund	900
6	Oil/hazardous prevention/response	67,500
7	Investment loss trust fund	100
8	Interagency receipts/oil and hazardous waste	13,000
9	Capital improvement project receipts	955,100
10	Power project loan fund	4,400
11	Public school fund	600
12	Mining revolving loan fund	100
13	Fisheries enhancement revolving loan fund	500
14	Residential energy conservation loan fund	100
15	Bulk fuel revolving loan fund	600
16	Alaska clean water loan fund	2,100
17	Marine highway system fund	573,200
18	Gifts/grants/bequests	1,200
19	Storage tank assistance fund	9,000
20	Information services fund	125,800
21	Mental health trust settlement income	3,400

22 (b) This section applies to the following collective bargaining agreements:

- 23 (1) Alaska State Employees Association, for the General Government Unit;
- 24 (2) Alaska Public Employees Association, for the Supervisory Unit;
- 25 (3) Public Employees Local 71, for the Labor, Trades, and Crafts Unit;
- 26 (4) Inland Boatmen's Union of the Pacific, representing the unlicensed marine
- 27 unit;
- 28 (5) International Organization of Masters, Mates, and Pilots, Pacific Maritime
- 29 Region, for the Masters, Mates, and Pilots Unit;
- 30 (6) Public Safety Employees Association, representing state troopers and other
- 31 commissioned law enforcement personnel;

1 (7) Alyeska Correspondence School Education Association, representing
2 teachers at the Alyeska Central School;

3 (8) Alaska Vocational Technical Center Teachers' Association, representing
4 teachers at the Alaska Vocational Technical Center.

5 * Sec. 11. The sum of \$592,000 is appropriated from the general fund to the Alaska Court
6 System to satisfy the monetary terms of the collective bargaining agreement with the
7 International Brotherhood of Electrical Workers, representing nonjudicial, nonsupervisory,
8 classified employees of the Alaska Court System for the fiscal year ending June 30, 1997.

9 * Sec. 12. The sum of \$1,202,600 is appropriated from the general fund to the Alaska
10 Court System for salary adjustments for employees of the court system who are not members
11 of a collective bargaining unit for the fiscal year ending June 30, 1997.

12 * Sec. 13. The sum of \$320,000 is appropriated from the general fund to the Alaska State
13 Legislature for salary adjustments for legislative employees who are not members of a
14 bargaining unit for the fiscal year ending June 30, 1997.

15 * Sec. 14. The sum of \$224,100 is appropriated to the University of Alaska to satisfy the
16 monetary terms of the collective bargaining agreement between the University and the Alaska
17 Classified Employees Association for the fiscal year ending June 30, 1997, from the following
18 funding sources:

19	General fund receipts	\$220,900
20	Federal receipts	1,200
21	U/A dormitory/food/auxiliary service	800
22	Student fees	600
23	University receipts	600

24 * Sec. 15. The sum of \$1,013,189 is appropriated to the University of Alaska to satisfy the
25 monetary terms of the collective bargaining agreement between the University and the Alaska
26 Community College Federation of Teachers for the fiscal year ending June 30, 1997, from the
27 following funding sources:

28	General Fund Receipts	\$946,400
29	Federal Receipts	4,261
30	Student Fees	53,393
31	University Receipts	9,135

1 * Sec. 16. The sum of \$1,389,600 is appropriated from the general fund to the University
2 of Alaska for salary adjustments for University employees who are not members of a
3 bargaining unit for the fiscal year ending June 30, 1997.

4 * Sec. 17. The unexpended and unobligated balances of the allocation made in SLA 80,
5 ch. 50, page 63, line 23 (Fairbanks Youth Facility - \$200,000); the appropriation made in SLA
6 80, ch. 50, page 82, line 15 (Rural Airport Improvements Airport Lighting - \$4,719,000); the
7 appropriation made in SLA 84, ch. 24, page 14, line 4 (Ruby Runway Improvements -
8 \$350,000); the appropriation made in SLA 86, ch. 128, page 12, line 17 (Payment of
9 Construction Claims - \$100,000); the appropriation made in SLA 90, ch. 208, page 69, line
10 14 (Glennallen Combined Office Facility Replacement - \$327,200); the allocation made in
11 SLA 90, ch. 208, page 109, line 4 (Whittier Breakwaters Repairs - \$1,500,000); and the
12 appropriation made in SLA 90, ch. 208, page 109, line 10 (Lemon Road Seal Coat - \$200,000)
13 are repealed and reappropriated to the Department of Transportation and Public Facilities for
14 Bethel seawall construction. *\$552.6 total*

15 * Sec. 18. The sum of \$650,000 is reappropriated from the Power Project Fund otherwise
16 subject to lapse into the general fund as of June 30 and August 10, 1994, in accordance with
17 former AS 44.83.170(g), to the Department of Transportation and Public Facilities for Bethel
18 seawall construction.

19 * Sec. 19. The fund balance in the *\$400.0* Rural Electrification Revolving Loan Fund on
20 June 30, 1996, otherwise subject to lapse into the general fund (AS 42.45.020(g)), is
21 appropriated to the Department of Transportation and Public Facilities for Bethel seawall
22 construction.

23 * Sec. 20. The unexpended and unobligated balance, not to exceed \$1,000,000 of the
24 general fund appropriation made by sec. 47, ch. 94, SLA 1995, page 21, line 32 (Department
25 of Health and Social Services, Assistance Payments - \$176,370,000) and allocated on line 33
26 (Aid to Families with Dependent Children) is reappropriated to the Department of Health and
27 Social Services for final design, site preparation and construction of the Johnson Youth Center
28 treatment facility.

29 * Sec. 21. An amount not to exceed \$2,500,000, representing reimbursement received by
30 the State of Alaska from the federal government for the state's overpayment of its Medicaid
31 matching money related to services previously paid by the state and provided by Alaska public

1 schools to Medicaid-eligible children, is appropriated from the federal receipts to the principal
2 of the Alaska Children's Trust (AS 37.14.200).

3 * Sec. 22. The unexpended and unobligated balance on June 30, 1996, not to exceed
4 \$300,000, of the appropriation made in sec. 47, ch. 94, SLA 1995, page 15, line 29 (Longevity
5 Bonus Grants - \$72,152,600) is reappropriated to the Department of Administration, division
6 of personnel, to continue personnel records automation and developing changes to the state's
7 personnel management system for the fiscal year ending June 30, 1997.

8 * Sec. 23. The unexpended and unobligated balance, not to exceed \$250,000, of the general
9 fund appropriation made to Medical Assistance in the Department of Health and Social
10 Services in sec. 47, ch. 94, FSSLA 1995, page 22, line 10 and allocated on line 12 is
11 reappropriated to the Department of Corrections for conversion of Harborview to correctional
12 facility.

13 * Sec. 24. (a) Legislative Findings and Purpose. The legislature finds that

14 (1) as a result of the judgment entered by the United States District Court in
15 the criminal case United States of America v. Exxon Shipping Company and Exxon
16 Corporation, No. A90-015 CR, the state received \$50,000,000 in restitution "to be used by the
17 State of Alaska . . . exclusively for restoration projects, within the State of Alaska, relating
18 to the Exxon Valdez oil spill";

19 (2) the judgment defines restoration as including "restoration, replacement, and
20 enhancement of affected resources; acquisition of equivalent resources and services, and long-
21 term environmental monitoring and research programs directed to the prevention, containment,
22 cleanup and amelioration of oil spills;

23 (3) the money received by the state in restitution is held in the Exxon Valdez
24 oil spill restoration fund, established by the Department of Revenue, to implement the form
25 of the judgment;

26 (4) the appropriation in (b) of this section is made in order to achieve the
27 purposes in the court's restitution order.

28 (b) The sum of \$750,000 of the interest accrued before June 30, 1997, on the
29 restitution payment described in (a) of this section is appropriated to the Department of
30 Administration for payment as a grant under AS 37.05.315 to the Kenai Peninsula Borough
31 for the construction of the Kenai River Center in Soldotna, Alaska.

1 * Sec. 25. The unexpended and unobligated balance, not to exceed \$100,000, of the Alaska
2 Debt retirement fund (AS 37.15.011) is appropriated to the Department of Natural Resources,
3 for the state land status geographic information system.

4 * Sec. 26. The sum of \$400,000 is reappropriated from the unexpended and unobligated
5 balance of the appropriation made in sec. 47, ch. 94, SLA 1995, page 15, line 12 (Executive
6 Operations - \$7,441,300) to the Office of the Governor, executive office, for operations for
7 the fiscal year ending June 30, 1997.

8 * Sec. 27. The balance on June 30, 1996, of the Alaska Public Utilities Commission
9 designated program receipts account for regulatory cost charges under AS 42.05.254 and
10 AS 42.06.286 for fiscal year 1996 is appropriated to the Alaska Public Utilities Commission
11 to meet its duties under the Federal Telecommunications Act of 1996 (P.L. 104-104).

12 * Sec. 28. Notwithstanding the failure of the vote on the effective date to the final version
13 of an Act making appropriations for the operating and loan program expenses of state
14 government (HB 412, Nineteenth Legislature, Second Session), the appropriations enacted in
15 that Act take effect July 1, 1996.

16 * Sec. 29. To meet federal compliance requirements under Public Law 81-874 for
17 educational support

18 (1) section 104(a), ch. 103, SLA 1995, is amended to read:

19 (a) The sum of 709,917,745 [\$711,150,120] is appropriated from the general
20 fund and from other funds in the amounts listed to the Department of Education for
21 the purposes expressed and allocated in the amounts listed for operating expenditures
22 for the fiscal year ending June 30, 1996:

23 FUND SOURCE	AMOUNT
24 General fund	<u>\$651,003,445</u> [\$652,235,820]
25 General fund/mental health	8,073,600
26 Public School Trust fund (AS 37.14.110)	5,394,700
27 School fund (AS 43.50.140)	2,655,000
28 Federal receipts - P.L. 81-874	20,791,000
29 Federal receipts - other than P.L. 81-874	22,000,000
30 PURPOSE	ALLOCATION
31 Foundation program	<u>\$642,169,525</u> [\$643,401,900]

1	Child nutrition/student lunch program	22,000,000
2	Cigarette tax distribution	2,655,000
3	Tuition students	1,731,200
4	Boarding home grants	185,900
5	Youth in detention	800,000
6	Public pupil transportation	32,842,190
7	Schools for the handicapped	3,705,200
8	Community schools	600,000
9	Additional district support	3,228,730

10 (2) The sum of \$1,232,375 is appropriated from the general fund to the Department
 11 of Education for the fiscal year ending June 30, 1996 and allocated to the following school
 12 districts in the amounts listed:

13	SCHOOL DISTRICT	ALLOCATION AMOUNT
14	Alaska Gateway School District	\$ 45,040
15	Aleutian Region School District	5,005
16	Annette Island School District	22,795
17	Bering Strait School District	159,600
18	Chatham School District	26,840
19	Chugach School District	15,190
20	Copper River School District	45,935
21	Delta/Greely School District	49,090
22	Iditarod School District	47,895
23	Kashunarniut School District	18,100
24	Kuspuk School District	46,345
25	Lower Kuskokwim School District	335,370
26	Lower Yukon School District	138,310
27	Pribilof Islands School District	19,655
28	Southeast Island School District	35,995
29	Southwest Region School District	61,195
30	Yukon Flats School District	53,700
31	Yukon/Koyukuk School District	66,610

*Sec. 35 The following appropriation items are for operating expenditures from the general fund and other funds as identified below for the operating budget by funding source to the agencies named for the purposes expressed for the fiscal year beginning July 1, 1996 and ending June 30, 1997, unless otherwise indicated.

	Allocations	Appropriation Items	General Fund	Other Funds

***** Department of Administration *****				

Legal and Advocacy Services		330,000	230,000	
Public Defender Agency	230,000			
Centralized Administrative Services		600,000	600,000	
Personnel	240,000			
Finance	210,000			
Purchasing	150,000			
Leases		107,000	107,000	

***** Department of Commerce and Economic Development *****				

Executive Administration and Development		100,000	100,000	
Commissioner's Office	50,000			
Administrative Services	50,000			

***** Department of Community and Regional Affairs *****				

Administration and Support		210,000	210,000	
Alaska Legal Services	150,000			
Administrative Services	60,000			

***** Department of Corrections *****				

Institutions		1,470,000	1,470,000	
Fort Richardson Correctional Facility	470,000			
Unallocated	1,000,000			
Community Corrections		250,000	250,000	
Community Corrections Director's Office	250,000			

***** Department of Environmental Conservation *****				

Statewide Public Services		225,000	225,000	
Statewide Public Services	100,000			
Air Quality	50,000			

Seafood and Sanitation 75,000
 Inspections

 ***** Department of Fish and Game *****

Commercial Fisheries Management			
& Development		275,000	275,000
Fisheries Management	275,000		
Wildlife Conservation		1,500,000	1,500,000
Wildlife Conservation	1,500,000		
Administration and Support		200,000	200,000
Assert and Protect State's Rights	200,000		
Subsistence		160,000	160,000
Subsistence	160,000		
Habitat		300,000	300,000
Habitat	100,000		
Habitat Permitting/Title 16	200,000		

 ***** Office of the Governor *****

Executive Operations		330,000	330,000
Contingency Fund	250,000		
Lieutenant Governor	80,000		
Elective Operations		100,000	100,000
General and Primary Elections	100,000		

 ***** Department of Health and Social Services *****

Public Assistance		1,300,000	1,300,000
Adult Public Assistance	1,300,000		

It is the intent of the Legislature that in the event the appropriation for the Adult Public Assistance Program is insufficient to fund caseload growth, the Department of Health and Social Services shall seek a fiscal year 1997 supplemental appropriation.

Medical Assistance		1,950,000	1,950,000
Medicaid Non-Facility	1,600,000		

It is the intent of the Legislature that in the event that cost management activities do not sufficiently contain expenditures within the level of the appropriation for the Medicaid program, the Department of Health and Social Services shall seek a fiscal year 1997 supplemental appropriation.

General Relief Medical	350,000		
Public Assistance Administration		1,410,000	1,410,000
Alaska Work Programs	810,000		

Child Care Benefits	600,000		
Purchased Services		200,000	200,000
Foster Care	200,000		
Public Labs and Radiological		140,000	140,000
Chief of Laboratory and Radiological Services	140,000		

* * * * *

* * * * * Department of Law * * * * *

* * * * *

Oil and Gas Litigation		1,600,000	1,600,000
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It is the intent of the Legislature that in the event the appropriation to this component is insufficient to fund investigation, defense, and prosecution of disputes concerning the state's oil and gas resources and mining programs, the Department of Law shall seek a fiscal year 1997 supplemental appropriation.

* * * * *

* * * * * Department of Natural Resources * * * * *

* * * * *

Resource Development		570,000	570,000
Land Development	400,000		
Forest Management and Development	145,000		
Oil and Gas Development	25,000		
Parks and Recreation Management		75,000	75,000
Parks Management	75,000		

*Sec. 36 The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 1997 budget summary by funding source to the state agencies named and for the purposes set out in the new legislation for the fiscal year beginning July 1, 1996 and ending June 30, 1997. The appropriation items contain funding for legislation assumed to have passed during the second session of the nineteenth legislature and are to be considered part of the agency operating budget. Should a measure listed in this section either fail to pass, its substance fail to be incorporated in some other measure, or be vetoed by the governor, the appropriation for that measure shall lapse.

	Appropriation Items	General Fund	Other Funds
HB 4 - Permanent Fund Dividend Eligibility appropriated to Department of Revenue	14,800	14,800	
HB 22 - State Long Term Planning appropriated to Office of the Governor	5,200	5,200	
HB 75 - Increase Penalties For Joyriding appropriated to Department of Corrections	705,000	705,000	

HB 75 - Increase Penalties For Joyriding appropriated to Department of Public Safety	11,000	11,000	
HB 110 - Confidentiality of Motor Vehicles Records appropriated to Department of Public Safety	1,400	1,400	
HB 212 - Timber Management & State Land Classification appropriated to Department of Fish and Game	2,000	2,000	
HB 272 - Municipal Motor Vehicle Tax appropriated to the Department of Public Safety	10,000	10,000	
HB 314 - Domestic Violence Prevention Act appropriated to the Department of Public Safety	52,500	52,500	
HB 314 - Domestic Violence Prevention Act appropriated Department of Corrections	55,000	55,000	
HB 342 - Water Quality Standards appropriated to Department of Environmental Conservation	51,100	51,100	
HB 366 - Marine Safety Training and Education appropriated to Department of Community and Regional Affairs	150,000	150,000	
SB 6 - Suspend Drivers Lic./Traffic Offenses appropriated to Department of Public Safety	32,500	32,500	
SB 112 - Discovery Royalty Credit appropriated to Department of Natural Resources	22,800	22,800	
SB 152 - Geographic Pay Differential appropriated to Department of Administration	848,700	37,400	811,300
SB 210 - Increase Tobacco Tax appropriated to Department of Revenue	63,600	63,600	
SB 244 - State Aid to Education Appropriated to Department of Education	20,200	20,200	
SB 250 - University of Alaska: Land Grant and Assets appropriated to Department of Fish and Game	18,900	18,900	
SB 250 - University of Alaska: Land Grant and assets appropriated to Department of Revenue	11,300	11,300	
SJR 31 - Voter approval - Alaska Statehood Act amendment appropriated to Office of the Governor	5,600	5,600	

*Sec. 37 The following appropriation items are for capital projects and grants from the general fund or other funds as set out in section 38 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 Allocations	Items	General Fund	Other Funds
Administration				
Satellite Interconnection Project Automation		350,000	350,000	
Corrections				
Corrections Replacement Equipment		200,000	200,000	
Deferred Maintenance		400,000		400,000
Fort Richardson Correctional Facility		900,000	200,000	700,000
Office of the Governor				
Criminal Justice Computer Systems Integration Project		1,800,000	1,800,000	
Health and Social Services				
Johnson Youth Center		2,000,000		2,000,000
Labor				
Wang System Replacement		40,000	40,000	
Military & Veterans' Affairs				
Emergency Broadcast System Upgrade		220,000	220,000	
Emergency Radio Equipment Upgrade		120,000	120,000	
Deferred Maintenance		50,000		50,000
Natural Resources				
Deferred Maintenance		50,000		50,000
Revenue				
Standardize LAN Topology and Wiring Upgrade		24,000	24,000	
Alcoholic Beverage Control Board Computer Hardware and Software		40,000	40,000	
Alaska Housing Finance Corporation Projects				
Homeless Assistance Program		900,000		900,000
Supplemental Housing Development Program		1,500,000		1,500,000
Health and Social Services Youth Facility		2,000,000		2,000,000
University				
Deferred Maintenance		500,000		500,000

*Sec. 38 The following sets out the funding by agency for the appropriations made in the preceding sections of this act.

Department of Administration	
General Fund Receipts	937,000
*** Total Agency Funding ***	937,000
Department of Commerce and Economic Development	
General Fund Receipts	100,000
*** Total Agency Funding ***	100,000
Department of Community and Regional Affairs	
General Fund Receipts	210,000
*** Total Agency Funding ***	210,000
Department of Corrections	
General Fund Receipts	1,720,000
*** Total Agency Funding ***	1,720,000
Department of Environmental Conservation	
General Fund Receipts	225,000
*** Total Agency Funding ***	225,000
Department of Fish and Game	
General Fund Receipts	935,000
Fish and Game Fund	1,500,000
*** Total Agency Funding ***	2,435,000
Office of the Governor	
General Fund Receipts	430,000
*** Total Agency Funding ***	430,000
Department of Health and Social Services	
General Fund Receipts	5,000,000
*** Total Agency Funding ***	5,000,000
Department of Law	
General Fund Receipts	1,600,000
*** Total Agency Funding ***	1,600,000
Department of Natural Resources	
General Fund Receipts	645,000
*** Total Agency Funding ***	645,000
New Legislation	
General Fund Receipts	1,270,300
Public Employees Retirement Fund	527,300
Teachers Retirement System Fund	284,000
*** Total Agency Funding ***	2,081,600
Capital Projects	
Federal Receipts	700,000
General Fund Receipts	2,994,000
Inter-Agency Receipts	2,000,000
Corporate Receipts	4,400,000
Debt Retirement Fund	1,000,000
*** Total Agency Funding ***	11,094,000
* * * * * Total Budget * * * * *	26,477,600

17 202.0

Amends CSSB 1005 (Fin)

- | | | |
|----|------------------------------|-----------------------|
| #1 | DNR Fire Suppression Mat-Sec | Adopted
as amended |
| #2 | APUC | Adopted
25 amended |
| #3 | DOT PF (Abbott Rd.) | Not offered |
| #4 | DOT PF (Cambridge/Tudor) | Not offered |
| #5 | DPS (Victims for Justice) | Failed 2-5 |
| #6 | Power Proj (sen sharp) | Adopted 6-1 |
| #7 | DMVA | Adopted |
| 8 | (2) Pt Baker | Adopted |
| 9 | (2) Quotaurus/Pelican | Hold |

6-4-96
not
SENATE FINANCE *afford*
COMMITTEE
Amendment Number: 3
Bill Number: CS5B1005
Sponsor: _____ Date: 6/4/96
Logged In By: _____

SENATE FINANCE AMENDMENT

To: SB 1005

BY: SENATOR DONLEY

Add a new section to read:

* Sec. _____. The sum of \$300,000 is appropriated from the general fund to the Alaska Department of Transportation & Public Facilities for the Municipality of Anchorage - Abbott Road/Abbott Loop Road traffic signal construction and installation.

This project and funding is included in the Municipality of Anchorage's Capital Improvement Program for 1998. With the new Elementary School on E68th Avenue, the need for a traffic signal, particularly during the school season, is warranted.

9-4961
NOT OFFICIAL

SENATE FINANCE
COMMITTEE 4
Amendment Number:
Bill Number: CS5B1005
Sponsor: _____ Date: 6/4/96
Logged In By: _____

SENATE FINANCE AMENDMENT

To: SB 1005

BY: SENATOR DONLEY

Add a new section to read:

* Sec. _____. The sum of \$134,895 is appropriated from the General Fund to the Alaska Department of Transportation & Public Facilities for Anchorage - Cambridge Way/Tudor Road Intersection Improvements.

In 1991 two appropriations were made for Cambridge Way/Tudor Road Intersection Improvements and Traffic Signal. These two appropriations totaled \$170,000. As of 6/30/95, only \$35,105 of these funds were expended, and the remaining \$134,895 was due to lapse into the General Fund on 7/10/95. Arrangements were made with the Commissioner of Administration to allow a one year extension on both grants in order to work with the Municipality of Anchorage to reappropriate the funds.

Former Municipal Grants Division staff extended one grant which has an available balance of \$1,997. Without advising district legislators, the other grant which had a remaining balance of \$132,898 was permitted to lapse in July, 1995. The Department of Administration's failure to properly communicate with legislative leaders regarding lapse of these funds was grossly negligent, and contradictory to previous arrangements. As a result, the above appropriation totaling \$134,895 represents the remaining balance of \$1,997 from the first grant, which was extended, plus the \$132,898 which lapsed.

DD/kb

6-4-96
DD
moved

SENATE FINANCE
COMMITTEE
Amendment Number: 5
Bill Number: CS5B1005
Sponsor: _____ Date: 6/4/96
Logged In By: _____

SENATE FINANCE AMENDMENT

Failed
2-5

To: SB 1005

BY: SENATOR DONLEY

Add a new section to read:

* Sec. _____. The sum of \$25,000 is appropriated from the general fund to the Alaska Department of Public Safety for Victims for Justice for personal services, office supplies and equipment.

Victims for Justice continues to help an increasing number of victims of crime while expanding their workload to include Court Watch and counseling services. A \$25,000 appropriation could assist Victims for Justice in serving crime victims.

SENATE FINANCE
COMMITTEE

Amendment Number: 9

Bill Number: _____

Sponsor: _____ Date: _____

Logged In By: _____

AMENDMENT

OFFERED IN THE SENATE

BY: Sen. Zharoff

Hold (2)
6/4/96

TO:

Add a new section to read:

"Sec. ____ The unexpended and unobligated balance, not to exceed \$32,000 of the general fund appropriation made by sec. 47, ch. 94, SLA 1995, page 25, line 33 (Department of Health & Social Services, Health Grants-\$7,717,400) and allocated on line 35 (Community Health Grants) is reappropriated to the Department of Health & Social Services for the following purposes for the fiscal year ending June 30, 1997:

(a) \$16,000 for payment as a grant under AS 37.05.316 to the Gustavus Community Clinic for health clinic operations

(b) \$16,000 for payment as a grant under AS 37.05.315 to the City of Pelican for health clinic operations

(c) if the unexpended and unobligated balance available for reappropriation in this section is less than \$32,000, then the appropriations made by (a) and (b) of this section shall be reduced in proportion to the amount of the shortfall.

SFC-96
FSS

SENATE FINANCE COMMITTEE
FISCAL SUMMARY OF GOVERNOR'S FIRST SPECIAL SESSION BUDGET BILL

As of May 8, 1996

Bill Section	New Appropriation Amounts by Funding Source				Reapprop Amounts
	Total	GF	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				
Total Governor's Request	52,132.1	30,098.7	7,022.6	15,010.8	6,932.4
FY 96 Supplementals					
Operating	2,184.1	2,138.6	6.9	38.6	
Capital	720.0	720.0	0.0	0.0	
Total FY 96 Supplementals	2,904.1	2,858.6	6.9	38.6	
FY 97 Operating					
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	
Total FY 97 Operating	34,884.0	24,246.1	3,815.7	6,822.2	
FY 97 Capital & Grants					
	11,844.0	2,994.0	700.0	8,150.0	
Capitalize Children's Fund					
	2,500.0	0.0	2,500.0	0.0	
Total Governor's Request	52,132.1	30,098.7	7,022.6	15,010.8	

SENATE BILL 1005
SALARY RELATED SECTIONS

	General fund	Other Funds	Total Funds		
SUPPLEMENTAL OPERATING APPROPRIATIONS					
SEC 3	Inland Boatmen's Union	739,511	0	739,511	
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	\$950 Lump Sum portion of agreement
SEC 6	U of A, AK Community College Federation of Teachers	465,207	32,901	499,108	FY 95 and FY96 FY96
	SUBTOTAL	2,138,660	45,463	2,184,123	
FY97 OPERATING APPROPRIATIONS					
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 Unfocused marine unit				
	5 Intl Org of Masters, Mates and Pilots				
	6 PSEA for Troopers and other Commissioned Law Personnel				
	7 Alyeska Correspondence School				No FY97 Funding Requested
	8 Alaska Vocational Technical Center Teacher's Assn				No FY97 Funding Requested
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	
	SUBTOTAL	10,923,800	4,826,589	15,750,389	
	TOTAL	13,062,460	4,872,052	17,934,512	

5/9/96
5/12/96
TSS
Contact
Thmas



CITY OF BETHEL

P.O. Box 388 • Bethel, Alaska 99553

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
REMAINING REQUIRED MATCH		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
REMAINING REQUIRED MATCH		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
REMAINING REQUIRED MATCH		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
REMAINING REQUIRED MATCH		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"

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
REVENUES												
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)
TOTAL AVAILABLE	2,488.9	1,085.1	3,716.0	7,290.0	2,415.3	1,090.8	2,134.0	5,640.2	(73.6)	5.8	(1,582.0)	(1,649.8)
EXPENDITURES												
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)		(1,615.4)	(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
TOTAL APPROPRIATIONS	2,488.9	1,085.1	3,716.0	7,290.0	2,415.3	1,090.8	2,134.0	5,640.2	(73.6)	5.7	(1,582.0)	(1,649.8)
Less Duplicated Expenditures			-506.5	-506.5			-484.3	-484.3	0.0	0.0	22.2	22.2
UNDUPLICATED EXPENDITURES	2,488.9	1,085.1	3,209.5	6,783.5	2,415.3	1,090.8	1,649.7	5,155.9	(73.6)	5.7	(1,559.8)	(1,627.6)

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
JFC-96
FSS

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
TOTAL	17.1	2,678.2	2,695.3	13.9	1,032.8	1,046.7	(3.2)	(1,645.4)	(1,648.6)

TONY KNOWLES
GOVERNOR



P.O. Box 110001
Juneau, Alaska 99811-0001
(907) 465-3500
Fax (907) 465-3532

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

May 8, 1996

The Honorable Drue Pearce
President of the Senate
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear President Pearce:

As you know, the two budget bills that passed the Senate and House last night do not constitute a balanced budget for FY97 as required by the state constitution. There was no legislation passed to approve the labor contracts negotiated in good faith with public employee bargaining units or to approve adjustments to the salaries of non-covered employees in the executive and legislative branches, university and court system. The tobacco tax increase, which passed the Senate by a vote of 17-3, was not brought up for a vote in the House.

I believe these important budget-related issues could have been successfully completed if time had not run out last night. I am limiting the agenda for this special session so the most essential work will be completed first. If these items are successfully completed in the next two days, we could consider completion of other unfinished business, particularly several bills that were simply awaiting concurrence by the other body.

In an effort to focus the budget work ahead of us, I have prepared identical bills which address all remaining FY96 supplementals, FY97 operating and capital appropriations, reappropriations, fiscal notes, and budget intent language. They also amend the budget bills passed last night (HB412 and SB136) to add effective dates and authorization for use of the Constitutional Budget Reserve.

My administration stands ready to work with you as much as necessary to complete the state's budget in a responsible, timely manner.

Sincerely,

A handwritten signature in cursive script, appearing to read "Tony Knowles".

Tony Knowles
Governor

3601 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 Drue 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))**

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.