

**HB**

**312/313**

**(File 3)**

**HFIN**

**FILE**

DEPT. OF  
LABOR

Failed  
3-8

LABOR #1  
REPLACEMENT

AMENDMENT

OFFERED IN THE HOUSE

by:

DAVIES

To: CSHB 312(FIN)

ADD

Sec. \_\_\_\_ (a) Subject to (b) of this section, the sum of \$500,000 is appropriated from the general fund to the Department of Labor and Workforce Development, division of labor standards and safety, for occupational safety and health.

(b) The appropriation made by (a) of this section is conditioned upon the failure to enact into law after passage during the Second Session of the Twenty-First Alaska State Legislature a version of HB 378, relating to worker safety programs.

or SB 272

DATE:

3/6

SUBJECT:

labor # 1

MEMBER

YES

NO

BUNDE		✓
J. DAVIES	✓	
G. DAVIS		✓
FOSTER		✓
GRUSSENDORF	✓	
MOSES	✓	
PHILLIPS		✓
WILLIAMS		✓
AUSTERMAN		✓
MULDER		✓
TERRIAULT		✓

TOTAL:

3	0
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PASSED

FAILED

Failed 3-8

LABOR #2

REPLACEMENT

AMENDMENT

OFFERED IN THE HOUSE

by:

DAVIES

To: CSHB 312(FIN)

ADD

Sec. \_\_\_\_ (a) Subject to (b) of this section, the sum of \$1,000,000 is appropriated from the general fund to the Department of Labor and Workforce Development, division of workers' compensation.

(b) The appropriation made by (a) of this section is effective upon the failure to enact into law after passage during the Second Session of the Twenty-First Alaska State Legislature a version of HB 378, relating to workers' compensation.

DATE: 3/6

SUBJECT: Lab 2

MEMBER YES NO

J. DAVIES	✓	
G. DAVIS		✓
FOSTER		✓
GRUSSENDORF	✓	
MOSES	✓	
PHILLIPS		✓
WILLIAMS		✓
AUSTERMAN		✓
BUNDE		✓
TERRIAULT		✓
MULDER		✓

TOTAL: 

3	0
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PASSED \_\_\_\_\_

FAILED \_\_\_\_\_

**Department of Labor & Workforce Development  
Impact Statements in Response to  
House Finance Subcommittee Budget Proposals**

**Date: 03/03/00**

**Prepared by: Remond Henderson, Director**

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Workers' Compensation	(1,000.0)	General Fund
Occupational Safety & Health	(500.0)	General Fund Match

**Impact Analysis:**

These two reductions are linked to proposed legislation (HB 378/SB 272) "An Act Relating to Workers' Compensation and Worker Safety" which will replace the funds with user fees based on workers' compensation claims paid. With the passage of that legislation there would be no impact on these programs.

Should the legislation not pass, the department would not necessarily reduce the Workers' Compensation component by \$1,000.0 and the Occupational Safety & Health component by \$500.0. With a total cut of this magnitude, the department would have to seriously consider the possibility of eliminating state funding of the Occupational Safety & Health program which would force the return of the program to the federal government. Private sector employers have expressed that they would prefer to work with the state rather than work under the federal program. Although the federal government would take over private sector enforcement, public employers and employees (municipal and state) would not be covered. This is only one potential impact of a reduction of this magnitude, and approximately \$370.0 would still need to be addressed even after elimination of the Occupational Safety & Health program.

The further \$370.0 reduction cannot be achieved by allocating reductions across all general funded programs. Entire functions or components of programs would have to be eliminated. Potential areas for achieving the reduction include:

- Closing the Fairbanks Workers' Compensation office
- Closing the Juneau and Fairbanks Wage & Hour offices
- Reduce grants for Adult Basic Education
- Reduce Vocational Rehabilitation programs

**House Finance Subcommittee**  
**Department of Labor and Workforce Development**  
**FY01 Operating Budget**

Final closeout recommendations were reported out of subcommittee on February 28, 2000. The subcommittee began their consideration based on the FY 00 Management Plan reflected in HB 312. The recommendation for general-purpose funds is \$12,840.7. This recommendation goes beyond the allocation target of \$12,918.2 or \$1,577.5 below the Management Plan.

**Division of Worker's Compensation**

In an attached Letter of Intent the subcommittee adopted a statement of support for a bill that would eliminate the premium tax for Workers' Compensation insurance and replace it with a new fee for all companies based on a percentage of their particular workers' compensation claims. The fees would be accounted for separately and deposited into a worker safety and compensation account. The subcommittee reduced the general-purpose funds by \$1.0 million leaving a total budget for this component, which is currently funded primarily with general funds, of \$1,442.0. HB 378 would create designated program receipts that would provide for a four-year phase-in of the fees to minimize the impact on the self-insured employers who currently pay no premium tax. The new system would also spread costs among more employers, and those employers currently paying the premium tax would see a decrease in their payments.

**Division of Labor Standards and Safety**

Closely related to the above recommendation language, the Division of Labor Standards and Safety absorbed \$500.0 of the total reduction. This came out of the general fund match for the Occupational Safety and Health component to accommodate the expected passage of HB 378 and the transition to the fee based worker safety and compensation account. The total remaining funds in this component, in general purpose funds is \$631.8 for a total budget of \$2,508.3.

**Employment Security Division**

The Community Development Assistance Program was moved into the Department of Labor and Workforce Development from the former Department of Community and Regional Affairs due to passage HB 40. This program was subsequently transferred to the Department of Education and Early Development effective October 1, 1999. The subcommittee recognized a general fund reduction totaling \$77.5 associated with the transfer.

**House Finance Subcommittee**  
**Department of Labor and Workforce Development**  
**FY01 Operating Budget**

Letter of Intent

It is the intent of the House Finance Subcommittee for the Department of Labor and Workforce Development that the \$1.5 million reduction be predicated on the passage of HB 378/SB 272, "An Act Relating to Workers' Compensation and Worker Safety."

This eliminates the premium tax and replaces it with a new fee for all companies based on a percentage of their particular workers' compensation claims. The fees would be accounted for separately and deposited into a worker safety and compensation account. Since these fees would fully fund the program, it would be treated as self-supporting in the state budget.

Adopted: 2/28/00

## Agency Totals - FY01 Operating Budget

Agency: Department of Labor and Workforce Development

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>93,291.2</b>	<b>118,895.9</b>	<b>118,895.9</b>	<b>111,102.9</b>	<b>-7,793.0</b>	<b>-6.6%</b>
<u>Objects of Expenditure:</u>						
Personal Services	43,534.7	45,726.8	47,708.7	48,502.6	793.9	1.7%
Travel	1,713.7	2,456.2	2,471.1	2,023.1	-448.0	-18.1%
Contractual	18,008.1	23,463.8	23,257.1	21,621.8	-1,635.3	-7.0%
Commodities	939.2	1,029.0	1,039.2	1,110.6	71.4	6.9%
Equipment	2,378.9	2,960.2	1,805.0	1,388.8	-416.2	-23.1%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	26,716.6	43,259.9	42,476.1	37,956.0	-4,520.1	-10.6%
Miscellaneous	0.0	0.0	138.7	-1,500.0	-1,638.7	-1181.5%
<u>Funding Sources:</u>						
1002 Fed Rcpts	64,032.6	82,941.5	82,941.5	76,991.7	-5,949.8	-7.2%
1003 G/F Match	3,706.6	3,749.2	3,749.2	3,249.2	-500.0	-13.3%
1004 Gen Fund	8,244.8	9,728.1	9,728.1	8,650.6	-1,077.5	-11.1%
1005 GF/Prgm	818.1	940.9	940.9	940.9	0.0	0.0%
1007 I/A Rcpts	8,276.0	12,040.0	12,040.0	11,142.1	-897.9	-7.5%
1031 Sec Injury	2,678.0	2,853.0	2,853.0	2,853.0	0.0	0.0%
1032 Dis Fisher	821.4	1,301.0	1,301.0	1,301.0	0.0	0.0%
1049 Trng/Bldg	336.7	572.5	572.5	572.5	0.0	0.0%
1053 Invst Loss	13.1				0.0	%
1054 Empl Trng	4,046.1	4,046.1	4,046.1	4,553.8	507.7	12.5%
1061 CIP Rcpts		87.7	87.7	-0.0	-87.7	-100.0%
1108 Stat Desig	317.8	420.9	420.9	633.1	212.2	50.4%
1117 VocSmBus		215.0	215.0	215.0	0.0	0.0%
<u>Positions:</u>						
Perm Full Time	712.0	736.0	748.0	750.0	2.0	0.3%
Perm Part Time	110.0	98.0	93.0	93.0	0.0	0.0%
Non-Perm	25.0	10.0	50.0	45.0	-5.0	-10.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Labor and Workforce Development

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Employment Security</b>							
1	Employment Services	9,835.1	11,009.2	12,198.9	14,232.1	2,033.2	16.7%
2	Unemployment Insurance	16,913.7	16,881.1	16,881.1	17,781.1	900.0	5.3%
3	Work Services		1,720.1	1,720.1	1,720.1	0.0	0.0%
4	Job Training Partnership Act	9,230.8	14,361.4	14,408.0	11,610.8	-2,797.2	-19.4%
5	Statewide Service Delivery	8,623.6	12,407.8	12,407.8	12,407.8	0.0	0.0%
6	State Training Employment Prog	4,046.1	5,558.4	5,558.4	4,553.8	-1,004.6	-18.1%
7	Adult Basic Education		2,386.8	2,386.8	2,386.8	0.0	0.0%
8	Alaska Work Programs	1,483.8				0.0	0.0%
9	Community Development Asst		2,757.2	2,710.6	0.0	-2,710.6	-100.0%
10	One Stop	2,155.6	3,000.0	1,810.3	0.0	-1,810.3	-100.0%
	* BRU Total	52,288.7	70,082.0	70,082.0	64,692.5	-5,389.5	-7.7%
<b>Administrative Services</b>							
12	Data Processing	5,152.7	5,551.0	5,551.0	6,140.0	589.0	10.6%
13	Management Services	2,145.6	2,752.1	2,752.1	2,752.1	0.0	0.0%
14	Labor Market Information	2,558.3	2,919.1	2,919.1	2,955.6	36.5	1.3%
	* BRU Total	9,856.6	11,222.2	11,222.2	11,847.7	625.5	5.6%
<b>Office of the Commissioner</b>							
15	AKHuman Res Investment Council	392.1	400.2	400.2	400.2	0.0	0.0%
16	Commissioner's Office	475.6	467.3	467.3	551.8	84.5	18.1%
17	Alaska Labor Relations Agency	312.2	324.2	324.2	324.2	0.0	0.0%
18	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	1,179.9	1,191.7	1,191.7	1,276.2	84.5	7.1%
<b>Workers' Compensation</b>							
19	Fishermens Fund	821.4	1,301.0	1,301.0	1,301.0	0.0	0.0%
20	Workers' Compensation	5,168.9	2,442.0	2,442.0	1,442.0	-1,000.0	-41.0%
21	Second Injury Fund		2,858.9	2,858.9	2,857.7	-1.2	-0.0%
	* BRU Total	5,990.3	6,601.9	6,601.9	5,600.7	-1,001.2	-15.2%
<b>Labor Standards and Safety</b>							
22	Wage and Hour Administration	1,383.4	1,365.1	1,365.1	1,365.1	0.0	0.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Labor and Workforce Development

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Labor Standards and Safety</b>							
23	Mechanical Inspection	1,766.5	1,631.3	1,544.6	1,546.8	2.2	0.1%
24	Occupational Safety and Health	2,855.2	2,931.4	3,018.1	2,508.3	-509.8	-16.9%
25	Alaska Safety Advisory Council	89.1	106.7	106.7	106.7	0.0	0.0%
	* BRU Total	6,094.2	6,034.5	6,034.5	5,526.9	-507.6	-8.4%
<b>Vocational Rehabilitation</b>							
26	Client Services	10,104.2	13,382.9	13,382.9	11,919.6	-1,463.3	-10.9%
27	Federal Training Grant	38.3	56.3	56.3	56.3	0.0	0.0%
28	Voc Rehab Administration	935.3	1,520.4	1,520.4	1,345.0	-175.4	-11.5%
29	Independent Living Rehabilitat	1,194.3	1,343.7	1,343.0	1,343.0	0.0	0.0%
30	Disability Determination	3,929.6	4,955.0	4,955.0	4,955.0	0.0	0.0%
31	Special Projects	889.4	1,471.6	1,472.3	1,787.3	315.0	21.4%
32	Assistive Technology	665.0	843.7	843.7	562.7	-281.0	-33.3%
33	Americans With Disabilities	125.4	190.0	190.0	190.0	0.0	0.0%
	* BRU Total	17,881.5	23,763.6	23,763.6	22,158.9	-1,604.7	-6.8%
	<b>*** Total Agency Expenditure</b>	<b>93,291.2</b>	<b>118,895.9</b>	<b>118,895.9</b>	<b>111,102.9</b>	<b>-7,793.0</b>	<b>-6.6%</b>
	Federal Restricted Funds	64,032.6	62,941.5	82,941.5	76,991.7	-5,949.8	-7.2%
	General Purpose Funds	12,782.6	14,418.2	14,418.2	12,840.7	-1,577.5	-10.9%
	Other Funds	16,476.0	21,536.2	21,536.2	21,270.5	-265.7	-1.2%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Labor and Workforce Development**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPin</u>	<u>HouseSC</u>	<u>00MgtPin to HouseSC</u>	
<b>Employment Security</b>							
3	Work Services		130.9	130.9	130.9	0.0	0.0%
4	Job Training Partnership Act	40.5	70.2	70.2	70.2	0.0	0.0%
5	Statewide Service Delivery	446.1	458.0	458.0	458.0	0.0	0.0%
7	Adult Basic Education		1,736.8	1,736.8	1,736.8	0.0	0.0%
8	Alaska Work Programs	124.4				0.0	0.0%
9	Community Development Asst		77.5	77.5	0.0	-77.5	-100.0%
	* BRU Total	611.0	2,473.4	2,473.4	2,395.9	-77.5	-3.1%
<b>Administrative Services</b>							
12	Data Processing	37.1	111.4	111.4	111.4	0.0	0.0%
13	Management Services	214.1	437.7	437.7	437.7	0.0	0.0%
14	Labor Market Information	543.8	506.9	506.9	506.9	0.0	0.0%
	* BRU Total	795.0	1,056.0	1,056.0	1,056.0	0.0	0.0%
<b>Office of the Commissioner</b>							
16	Commissioner's Office	472.2	383.2	383.2	383.2	0.0	0.0%
17	Alaska Labor Relations Agency	312.2	324.2	324.2	324.2	0.0	0.0%
18	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	784.4	707.4	707.4	707.4	0.0	0.0%
<b>Workers' Compensation</b>							
20	Workers' Compensation	2,461.3	2,397.0	2,397.0	1,397.0	-1,000.0	-41.7%
	* BRU Total	2,461.3	2,397.0	2,397.0	1,397.0	-1,000.0	-41.7%
<b>Labor Standards and Safety</b>							
22	Wage and Hour Administration	1,362.1	1,343.5	1,343.5	1,343.5	0.0	0.0%
23	Mechanical Inspection	1,380.0	1,220.8	1,134.1	1,134.1	-0.0	-0.0%
24	Occupational Safety and Health	1,145.1	1,131.1	1,217.8	717.8	-500.0	-41.1%
25	Alaska Safety Advisory Council	89.1	106.7	106.7	106.7	0.0	0.0%
	* BRU Total	3,976.3	3,802.1	3,802.1	3,302.1	-500.0	-13.2%
<b>Vocational Rehabilitation</b>							
26	Client Services	3,170.6	3,140.7	3,140.7	3,140.7	0.0	0.0%
27	Federal Training Grant	5.6	5.6	5.6	5.6	0.0	0.0%
28	Voc Rehab Administration	162.1	166.2	166.2	166.2	0.0	0.0%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Labor and Workforce Development**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
	<b>Vocational Rehabilitation</b>						
29	Independent Living Rehabilitat	592.4	587.6	586.9	586.9	0.0	0.0%
31	Special Projects	120.5	82.2	82.9	82.9	0.0	0.0%
33	Americans With Disabilities	103.4				0.0	0.0%
	* BRU Total	4,154.6	3,982.3	3,982.3	3,982.3	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>12,782.6</b>	<b>14,418.2</b>	<b>14,418.2</b>	<b>12,840.7</b>	<b>-1,577.5</b>	<b>-10.9%</b>

**Department of Law**  
**Impact Statements in Response to**  
**House Finance Subcommittee Budget Proposals**  
**Date: 03/02/00**  
**Prepared by: Barbara Ritchie**

<b>Program Area:</b>	<b>Dollar</b>	<b>Fund</b>
Oil & Gas Litigation	<b>Amount(s):</b>	<b>Source(s):</b>
	(289.8)	GF

**Impact Analysis:**

Since FY 1994, the total Oil and Gas Litigation appropriation has been reduced from over \$31 million to \$5.5 million. This reduction has been accomplished in part by bringing to conclusion a huge backlog of major tax and royalty cases, and also by our development of in-house expertise. This has allowed the department to move prosecution of the smaller tax, royalty, and tariff cases away from more expensive outside counsel to in-house legal staff in the majority of cases. This transition away from outside counsel has been a long-term goal of the department. However, some outside counsel and, to a greater extent, expert witnesses will always continue to be necessary.

The impact of the House Finance Subcommittee's proposed net \$289.8 reduction to the FY01 Oil and Gas Litigation budget will be to further reduce our use of outside counsel in certain selected cases. However, Alaska's oil and gas industry is in a major state of transition, and therefore it is particularly difficult for the department to predict what effect this budget reduction might have on our oil and gas work in the next fiscal year.

House Finance Subcommittee  
Department of Law  
FY01 Operating Budget

The House Finance Subcommittee for the Department of Law closed out February 25<sup>th</sup>. The subcommittee worked from the FY00 Management Plan reflected in HB 312. The budget recommendations meet the allocations for this department.

The FY01 subcommittee recommendations generally reflect a maintenance budget with funding for the Commissioner's Office and the Trustee Council projects. The subcommittee also approved increases to accommodate the Commercial Section of the Civil Division, Paraprofessional Support for Student Loan Collections, and a Retirement and Benefits Reimbursable Services Agreement (RSA). The subcommittee approved \$170,000 to support continued submerged land litigation.

Reductions to the following programs were approved:

1. \$555,200 reduction was made to the Bank of America investigation.
2. \$289,800 reduction was made to the Oil and Gas Litigation funding.
3. \$750,000 one-time reduction was approved by the subcommittee for funding not needed for the AMOCO-ARCO merger litigation.

Other one-time allocation reductions recommended by the subcommittee affected criminal justice litigation and tort reform. The Department of Law Subcommittee met the budget allocation reductions of \$1,725,000 in General Fund dollars.

### Agency Totals - FY01 Operating Budget

Agency: Department of Law

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>45,325.9</b>	<b>45,383.2</b>	<b>45,383.2</b>	<b>43,779.4</b>	<b>-1,603.8</b>	<b>-3.5%</b>
<u>Objects of Expenditure:</u>						
Personal Services	30,578.2	31,027.6	31,005.0	31,004.7	-0.3	-0.0%
Travel	909.6	1,206.4	1,203.4	1,051.5	-151.9	-12.6%
Contractual	10,747.9	12,478.3	12,505.4	11,016.4	-1,489.0	-11.9%
Commodities	732.3	656.3	654.8	692.2	37.4	5.7%
Equipment	399.3	14.6	14.6	14.6	0.0	0.0%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,958.6	0.0	0.0	0.0	0.0	%
Miscellaneous	0.0	-0.0	-0.0	-0.0	-0.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	320.1	476.1	476.1	476.1	0.0	0.0%
1003 G/F Match	116.9	157.3	157.3	157.3	0.0	0.0%
1004 Gen Fund	27,321.5	26,262.8	26,262.8	24,537.8	-1,725.0	-6.6%
1005 GF/Prgm	349.3	468.3	468.3	468.3	0.0	0.0%
1007 I/A Rcpts	15,699.3	15,248.5	15,248.5	15,369.7	121.2	0.8%
1024 Fish/Game	117.0	125.3	125.8	125.8	0.0	0.0%
1029 P/E Retire	15.1				0.0	%
1037 GF/MH	63.0	63.0	63.0	63.0	0.0	0.0%
1053 Invst Loss	29.5				0.0	%
1055 IA/OIL HAZ	800.7	465.4	465.4	465.4	0.0	0.0%
1105 PFund Rcpt	493.5	1,477.0	1,477.0	1,477.0	0.0	0.0%
1108 Stat Desig		505.0	505.0	505.0	0.0	0.0%
1119 Tobac Sell		134.0	134.0	134.0	0.0	0.0%
<u>Positions:</u>						
Perm Full Time	443.0	450.0	449.0	450.0	1.0	0.2%
Perm Part Time	14.0	11.0	16.0	16.0	0.0	0.0%
Non-Perm	0.0	0.0	0.0	0.0	0.0	%

## Component Summary - FY01 Operating Budget

Agency: Department of Law

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Criminal Division</b>							
1	First Judicial District	1,126.0	1,180.6	1,180.6	1,180.6	0.0	0.0%
2	Second Judicial District	767.5	818.4	818.4	814.3	-4.1	-0.5%
3	Third Judic. District: Anch.	3,560.4	3,453.3	3,358.2	3,362.3	4.1	0.1%
4	Third Judic Dist: Outside Anch	2,113.4	2,138.0	2,072.0	2,125.7	53.7	2.6%
5	Fourth Judicial District	2,658.6	2,683.9	2,719.9	2,688.8	-31.1	-1.1%
6	Criminal Justice Litigation	1,725.3	1,533.5	1,615.7	1,450.4	-165.3	-10.2%
7	Criminal Appeals/Special Lit	2,189.0	2,422.4	2,525.3	2,502.7	-22.6	-0.9%
	* BRU Total	14,140.5	14,290.1	14,290.1	14,124.8	-165.3	-1.2%
<b>Civil Division</b>							
8	Dep. Attny General's Office	2,526.6	202.8	202.8	202.8	0.0	0.0%
9	Collections and Support	1,378.0	1,773.0	1,749.5	1,663.1	-86.4	-4.9%
10	Commercial Section	1,490.7	1,674.8	1,698.3	1,832.3	134.0	7.9%
11	Environmental Law	1,569.4	1,254.2	1,254.2	1,254.2	0.0	0.0%
12	Fair Business Practices	1,230.8	1,416.3	1,363.6	1,336.6	-27.0	-2.0%
13	Governmental Affairs	2,881.0	2,650.2	2,788.0	2,572.0	-216.0	-7.7%
14	Human Services	3,668.8	3,372.9	3,372.9	3,382.9	10.0	0.3%
15	Legislation/Regulations	410.8	495.4	495.4	495.4	0.0	0.0%
16	Mental Health Lands	110.3	189.0	123.9	0.0	-123.9	-100.0%
17	Natural Resources	925.3	1,281.2	1,261.2	1,385.1	123.9	9.8%
18	Oil and Gas and Mining	2,633.1	2,948.2	2,833.7	2,833.7	0.0	0.0%
19	Special Litigation	2,439.2	2,228.7	2,268.1	2,188.4	-79.7	-3.5%
20	Transportation Section	1,835.6	1,895.3	1,966.0	1,956.0	0.0	0.0%
21	Timekeeping & Support	719.9	719.9	724.3	723.7	-0.6	-0.1%
	* BRU Total	23,819.5	22,101.9	22,101.9	21,836.2	-265.7	-1.2%
<b>Statehood Defense</b>							
22	Statehood Defense	964.6	1,293.0	1,293.0	1,083.0	-210.0	-16.2%
	* BRU Total	964.6	1,293.0	1,293.0	1,083.0	-210.0	-16.2%
<b>Oil and Gas Litigation and Legal Services</b>							
23	Oil & Gas Litigation	4,490.0	5,965.6	5,965.6	4,925.8	-1,039.8	-17.4%
24	Oil & Gas Legal Services	507.8	295.7	295.7	295.7	0.0	0.0%
	* BRU Total	4,997.8	6,261.3	6,261.3	5,221.5	-1,039.8	-16.6%

## Component Summary - FY01 Operating Budget

Agency: Department of Law

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Administration and Support</b>							
25	Office of the Attorney General	325.5	334.2	334.2	334.2	0.0	0.0%
26	Administrative Services	1,078.0	1,102.7	1,102.7	1,179.7	77.0	7.0%
27	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	1,403.5	1,436.9	1,436.9	1,513.9	77.0	5.4%
	<b>*** Total Agency Expenditure</b>	<b>45,325.9</b>	<b>45,383.2</b>	<b>45,383.2</b>	<b>43,779.4</b>	<b>-1,603.8</b>	<b>-3.5%</b>
	Federal Restricted Funds	320.1	476.1	476.1	476.1	0.0	0.0%
	General Purpose Funds	27,880.2	27,085.4	27,085.4	25,360.4	-1,725.0	-6.4%
	Other Funds	17,125.6	17,821.7	17,821.7	17,942.9	121.2	0.7%

## Component Summary - FY01 Operating Budget

**Gen Purpose fund group Only**

**Agency: Department of Law**

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Criminal Division</b>							
1	First Judicial District	1,126.0	1,180.6	1,180.6	1,180.6	0.0	0.0%
2	Second Judicial District	767.5	818.4	818.4	814.3	-4.1	-0.5%
3	Third Judic. District: Anch.	3,180.5	3,065.7	2,970.6	2,974.7	4.1	0.1%
4	Third Judic Dist: Outside Anch	2,113.4	2,138.0	2,072.0	2,125.7	53.7	2.6%
5	Fourth Judicial District	2,658.6	2,683.9	2,719.9	2,688.8	-31.1	-1.1%
6	Criminal Justice Litigation	1,322.1	1,367.6	1,449.8	1,284.5	-165.3	-11.4%
7	Criminal Appeals/Special Lit	1,373.9	1,473.9	1,516.8	1,494.2	-22.6	-1.5%
	* BRU Total	12,542.0	12,728.1	12,728.1	12,562.8	-165.3	-1.3%
<b>Civil Division</b>							
8	Dep. Attny General's Office	2,511.5	202.8	202.8	202.8	0.0	0.0%
9	Collections and Support	210.2	338.6	338.6	338.6	0.0	0.0%
10	Commercial Section	335.8	271.7	271.7	271.7	0.0	0.0%
11	Environmental Law	604.4	633.9	633.9	633.9	0.0	0.0%
12	Fair Business Practices	369.4	531.1	478.4	478.4	0.0	0.0%
13	Governmental Affairs	1,046.7	1,025.2	1,163.0	932.8	-230.2	-19.8%
14	Human Services	2,667.0	2,761.7	2,761.7	2,761.7	0.0	0.0%
15	Legislation/Regulations	372.7	369.5	369.5	369.5	0.0	0.0%
16	Mental Health Lands	68.3	164.0	98.9	0.0	-98.9	-100.0%
17	Natural Resources	747.8	1,002.4	982.4	1,081.3	98.9	10.1%
19	Special Litigation	119.8	79.7	79.7	0.0	-79.7	-100.0%
21	Timekeeping & Support		15.8	15.8	15.8	0.0	0.0%
	* BRU Total	9,053.6	7,396.4	7,396.4	7,086.5	-309.9	-4.2%
<b>Statehood Defense</b>							
22	Statehood Defense	909.3	1,293.0	1,293.0	1,083.0	-210.0	-16.2%
	* BRU Total	909.3	1,293.0	1,293.0	1,083.0	-210.0	-16.2%
<b>Oil and Gas Litigation and Legal Services</b>							
23	Oil & Gas Litigation	3,996.5	4,488.6	4,488.6	3,448.8	-1,039.8	-23.2%
24	Oil & Gas Legal Services	507.8	295.7	295.7	295.7	0.0	0.0%
	* BRU Total	4,504.3	4,784.3	4,784.3	3,744.5	-1,039.8	-21.7%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Law**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Administration and Support</b>							
25	Office of the Attorney General	325.5	334.2	334.2	334.2	0.0	0.0%
26	Administrative Services	545.5	549.4	549.4	549.4	0.0	0.0%
27	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	871.0	883.6	883.6	883.6	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>27,880.2</b>	<b>27,085.4</b>	<b>27,085.4</b>	<b>25,360.4</b>	<b>-1,725.0</b>	<b>-6.4%</b>

LEGISLATURE

# LEGISLATURE

#1

Amend 2-9

# Moses

## AMENDMENT

OFFERED IN THE HOUSE FINANCE COMMITTEE

To: HB 312

by Representative Moses

### DELETE (██████████):

AGY. Legislative Affairs Agency

BRU. Legislative Council

COM. Legislators' Salaries & Allowances      \$225.0 General Funds

### ADD (██████████):

AGY. Dept. of Fish & Game

BRU. Commercial Fisheries

COM. Fisheries Development      \$225.0 General Funds

PURPOSE: Increase commercial fisheries development, and cut legislative long term per diem.

House Finance Subcommittee  
Alaska State Legislature  
FY01 Operating Budget

The House Finance Subcommittee for the Alaska State Legislature closed out at the February 28, 2000 meeting. The subcommittee worked from the FY00 Management Plan reflected in HB 312. The budget recommendations are within the allocations for this department.

The FY01 Subcommittee recommendations generally reflect a belt tightening budget.

Given the limited revenue available, the Subcommittee reduced the Legislature's budget by \$1,000,000 or approximately 3% below the General Fund FY 00 Management Plan and 4.3% below the FY 00 Management Plan for total funds. This compares to a proposed 0.9% reduction in total state general fund spending for all agencies.

### Agency Totals - FY01 Operating Budget

Agency: Legislature

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>30,504.8</b>	<b>34,301.2</b>	<b>34,301.2</b>	<b>32,811.5</b>	<b>-1,489.7</b>	<b>-4.3%</b>
<u>Objects of Expenditure:</u>						
Personal Services	22,451.9	24,327.9	24,327.9	24,177.9	-150.0	-0.6%
Travel	2,324.5	2,745.2	2,745.2	2,745.2	0.0	0.0%
Contractual	4,502.5	5,959.5	5,959.5	5,804.8	-154.7	-2.6%
Commodities	683.1	707.5	707.5	697.5	-10.0	-1.4%
Equipment	542.8	561.1	561.1	386.1	-175.0	-31.2%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	0.0	0.0	0.0	0.0	0.0	%
Miscellaneous	0.0	-0.0	-0.0	-1,000.0	-1,000.0	%
<u>Funding Sources:</u>						
1001 CBR Fund	3.0	489.7	489.7	0.0	-489.7	-100.0%
1004 Gen Fund	30,164.1	33,622.5	33,622.5	32,622.5	-1,000.0	-3.0%
1005 GF/Prgm	126.3	124.0	124.0	124.0	0.0	0.0%
1007 I/A Rcpts	78.3	65.0	65.0	65.0	0.0	0.0%
1053 Invst Loss	133.1				0.0	%
<u>Positions:</u>						
Perm Full Time	160.0	219.0	219.0	219.0	0.0	0.0%
Perm Part Time	273.0	274.0	274.0	274.0	0.0	0.0%
Non-Perm	0.0	0.0	0.0	0.0	0.0	%

## Component Summary - FY01 Operating Budget

Agency: Legislature

Page	Budget Component	FY99 Act	FY00Auth	00MgtPin	HouseSC	00MgtPin to HouseSC	
<b>Unallocated Reduction</b>							
1	Unallocated Reduction		0.0	0.0	-1,000.0	-1,000.0	0.0%
	* BRU Total	0.0	0.0	0.0	-1,000.0	-1,000.0	0.0%
<b>Budget and Audit Committee</b>							
3	Legislative Audit	2,645.1	2,589.8	2,589.8	2,589.8	0.0	0.0%
4	Legislative Finance	2,700.1	3,202.4	3,202.4	3,202.4	0.0	0.0%
5	Ombudsman	499.0	489.5	489.5	489.5	0.0	0.0%
6	Committee Expenses	101.7	389.1	389.1	389.1	0.0	0.0%
	* BRU Total	5,945.9	6,670.8	6,670.8	6,670.8	0.0	0.0%
<b>Legislative Council</b>							
7	Salaries and Allowances	4,026.7	4,151.3	4,151.3	4,151.3	0.0	0.0%
8	Administrative Services	6,870.7	7,198.3	7,198.3	6,708.6	-489.7	-6.8%
9	Session Expenses	5,904.2	6,178.2	6,178.2	6,178.2	0.0	0.0%
10	Council and Subcommittees	379.7	1,465.0	1,465.0	1,465.0	0.0	0.0%
11	Legal and Research Services	2,236.9	2,140.8	2,140.8	2,140.8	0.0	0.0%
12	Select Committee on Ethics	72.7	142.9	142.9	142.9	0.0	0.0%
	* BRU Total	19,490.9	21,276.5	21,276.5	20,786.8	-489.7	-2.3%
<b>Legislative Operating Budget</b>							
13	Legislative Operating Budget	5,068.0	6,353.9	6,353.9	6,353.9	0.0	0.0%
	* BRU Total	5,068.0	6,353.9	6,353.9	6,353.9	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>30,504.8</b>	<b>34,301.2</b>	<b>34,301.2</b>	<b>32,811.5</b>	<b>-1,489.7</b>	<b>-4.3%</b>
<b>Federal Restricted Funds</b>							
	General Purpose Funds	30,423.5	33,746.5	33,746.5	32,746.5	-1,000.0	-3.0%
	Other Funds	81.3	554.7	554.7	65.0	-489.7	-88.3%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Legislature**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Unallocated Reduction</b>							
1	Unallocated Reduction		0.0	0.0	-1,000.0	-1,000.0	0.0%
	* BRU Total	0.0	0.0	0.0	-1,000.0	-1,000.0	0.0%
<b>Budget and Audit Committee</b>							
3	Legislative Audit	2,645.1	2,589.8	2,589.8	2,589.8	0.0	0.0%
4	Legislative Finance	2,700.1	3,202.4	3,202.4	3,202.4	0.0	0.0%
5	Ombudsman	499.0	489.5	489.5	489.5	0.0	0.0%
6	Committee Expenses	101.7	389.1	389.1	389.1	0.0	0.0%
	* BRU Total	5,945.9	6,670.8	6,670.8	6,670.8	0.0	0.0%
<b>Legislative Council</b>							
7	Salaries and Allowances	4,026.7	4,151.3	4,151.3	4,151.3	0.0	0.0%
8	Administrative Services	6,822.7	6,673.6	6,673.6	6,673.6	0.0	0.0%
9	Session Expenses	5,870.9	6,148.2	6,148.2	6,148.2	0.0	0.0%
10	Council and Subcommittees	379.7	1,465.0	1,465.0	1,465.0	0.0	0.0%
11	Legal and Research Services	2,236.9	2,140.8	2,140.8	2,140.8	0.0	0.0%
12	Select Committee on Ethics	72.7	142.9	142.9	142.9	0.0	0.0%
	* BRU Total	19,409.6	20,721.8	20,721.8	20,721.8	0.0	0.0%
<b>Legislative Operating Budget</b>							
13	Legislative Operating Budget	5,068.0	6,353.9	6,353.9	6,353.9	0.0	0.0%
	* BRU Total	5,068.0	6,353.9	6,353.9	6,353.9	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>30,423.5</b>	<b>33,746.5</b>	<b>33,746.5</b>	<b>32,746.5</b>	<b>-1,000.0</b>	<b>-3.0%</b>

DEPT. OF  
MILITARY  
+ VETERANS  
AFFAIRS

**Department of Military & Veterans Affairs  
Impact Statements in Response to  
House Finance Subcommittee Budget Proposals**

**Date: March 2, 2000**

**Prepared by: Carol Carroll, Director  
Division of Administrative Services**

<b>Program Area:</b> Alaska National Guard Educational Benefits	<b>Dollar Amount(s):</b> (\$ 76.0)	<b>Fund Source(s):</b> General Fund
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**Impact Analysis:**

Reducing this appropriation to \$47.2 will fund less than 40% of the projected FY2001 Tuition Assistance claims. For FY 2000, claims of \$112.3 have been received from Guard members. Guard Officers are required to meet mandatory civilian educational requirements for commissioning or promotion. Enlisted members receive promotion points for college credits. Additionally, State Tuition Assistance educational benefits greatly assist the Alaska National Guard's recruiting and retention efforts. Continuing education programs for our members is becoming more important as our mission and equipment evolves and becomes more technical, such as the pending National Missile Defense mission.

<b>Program Area:</b> Disaster Planning & Control	<b>Dollar Amount(s):</b> (\$630.0) \$630.0	<b>Fund Source(s):</b> General Fund Interagency Receipts
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**Impact Analysis:**

**Impact of not acting on the Governor's request to change funding from Disaster Relief Fund to General Fund**

The House Finance Subcommittee deferred the decision to change funding of \$630.2 for core services in the Disaster Planning & Control budget to the Full Finance Committee.

The current process of funding the core services through a transfer from the Disaster Relief Fund is dependent on funds being available within the fund. For some years the remaining balances from closed general funded disasters were used; however, there are few "old" disasters left to close. To make funding available for FY2000, a general fund appropriation was made to the Disaster Relief Fund. The Governor's FY2001 funding

source change was proposed to solve this problem with no impact on overall general funding.

If the legislature approves a pending FY2000 supplement request for \$630.2 to the Disaster Relief Fund, the core services will continue to be funded through a transfer from that fund.

**House Finance Subcommittee  
Department of Military and Veterans' Affairs  
FY01 Operating Budget**

The House Finance Subcommittee for the Military and Veterans' Affairs closed out at the February 28, 2000 meeting. The subcommittee worked from the FY00 Management Plan reflected in HB 312 and the budget recommendations are within the House Finance Committee's allocation and do not increase the General Fund contribution

The Department of Military and Veterans' Affairs is funded through 4 BRUs; Disaster Planning & Control; Alaska National Guard; Alaska National Guard Benefits and Veterans' Affairs.

**Budget Summary**

The budget changes recommended by the subcommittee are reflected on the budget summary page.

The Alaska National Guard Retirement Fund's actuarial contribution for FY2001 was lowered by 224.7 in GF.

By reallocating these funds, the subcommittee was able to recommend that the House Finance Committee fund a Missile Defense Project Coordinator position, 130.0; to increased tuition assistance to Guard members, by 18.7; and to provide the needed 76.0 State Match for the 227.9 Federal funds for operations and maintenance of the new Air Guard Facilities at Kulis AFB

Other changes reflect needed adjustments to reflect changes in funding source and/or receipt authority. . The Governor's four DMVA, FY2001 Budget Amendments are included in the transaction sheets since they do not impact the GF total for the recommended budget.

The subcommittee's recommendations will allow the Department to:

- a) Bring an estimated \$155.4 million Federal dollars into Alaska's economy through existing programs;
- b) Maintain over 4,000 jobs in 76 communities across the State;
- c) Provide a Missile Defense Project Coordinator to facilitate new mission possibilities that could potentially bring as many as 700 new National Guard related jobs to Alaska;

- d) Provide the needed State Match for maintenance and operations of the new facilities at Kulis AFB.
- e) Increase funding for tuition assistance for Guard members.
- f) Allow for increased funding from other sources for the Alaska Military Youth Academy.

**Commission on Privatization Report Response**

- 1) The Alaska Military Youth Academy has actively sought supplemental sources of funding to strengthen their program. Students are enrolled in the Alyeska Central School, the Academy is participating in the USDA School Food Program and the Department has sought partnerships and working agreements with other agencies and programs.
- 2) The Department of Military and Veterans' Affairs is participating in the development a Request for Proposals, (RFP) to determine the feasibility of having a single cell phone provider for all State Agencies.

**FY 2000 Supplemental HB 343**

The Subcommittee reviewed the supplemental requests, numbers 12a, 12b, and 12c in HB 343 and recommends that the Finance Committee approves these requests.

In addition the Subcommittee recommends that the full Finance Committee address the Department's 630.2 request related to the Disaster Relief Fund.

### Agency Totals - FY01 Operating Budget

Agency: Department of Military and Veterans Affairs

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>24,313.7</b>	<b>25,616.7</b>	<b>25,616.7</b>	<b>27,468.5</b>	<b>1,851.8</b>	<b>7.2%</b>
<u>Objects of Expenditure:</u>						
Personal Services	11,651.6	12,206.7	12,206.7	12,816.8	610.1	5.0%
Travel	757.0	535.9	535.9	593.9	58.0	10.8%
Contractual	8,465.7	10,105.1	10,105.1	10,469.5	364.4	3.6%
Commodities	1,256.7	1,366.4	1,366.4	1,400.1	33.7	2.5%
Equipment	412.1	229.7	229.7	329.7	100.0	43.5%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,770.6	1,172.9	1,172.9	1,858.5	685.6	58.5%
Miscellaneous	0.0	-0.0	-0.0	-0.0	0.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	13,186.8	14,406.2	14,406.2	15,804.1	1,397.9	9.7%
1003 G/F Match	3,163.4	2,112.5	2,112.5	2,112.6	0.1	0.0%
1004 Gen Fund	4,736.3	5,743.0	5,743.0	5,742.9	-0.1	-0.0%
1005 GF/Prgm	22.3	28.4	28.4	28.4	0.0	0.0%
1007 I/A Rcpts	1,704.8	1,678.9	1,678.9	2,200.4	521.5	31.1%
1055 IA/OIL HAZ	1,074.1	1,134.2	1,134.2	931.1	-203.1	-17.9%
1061 CIP Rcpts	396.0	313.5	313.5	313.5	0.0	0.0%
1108 Stat Desig	30.0	200.0	200.0	335.5	135.5	67.8%
<u>Positions:</u>						
Perm Full Time	221.0	219.0	222.0	234.0	12.0	5.4%
Perm Part Time	1.0	3.0	2.0	1.0	-1.0	-50.0%
Non-Perm	6.0	5.0	5.0	13.0	8.0	160.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Military and Veterans Affairs

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Disaster Planning &amp; Control</b>							
1	Disaster Planning & Control	3,149.6	3,379.1	3,379.1	3,930.2	551.1	16.3%
2	Local Emer Plan Comm Grants	543.1	543.4	543.4	380.7	-162.7	-29.9%
	* BRU Total	3,692.7	3,922.5	3,922.5	4,310.9	388.4	9.9%
<b>Alaska National Guard</b>							
3	Office of the Commissioner	1,712.7	1,399.5	1,399.5	1,567.5	168.0	12.0%
4	National Guard Military Hdqtrs	171.5	196.2	196.2	326.2	130.0	66.3%
5	Army Guard Facilities Maint.	8,596.7	10,214.2	10,214.2	10,214.2	0.0	0.0%
6	Air Guard Facilities Maint.	4,683.4	4,665.7	4,665.7	5,039.4	373.7	8.0%
7	State Active Duty	25.2	115.0	115.0	115.0	0.0	0.0%
8	Alaska Military Youth Academy	3,758.5	3,350.1	3,350.1	4,347.8	997.7	29.8%
9	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	18,948.0	19,940.7	19,940.7	21,610.1	1,669.4	8.4%
<b>Alaska National Guard Benefits</b>							
10	Educational Benefits	28.5	28.5	28.5	47.2	18.7	65.6%
11	Retirement Benefits	1,104.5	1,104.5	1,104.5	879.8	-224.7	-20.3%
	* BRU Total	1,133.0	1,133.0	1,133.0	927.0	-206.0	-18.2%
<b>Veterans' Services</b>							
12	Veterans' Services	540.0	620.5	620.5	620.5	0.0	0.0%
	* BRU Total	540.0	620.5	620.5	620.5	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>24,313.7</b>	<b>25,616.7</b>	<b>25,616.7</b>	<b>27,468.5</b>	<b>1,851.8</b>	<b>7.2%</b>
	Federal Restricted Funds	13,186.8	14,406.2	14,406.2	15,804.1	1,397.9	9.7%
	General Purpose Funds	7,922.0	7,883.9	7,883.9	7,883.9	0.0	0.0%
	Other Funds	3,204.9	3,326.6	3,326.6	3,780.5	453.9	13.6%

## Component Summary - FY01 Operating Budget

*Gen Purpose fund group Only*

Agency: Department of Military and Veterans Affairs

Page	Budget Component	FY99 Act	FY00Auth	00MgtPin	HouseSC	00MgtPin to HouseSC	
<b>Disaster Planning &amp; Control</b>							
1	Disaster Planning & Control	452.9	471.3	471.3	471.3	0.0	0.0%
	* BRU Total	452.9	471.3	471.3	471.3	0.0	0.0%
<b>Alaska National Guard</b>							
3	Office of the Commissioner	1,155.1	996.5	996.5	996.5	0.0	0.0%
4	National Guard Military Hdqtrs	171.5	196.2	196.2	326.2	130.0	66.3%
5	Army Guard Facilities Maint.	2,307.1	2,354.8	2,354.8	2,354.8	0.0	0.0%
6	Air Guard Facilities Maint.	836.2	830.6	830.6	906.6	76.0	9.2%
7	State Active Duty	25.2				0.0	0.0%
8	Alaska Military Youth Academy	1,301.0	1,281.0	1,281.0	1,281.0	0.0	0.0%
9	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	5,796.1	5,659.1	5,659.1	5,865.1	206.0	3.6%
<b>Alaska National Guard Benefits</b>							
10	Educational Benefits	28.5	28.5	28.5	47.2	18.7	65.6%
11	Retirement Benefits	1,104.5	1,104.5	1,104.5	879.8	-224.7	-20.3%
	* BRU Total	1,133.0	1,133.0	1,133.0	927.0	-206.0	-18.2%
<b>Veterans' Services</b>							
12	Veterans' Services	540.0	620.5	620.5	620.5	0.0	0.0%
	* BRU Total	540.0	620.5	620.5	620.5	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>7,922.0</b>	<b>7,883.9</b>	<b>7,883.9</b>	<b>7,883.9</b>	<b>-0.0</b>	<b>-0.0%</b>

DEPT. OF  
NATURAL  
RESOURCES

3/7/00  
4-b failed 4/6

DNR # 1

AMENDMENT #

By Representative John Davies

Offered in House Finance

ADD

Department of Natural Resources

*PARKS + REC MANAGEMENT*  
Parks and ~~Outdoor Recreation~~  
*MANAGEMENT*

230 GF

50 GF/Program Receipts

DATE: 3/7/06

SUBJECT: DNR #1

MEMBER YES NO

MEMBER	YES	NO
BUNDE		✓
J. DAVIES	✓	
G. DAVIS	✓	
FOSTER		✓
GRUSSENDORF	✓	
MOSES	✓	
PHILLIPS	—	
WILLIAMS		✓
AUSTERMAN		✓
MULDER		✓
TERRIAULT		✓

TOTAL: 

4	新	6
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PASSED \_\_\_\_\_

FAILED \_\_\_\_\_

**Department of Natural Resources  
Impact Statements in Response to  
House Finance Subcommittee Budget Proposals  
Date: February 28, 2000  
Prepared by: Jim Stratton, Director, State Parks**

	<b>Dollar</b>	<b>Fund</b>
<b>Program Area:</b>	<b>Amount(s):</b>	<b>Source(s):</b>
<b>Parks and Outdoor Recreation</b>	(\$230.0) ( \$50.0)	<b>General Fund GF/Program Receipts</b>

**Impact Analysis:**

**Impact of \$280.0 reduction to Alaska Division of Parks and Outdoor Recreation from proposed \$230.0 General Fund reduction and \$50.0 General Fund Program Receipts reduction.**

This level of budget reduction will result in significant park closures that will impact Alaskan recreators from all walks of life, put park facilities at risk of vandalism, and cause economic hardship on those communities and businesses that rely on park visitors. Eighty percent (80%) of all visits to Alaska State Parks are by Alaskans accessing outdoor recreation opportunities from snowmobiling to hiking, fishing, and camping.

Parks notes that this is a preliminary proposal and, as such, is reluctant to actually name which park units would be impacted from this action. The Parks Director doesn't want to cause undo hysteria among park users and supporters. This impact statement will address the process and criteria the Director and his staff would use to ultimately make park closure determinations should this proposal become more probable.

The General Fund and GF/Program Receipts program of the Alaska Division of Parks and Outdoor Recreation is primarily the operation and maintenance of park units on the road system. In anticipation of budget reductions, the Division created the "Cluster Notebook" to show how budget reductions would impact actual park operations. A Cluster is a group of park units managed by a single park ranger. A geographic area, such as the Kenai Area, includes several Clusters. To achieve budget reductions, Clusters need to be closed. Closing single units in a number of Clusters does not achieve the level of budget reductions necessary to meet a \$280.0 reduction, as the majority of the Division's costs are personal services. Staff would need to be reduced to make this much reduction.

Due to employee contract requirements, before any permanent staff can be reduced in a specific geographic area, all temporary seasonal workers in the same area must be

deleted. These temporary seasonal workers are the Alaska Conservation Corps (ACC). ACC workers are the backbone of the in-park Park staff. It is these temporary summer seasonal workers and the Volunteers in the Parks program that provide the minimal level of service to park visitors. Also, practically speaking, you could not reduce permanent staff in a Cluster and keep the ACC employees and volunteers because there would be no supervision or support.

To achieve a \$280.0 budget reduction, the Alaska Conservation Corps would be deeply impacted. 15 to 20 positions, or 25% to 33%, of all ACC positions would need to be eliminated to get to this level of reduction. The number of volunteers lost would be at least double as there is generally at least twice as many volunteers working in a Cluster as ACCs. Without these workers, 10%, and possibly as many as 20% of all park units, would need to be closed. This is a significant impact on the local communities that depend on these park units to attract visitors as well as a serious impact on Alaskans who visit these parks for their summer vacations and weekend fishing and camping trips. Not all park units are staffed and on the road system, so a reduction in ACC workers and volunteers does not correlate directly to the number of park units impacted.

In determining which of the Park Clusters to close, the Division would evaluate all the Park Clusters based on the criteria below.

1. The Division would continue to actively manage those units of the park system that are legislatively designated. Targeted Clusters would be those that include park units administratively created.
2. Clusters selected would be those with comparatively low visitation, recognizing that all park units have visitors that will be displaced when closed. Many park units are a primary source of economic stimulation for local businesses, so the impact of any closure would be felt in the local economy.
3. Clusters selected would be those with higher management costs. These are primarily those units that are older and demand a high level of annual maintenance and those that are a long distance from Area offices requiring lengthy drive time.
4. Clusters selected would be those with low revenue. However, even focusing on low revenue Clusters, the proposed reduction would result in the loss of revenue resulting from closure of units. Furthermore, the Division would still need to raise the funds from other units in order to meet the Program Receipts target for the Division's operating budget upon which it depends. If Parks is unable to capture these lost revenues through receipts from other park units, it will not be able to meet the Division's Program Receipt target for the operating budget and, therefore, the \$280.0 cut will exacerbate the Division's overall budget problem and cause Parks management to evaluate the need for further

reductions in personnel and park services, beyond those reductions directly associated with the cut of \$280.0.

In evaluating park unit closures, the Division must determine if the closure is temporary or permanent. Parks has permanently closed at least five park units in the past five years based on the criteria above. The number of parks to permanently close is decreasing as Parks has already closed the least used, most costly, and least revenue generating. Parks' preference is to view a closure as temporary.

A permanent closure costs a significant amount of money in removal of park amenities such as picnic tables, toilets, picnic shelters, fire rings, bulletin boards, etc. These are state assets that if left in a closed unit, will be vandalized beyond use and destroyed. As such, Parks must remove these assets and store them for use in park units that remain open.

A temporary closure is more of a cost gamble. With the amenities left in place, vandalism does occur. The gamble is that vandalism will not destroy park assets before the Division is able to reopen the park unit.

Before any closure is made, Parks attempts to find a local government entity or private contractor to operate the park units. But in at least five instances, no one was interested, so the units were closed. Parks has been systematically partnering with private business to operate units of the Parks System for the past five years. Seven campgrounds, three historic sites, and one trail system have been let to private operators. It is through this systematic contracting that Parks has addressed budget shrinkage in previous budget years. Due to unallocated budget reductions in the past five years, Parks has been contracting units in an effort to keep up with the costs associated with increasing use and inflation. It will be extremely difficult, if not impossible, to address a cut of this magnitude through contracting in any sort of timely fashion. Parks simply does not have the staff to manage the public process required for contracting operation of state assets, nor to administer the contracts once let.

Parks is planning three more campground partnerships this year in response to reductions in the current year's (FY2000) budget. However, managing a private contract is not free. It takes staff time to advertise and administer the contract, and make sure that minimum levels of service are provided and the facilities are maintained. Parks also loses the revenue it formerly received from these park units. This increases budget problems as Parks now has to earn even more revenue from those units that remain open and operated by the Division just to meet its current Program Receipts authority.

The state's responsibilities are not eliminated by contracting campground facilities. Parks has had some bad experiences with operators that took funds from campground operations and then dropped the contract, leaving the state with facilities that have not

been maintained. This happened in Tok and adds to the maintenance backlog, that is now calculated to be at least \$35 million.

Alaska's camping season is too short and its park facilities too broken and in need of major maintenance to fully privatize the campground system. Remember, the state General Fund pays for 65% of park operational costs. It is unrealistic to think that a private operator can profitably assume all management responsibilities given their poor condition. Parks staff remains the primary major maintenance providers in these contracted units. If Parks does not retain this major maintenance role, operating a park unit is uneconomical and private operators cannot be retained. Financially, private contractors are only able to provide basic daily operational costs (toilets, garbage) and some minor maintenance (painting). In most instances the State can more efficiently and effectively provide for a quality recreational experience. The state's use of ACC workers and volunteers make this possible.

Regardless of whether a park is closed temporarily, permanently, or contracted for private management, budget reductions would occur in two ways:

1. The seasonal and volunteer staff costs, as well as the operation costs (supplies, travel, contractual), would be reduced from closed Clusters.
2. Adjacent Clusters that remain open would also lose their seasonal and volunteer staff. In order to maintain a level of service, the permanent staff from the closed Cluster would be transferred to the adjacent open Cluster to replace the lost seasonal and volunteer staff. Cost reductions from the open Cluster budget would be personnel only.

**Impact on the Division's ability to meet its mission and measures:**

Given the direct \$280.0 reduction and a modest guesstimate on the impact that would have on our ability to collect program receipts, the Division of Parks & Outdoor Recreation anticipates this action would be at least a \$300.0 impact to the operating budget. This will significantly impair its ability to meet its mission as measured by the number of visitors and the percentage of facilities open. While Parks cannot exactly say what the impact would be until actual sites are selected, it is estimated that at least 10% and possibly as many as 20% of park units with facilities would need to be closed. This would only allow 80% to 90% of park units to remain open when the performance measure is 100%. This will have an impact on total user numbers and have an impact on fee collection, both of which are measures of success.

Practically speaking, the ability to close these sites does not exist, as enforcing a closure takes staff, that the Division will no longer have available in the area. People will still use these closed sites and, without any park staff presence, Parks knows from experience

that vandalism will occur. This will impact its performance measure of reducing its deferred maintenance backlog. And if staff were assigned to patrol these closed sites in an effort to prevent vandalism, the number of law enforcement contacts would increase, thus negating another performance measures (a reduction in law enforcement contacts).

Another measure of success is the number of summer jobs created for local residents and young adults through the Alaska Conservation Corps program. These are the very positions that will be cut, reducing Parks' ability to meet this measure. As much as 25% to 33% of the ACC staff may have to be cut to make this level of budget reduction.

**House Finance Subcommittee  
Department of Natural Resources  
FY01 Operating Budget**

The House Finance Subcommittee for the Department of Natural Resources (DNR) closed out February 24<sup>th</sup>. The subcommittee worked from the FY00 Management Plan reflected in HB 312. The budget recommendations meet the allocations for this department.

The FY01 subcommittee recommendations generally reflect a maintenance budget, with Oil/Hazardous Materials funding for the State/Industry Contingency Planning, and the Mental Health Trust Lands Administration for implementation of Information Management Services. Funding for the Commissioner's Office and the Trustee Council projects were also maintained. In addition, the subcommittee approved the following:

1. \$22,000 in program receipts to support the Junior Ranger Program.
2. \$100,000 was approved for Agricultural Land Disposal.
3. \$309,000 allowing for the Public Service Office to provide one-stop shopping allowing the public to interface with DNR to obtain programs, policies, regulation updates and other information of interest.
4. \$93,000 in federal receipts were approved by the subcommittee in support of the boating safety projects.

This budget made a structural change to the Department by reorganizing Lands into the Division of Minerals, Land and Water Development. This allows for better management and accounting of DNR programs while measuring service levels to the public. The subcommittee approved the following reductions:

1. \$250,000 one-time reduction to Forest Management and Development.
2. \$250,000 one-time reduction to Land Development.
3. The DNR subcommittee also recommended a \$230,000 reduction in general funds to the Parks and Recreation Management Division, understanding that this may result in a restructuring of park clusters.

## Agency Totals - FY01 Operating Budget

Agency: Department of Natural Resources

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>72,728.8</b>	<b>66,014.5</b>	<b>66,014.5</b>	<b>64,758.6</b>	<b>-1,255.9</b>	<b>-1.9%</b>

Objects of Expenditure:

Personal Services	46,530.5	41,772.1	41,728.8	41,885.1	156.3	0.4%
Travel	1,193.9	1,239.4	1,266.4	1,368.9	102.5	8.1%
Contractual	20,378.3	19,814.3	19,821.1	18,512.6	-1,308.5	-6.6%
Commodities	3,167.4	2,469.6	2,474.1	2,459.8	-14.3	-0.6%
Equipment	1,200.2	694.1	699.1	517.2	-181.9	-26.0%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	258.5	25.0	25.0	15.0	-10.0	-40.0%
Miscellaneous	0.0	0.0	0.0	0.0	0.0	%

Funding Sources:

1002 Fed Rcpts	9,639.5	11,429.3	11,429.3	11,065.5	-363.8	-3.2%
1003 G/F Match	404.3	406.3	406.3	406.3	0.0	0.0%
1004 Gen Fund	41,737.4	29,343.8	29,343.8	29,113.8	-230.0	-0.8%
1005 GF/Prgm	7,383.0	7,537.2	7,537.2	7,037.2	-500.0	-6.6%
1007 I/A Rcpts	4,869.8	4,361.1	4,361.1	4,567.1	206.0	4.7%
1018 EVOSS	1,295.0	2,114.0	2,114.0	1,590.3	-523.7	-24.8%
1021 Agric Loan	1,463.9	1,785.4	1,785.4	1,785.4	0.0	0.0%
1055 IA/OIL HAZ	63.8	82.5	82.5	64.5	-18.0	-21.8%
1061 CIP Rcpts	1,902.9	2,427.6	2,427.6	2,525.9	98.3	4.0%
1066 Pub School	91.9	340.7	340.7	0.0	-340.7	-100.0%
1092 MHTAAR	745.2	892.1	892.1	938.5	46.4	5.2%
1105 PFund Rcpt		1,044.3	1,044.3	1,044.3	0.0	0.0%
1108 Stat Desig	3,132.1	4,250.2	4,250.2	4,619.8	369.6	8.7%

Positions:

Perm Full Time	560.0	555.0	555.0	552.0	-3.0	-0.5%
Perm Part Time	242.0	240.0	237.0	238.0	1.0	0.4%
Non-Perm	78.0	78.0	79.0	87.0	8.0	10.1%

## Component Summary - FY01 Operating Budget

Agency: Department of Natural Resources

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Management and Administration</b>							
1	Commissioner's Office	560.6	507.5	507.5	560.5	53.0	10.4%
2	Administrative Services	2,177.3	2,091.2	2,091.2	2,091.2	0.0	0.0%
3	Public Services Office				309.0	309.0	%
4	Trustee Council Projects	1,295.0	2,114.0	2,114.0	1,860.5	-253.5	-12.0%
5	Unallocated Reduction		-0.0	-0.0	-0.0	0.0	0.0%
	* BRU Total	4,032.9	4,712.7	4,712.7	4,821.2	108.5	2.3%
<b>Information/Data Management</b>							
6	Recorder's Office/UCC	2,401.8	2,295.3	2,295.3	2,295.3	0.0	0.0%
7	Information Resource Mgmt.	2,438.1	2,393.1	2,393.1	2,009.4	-383.7	-16.0%
8	Interdept. DP Chargeback	353.1	531.4	531.4	799.9	268.5	50.5%
	* BRU Total	5,193.0	5,219.8	5,219.8	5,104.6	-115.2	-2.2%
<b>Resource Development</b>							
9	Oil & Hazardous Waste Spill Rs	63.8	86.5	86.5	0.0	-86.5	-100.0%
10	Development - Special Projects	401.1	500.0	500.0	500.0	0.0	0.0%
11	EFF Non-Emergency Projects	89.3	250.0	250.0	250.0	0.0	0.0%
12	Mental Health Lands Admin	745.2	892.1	892.1	938.5	46.4	5.2%
	* BRU Total	1,299.4	1,728.6	1,728.6	1,688.5	-40.1	-2.3%
<b>Land Development</b>							
13	Land Development	7,970.2	8,207.3	8,207.3	-0.0	-8,207.3	-100.0%
	* BRU Total	7,970.2	8,207.3	8,207.3	-0.0	-8,207.3	-100.0%
<b>Forest Management and Development</b>							
14	Forest Management & Develop	9,710.0	8,821.1	8,821.1	8,384.1	-437.0	-5.0%
	* BRU Total	9,710.0	8,821.1	8,821.1	8,384.1	-437.0	-5.0%
<b>Oil and Gas Development</b>							
15	Oil & Gas Development	4,249.5	4,281.6	4,281.6	4,343.2	61.6	1.4%
16	Pipeline Coordinator	2,958.1	3,660.8	3,660.8	3,968.4	307.6	8.4%
	* BRU Total	7,207.6	7,942.4	7,942.4	8,311.6	369.2	4.6%

## Component Summary - FY01 Operating Budget

Agency: Department of Natural Resources

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Minerals, Land, and Water Development</b>							
17	Mining Development	1,859.2	1,983.0	1,983.0	0.0	-1,983.0	-100.0%
18	Geological Development	3,616.5	3,840.2	3,840.2	3,921.4	81.2	2.1%
19	Water Development	1,047.9	985.2	985.2	985.2	0.0	0.0%
20	Claims, Permits & Leases				6,430.6	6,430.6	%
21	Land Sales & Municipal Entitle				1,422.3	1,422.3	%
22	Title Acquisition & Defense				1,235.7	1,235.7	%
23	Dir. Office/Mining, Land & Wat				511.0	511.0	%
	* BRU Total	6,523.6	6,808.4	6,808.4	14,506.2	7,697.8	113.1%
<b>Parks and Recreation Management</b>							
24	State Historic Preservation	1,202.5	1,253.3	1,253.3	1,253.3	-0.0	-0.0%
25	Parks Management	5,711.7	5,462.5	5,462.5	5,254.5	-208.0	-3.8%
26	Parks Access	1,933.8	2,503.6	2,503.6	1,996.8	-506.8	-20.2%
	* BRU Total	8,848.0	9,219.4	9,219.4	8,504.6	-714.8	-7.8%
<b>Agricultural Development</b>							
27	Agricultural Development	941.6	1,058.4	1,058.4	1,141.4	83.0	7.8%
28	N. Latitude Plant Material Ctr	866.3	1,803.9	1,803.9	1,803.9	0.0	0.0%
	* BRU Total	1,807.9	2,862.3	2,862.3	2,945.3	83.0	2.9%
<b>Agricultural Revolving Loan Program Administration</b>							
29	Agr Revolving Loan Pgm Admin	524.7	691.3	691.3	691.3	0.0	0.0%
	* BRU Total	524.7	691.3	691.3	691.3	0.0	0.0%
<b>RS2477/Navigability Assertions and Litigation Support</b>							
30	Citizen's Advisory Commission	86.3	-0.0	-0.0	-0.0	0.0	0.0%
31	RS2477 Navigability Assertions	112.7	115.0	115.0	115.0	0.0	0.0%
	* BRU Total	199.0	115.0	115.0	115.0	0.0	0.0%
<b>Facilities Maintenance</b>							
32	Facilities Maintenance		1,100.0	1,100.0	1,100.0	0.0	0.0%
33	Fbks. Office Bldg. Chargeback	103.6	103.6	103.6	103.6	0.0	0.0%
	* BRU Total	103.6	1,203.6	1,203.6	1,203.6	0.0	0.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Natural Resources

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
	<b>Fire Suppression</b>						
35	Fire Suppression	19,308.9	8,482.6	8,482.6	8,482.6	0.0	0.0%
	* BRU Total	19,308.9	8,482.6	8,482.6	8,482.6	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>72,728.8</b>	<b>66,014.5</b>	<b>66,014.5</b>	<b>64,758.6</b>	<b>-1,255.9</b>	<b>-1.9%</b>
	Federal Restricted Funds	9,639.5	11,429.3	11,429.3	11,065.5	-363.8	-3.2%
	General Purpose Funds	49,524.7	37,287.3	37,287.3	36,557.3	-730.0	-2.0%
	Other Funds	13,564.6	17,297.9	17,297.9	17,135.8	-162.1	-0.9%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Natural Resources**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HcuseSC</u>	
<b>Management and Administration</b>							
1	Commissioner's Office	494.1	507.5	507.5	507.5	0.0	0.0%
2	Administrative Services	1,502.2	1,527.6	1,527.6	1,527.6	0.0	0.0%
5	Unallocated Reduction		-0.0	-0.0	-0.0	0.0	0.0%
	* BRU Total	1,996.3	2,035.1	2,035.1	2,035.1	0.0	0.0%
<b>Information/Data Management</b>							
6	Recorder's Office/UCC	2,401.8	2,295.3	2,295.3	2,295.3	0.0	0.0%
7	Information Resource Mgmt.	1,784.1	1,802.1	1,802.1	1,618.6	-183.5	-10.2%
8	Interdept. DP Chargeback	353.1	353.1	353.1	536.6	183.5	52.0%
	* BRU Total	4,539.0	4,450.5	4,450.5	4,450.5	0.0	0.0%
<b>Land Development</b>							
13	Land Development	7,139.7	6,870.1	6,870.1	-0.0	-6,870.1	-100.0%
	* BRU Total	7,139.7	6,870.1	6,870.1	-0.0	-6,870.1	-100.0%
<b>Forest Management and Development</b>							
14	Forest Management & Develop	7,037.0	7,162.5	7,162.5	6,912.5	-250.0	-3.5%
	* BRU Total	7,037.0	7,162.5	7,162.5	6,912.5	-250.0	-3.5%
<b>Oil and Gas Development</b>							
15	Oil & Gas Development	4,217.9	3,124.8	3,124.8	3,124.8	0.0	0.0%
16	Pipeline Coordinator	413.7	425.7	425.7	425.7	0.0	0.0%
	* BRU Total	4,631.6	3,550.5	3,550.5	3,550.5	0.0	0.0%
<b>Minerals, Land, and Water Development</b>							
17	Mining Development	1,164.3	1,188.8	1,188.8	0.0	-1,188.8	-100.0%
18	Geological Development	2,075.7	2,090.9	2,090.9	2,090.9	0.0	0.0%
19	Water Development	986.1	783.2	783.2	783.2	0.0	0.0%
20	Claims, Permits & Leases				5,546.0	5,546.0	%
21	Land Sales & Municipal Entitle				789.6	789.6	%
22	Title Acquisition & Defense				1,108.8	1,108.8	%
23	Dir. Office/Mining, Land & Wat				364.5	364.5	%
	* BRU Total	4,226.1	4,062.9	4,062.9	10,683.0	6,620.1	162.9%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Natural Resources**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Parks and Recreation Management</b>							
24	State Historic Preservation	283.1	282.4	282.4	282.4	0.0	0.0%
25	Parks Management	5,350.6	5,331.5	5,331.5	5,101.5	-230.0	-4.3%
	* BRU Total	5,633.7	5,613.9	5,613.9	5,383.9	-230.0	-4.1%
<b>Agricultural Development</b>							
27	Agricultural Development	285.5	145.8	145.8	145.8	0.0	0.0%
28	N. Latitude Plant Material Ctr	1.3	14.4	14.4	14.4	0.0	0.0%
	* BRU Total	286.8	160.2	160.2	160.2	0.0	0.0%
<b>RS2477/Navigability Assertions and Litigation Support</b>							
30	Citizen's Advisory Commission	86.3	-0.0	-0.0	-0.0	0.0	0.0%
31	RS2477 Navigability Assertions	112.7	115.0	115.0	115.0	0.0	0.0%
	* BRU Total	199.0	115.0	115.0	115.0	0.0	0.0%
<b>Facilities Maintenance</b>							
33	Fbks. Office Bldg. Chargeback	103.6	103.6	103.6	103.6	0.0	0.0%
	* BRU Total	103.6	103.6	103.6	103.6	0.0	0.0%
<b>Fire Suppression</b>							
35	Fire Suppression	13,731.9	3,163.0	3,163.0	3,163.0	0.0	0.0%
	* BRU Total	13,731.9	3,163.0	3,163.0	3,163.0	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>49,524.7</b>	<b>37,287.3</b>	<b>37,287.3</b>	<b>36,557.3</b>	<b>-730.0</b>	<b>-2.0%</b>

DEPT. OF  
PUBLIC  
SAFETY

PUBLIC SAFETY #1

AMENDMENT TO HB 312

BY: Rep. Davis

W/D  
3/6/00  
pm

Page 25, line 7

Delete:

Department of Public Safety  
Council on Domestic Violence and Sexual Assault  
Council on Domestic Violence and Sexual Assault

\$300,000 PFD Funds

Add:

Department of Public Safety  
Council on Domestic Violence and Sexual Assault  
Council on Domestic Violence and Sexual Assault

\$635,000 I/A (TANF from H&SS)

Explanation

This uses available TANF funds to provide a safe environment for women and children and promote responsible fatherhood and improve relationships with noncustodial parents. This also corrects an error in the use of PFD Funds

PUBLIC SAFETY #2

Amendment offered by:

Rep. Davis

DELETE

Department of Public Safety

Violent Crimes Compensation Board BRU

Violent Crimes Compensation Board Component

300.0 PFD Funds

n/o  
3/6/00  
pm

This is a technical amendment to correct an inadvertent error.

PUB SAFETY # 3

AMENDMENT

failed  
3-8  
3/6/00  
pm

OFFERED IN THE HOUSE

by: \_\_\_\_\_

To: CSHB 312(FIN)

ADD

Department of Public Safety

Council on Domestic Violence and Sexual Assault

Council on Domestic Violence and Sexual Assault

100.  
-335.0 General Funds

This amendment restores CDVSA funding to its FY00 Management Plan level.

DATE:

3/6/00 PM

SUBJECT:

PS-3

MEMBER

YES

NO

MEMBER	YES	NO
FOSTER		✓
GRUSSENDORF	✓	
MOSES	✓	
PHILLIPS		✓
WILLIAMS		✓
AUSTERMAN		✓
BUNDE		✓
J. DAVIES	✓	
G. DAVIS		✓
TERRIAULT		✓
MULDER		✓

TOTAL:

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PASSED

FAILED

Pub SAFETY # 4

Failed  
5-6

3/4/00  
pm

AMENDMENT

OFFERED IN THE HOUSE

TO: CSHB 312(FIN), Draft Version "D"

- 1 Page 24, line 31:
- 2 Delete "7,548,000"
- 3 Insert "8,148,000"
- 4 Delete "7,498,000"
- 5 Insert "8,098,000"
  
- 6 Page 24, line 33:
- 7 Delete "5,523,500"
- 8 Insert "6,123,500"
  
- 9 Increases the allocation for Village Public Safety Officer Program Contracts by \$600,000 GF.

DATE: 3/6/00

SUBJECT: PS-4

MEMBER YES NO

GRUSSENDORF	<input checked="" type="checkbox"/>	<input type="checkbox"/>
MOSES	<input checked="" type="checkbox"/>	<input type="checkbox"/>
PHILLIPS	<input type="checkbox"/>	<input checked="" type="checkbox"/>
WILLIAMS	<input type="checkbox"/>	<input checked="" type="checkbox"/>
AUSTERMAN	<input checked="" type="checkbox"/>	<input type="checkbox"/>
BUNDE	<input type="checkbox"/>	<input checked="" type="checkbox"/>
J. DAVIES	<input checked="" type="checkbox"/>	<input type="checkbox"/>
G. DAVIS	<input type="checkbox"/>	<input checked="" type="checkbox"/>
FOSTER	<input checked="" type="checkbox"/>	<input type="checkbox"/>
MULDER	<input type="checkbox"/>	<input checked="" type="checkbox"/>
TERRIAULT	<input type="checkbox"/>	<input checked="" type="checkbox"/>

TOTAL: 

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PASSED

FAILED

Pub SAFETY # 3

AMENDMENT

Failed  
3/6/00  
4-7

OFFERED IN THE HOUSE

TO: CSHB 312(FIN), Draft Version "D"

1 Page 24, line 16:

2 Delete "~~2,311,000~~"

Insert "2,449,100"

4 Delete "~~1,788,600~~"

5 Insert "1,926,700"

6 Page 24, line 17:

7 Delete "1,567,700"

8 Insert "1,705,800"

to  
1,607,700

9 Increases the allocation for Fire Prevention Operations by \$138,100 GF.PP

DATE:

3/6/00

SUBJECT:

PS-5

MEMBER

YES

NO

MOSES	✓	
PHILLIPS		✓
WILLIAMS	✓	
AUSTERMAN		✓
BUNDE		✓
J. DAVIES	✓	
G. DAVIS		✓
FOSTER		✓
GRUSSENDORF	✓	
TERRIAULT		✓
MULDER		✓

TOTAL:

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PASSED

FAILED

NO OBJ  
3/7/01

PUBLIC SAFETY #6  
AMENDMENT # REPLACEMENT

By Representative John Davies

Offered in House Finance

ADD

Department of Public Safety

Fire Prevention

Fire Service Training      80,000 SDPR

This amendment allows the City of Fairbanks to contract with the state for a fire service training officer.

**Department of Public Safety  
Impact Statements in Response to  
House Finance Subcommittee Budget Proposals  
March 2, 2000  
Prepared by: Kenneth Bischoff**

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Fire Prevention		
Fire Prevention Operations		
International Building Code	(98.1)	GF

**Impact Analysis:**

Failure to fund this request will result in an inability to adopt the most current building codes in a timely manner. If the State does not adopt the most current building codes, FEMA will not provide full disaster funding for recovery efforts. Not adopting the new codes will also make it more costly for companies to build in Alaska. It is much more efficient and effective to position Alaska to be consistent with the rest of the country by adopting the same International Building Code (IBC). This funding is required to manage the public process of adopting new regulations. This requires a project manager, regulation drafting, public hearings, public notices and other coordination to see this project through to completion.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Fire Prevention		
Fire Prevention Operations		
Inspect Schools, Assemblies	(40.0)	GF/PR

**Impact Analysis:**

Schools will continue to be inspected every two years, rather than annually. If this request is not funded, the facilities, practices and awareness of administrators and students will degrade over a short period of time. We have already seen this first hand as a result of our school inspections being scheduled every two years. This will result in an increase in fire loss in those occupancies. There will continue to be no life safety inspections conducted in places of public assembly. This results in a higher safety hazard for persons in those occupancies, and puts the property at a higher risk for fire. We have observed in one instance where all exits from a public school but one were blocked by snow. In another instance, gasoline had been spilled in a public school shop class where woodworking and welding were going on at the same time.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Alaska Fire Standards Council		
Alaska Fire Standards Council	(120.0)	GF

**Impact Analysis:**

The July 1, 2000 implementation of the Alaska Fire Standards Council will be solely dependent upon the passage of legislation creating a tax credit program (HB 380) to provide funding. If this bill does not pass, there will be no funding for this program. If it passes, a significant portion of the fiscal year may pass before the first statutory receipts come in. With no General Funds for startup, council operations will have to wait until revenues are received.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Village Public Safety Officers		
VPSO Contracts		
VPSO Pay Increase	(600.0)	GF

**Impact Analysis:**

This reduction will result in no funding for a 15% increase in VPSO salary and benefits. High turnover remains a serious problem. Adequate compensation for the VPSOs is sought to help stabilize the program and retain experienced officers.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Alaska Police Standards Council		
Provide Police Training and Support	(135.7)	Fee Based

**Impact Analysis:**

Failure to fund this request will result in less training. This funding source was developed with the help of the legislature to train troopers, municipal police, VPSOs and correctional officers. These funds are surcharges collected with traffic citations and criminal traffic violations. Under AS 12.25.195 (c), AS 12.55.039, AS 28.05.15 i, and AS 29.25.074, there is a \$100 surcharge for all felony offenses, \$75 charge for serious motor vehicle offenses, \$50 for misdemeanor offenses for which incarceration may be imposed, and \$10 for all other misdemeanors, infractions or violations.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Council on Domestic Violence		

and Sexual Assault		
Victims' Needs for Support	(100.0)	PFD Fund
Children and Adolescent Victims	(230.0)	PFD Fund
	(835.0)	GF
	500.0	PFD

**Impact Analysis:**

Service requests for programs have continued to increase over the past three years while funding has continued to decrease. Additional cuts would require the Council to make a crucial decision of reducing programs across the board, therefore rendering all programs unable to provide adequate services or to close one of the larger programs entirely. It would be a decision based on the lesser damage to victims statewide. With further cuts, many programs would lose their ability to maintain their 24 hour availability for victims due to inadequate staffing levels and greatly reduce the level of services provided to victims and children. Services such as individual and group counseling, assistance with obtaining protective orders, child care, long-term housing and other support services would be limited or eliminated. Additionally, children would no longer have services to assist them in dealing with the trauma of living in an abusive environment or in identifying their own physical or sexual victimization.

The \$210,000 reduction from travel and miscellaneous lines would require the Council to zero out or greatly reduce; (1) Personnel - \$125.6, (2) Travel - \$18.0, (3) Equipment - \$6.0, (4) Supplies - \$3.7, (5) Contractual - \$56.7.

These cuts would zero out state funds (GF, PFD) in these line items. These funds currently provide for phones, teleconferences, annual training for council funded programs, office supplies and for onsite monitoring of funded programs. Additionally, the statistical technician and the administrative clerk positions would be eliminated, and the project coordinator position would be reduced to a half-time position. This would end our ability to provide statewide statistical data on the issues of domestic violence and sexual assault and would significantly reduce the monitoring and accountability for funded programs.

Program Area:	Dollar Amount(s):	Fund Source(s):
Statewide Support		
Laboratory Services		
DNA/Toxicology/DWI Testing	(238.5)	GF
	140.9	Fed

**Impact Analysis:**

The crime lab will be dependent upon receipt of as yet to be identified federal grants to fund two criminalist DNA positions and one criminalist toxicology position. If federal

funding is not identified, the lab will be unable to analyze convicted offender samples for inclusion in the DNA Identification System database and DNA evidence in criminal cases will experience increasing backlogs and will affect the Crime Lab's ability to meet court deadlines for trial. Toxicology/DWI analysis of blood and urine evidence for the presence of controlled substances still will not be provided to law enforcement agencies.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Statewide Support APSIN Smart Start Programmer	(90.6)	GF

**Impact Analysis:**

Failure to fund this request will eliminate funding for one new programmer position, dedicated to providing technical support for projects directly related to state and federal laws and programs to protect children. The position is needed to improve accessibility to comprehensive, up-to-date, automated records about sexual predators, domestic violence offenders, and others that pose risks to children. This will be accomplished by modifying and integrating existing information systems and designing new programs based on the latest technology.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Statewide Support AK Criminal Records & Identification Criminal History and Fingerprint Background Checks	(200.0)	Fee Based

**Impact Analysis:**

R&I cannot maintain the criminal history database and provide criminal records checks without authorization to receive and expend all of the revenues submitted as payments for R&I service. This will result in delayed processing of all three workload priorities, most significantly, criminal records checks for employment/licensing purposes (school bus drivers, school districts, child care). Unsuitable candidates may be placed in sensitive positions, potentially placing a vulnerable citizen at risk. Conversely, those without criminal history records may have hiring or licensing decisions delayed or not acted upon due to increased processing time.

**House Finance Subcommittee  
Department of Public Safety  
FY01 Operating Budget**

This narrative describes the effect of the budget allocations proposed for the Department of Public Safety on the attached report. The House Subcommittee on Public Safety closed out on February 29, 2000. The recommendations are within the budget allocation.

The subcommittee work is based on growth from the FY00 Management Plan. Changes to the Management Plan are addressed at the BRU level. Components not specifically mentioned are funded at the Management Plan level.

The FY01 Subcommittee recommendations reflect a maintenance budget. The Subcommittee realizes the importance of keeping Alaska State Troopers on the street fighting crime. They further appreciate the significance of Fish and Wildlife enforcement and provided for additional maintenance personnel to ensure that department aircraft is in safe condition for search and rescue missions and other trooper operations.

The Subcommittee allowed the transfer of the Highway Safety Planning Agency to DOT per the Governor's Executive Order #101. This transfer will promote greater efficiency and effectiveness in promoting safer highways.

In the Council and Domestic Violence and Sexual Assault BRU, the subcommittee allowed a fund switch of 500.0 from GF to PFD Fund. Since the Majority implemented the 5-year plan in FY97 to reduce state spending by 250.0 Million, the total CDVSA budget has grown by over 25%. The Subcommittee reduced the CDVSA budget for FY01 by 335.0 GF. The reduction included backing out a one time item of 125.0 GF for which funding had ended. The remainder of the reduction is being allocated to their travel budget and miscellaneous items.

**The Subcommittee's General-Purpose allocation for FY01 is \$77,418.9.  
The Subcommittee's recommendations total \$77,292.1**

### Agency Totals - FY01 Operating Budget

Agency: Department of Public Safety

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>93,736.1</b>	<b>97,535.5</b>	<b>97,535.5</b>	<b>97,533.0</b>	<b>-1,002.5</b>	<b>-1.0%</b>
<u>Objects of Expenditure:</u>						
Personal Services	51,914.7	54,851.1	54,809.0	53,205.2	-1,603.8	-2.9%
Travel	3,765.7	4,365.5	4,402.0	4,338.8	-63.2	-1.4%
Contractual	21,185.6	17,673.8	17,666.9	19,220.5	1,553.6	8.8%
Commodities	3,294.4	2,934.5	2,947.0	2,965.7	18.7	0.6%
Equipment	2,179.2	557.7	557.7	704.0	146.3	26.2%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	11,396.5	17,152.9	17,152.9	16,098.8	-1,054.1	-6.1%
Miscellaneous	0.0	-0.0	-0.0	-0.0	-0.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	8,737.2	10,237.3	10,237.3	9,016.2	-1,221.1	-11.9%
1003 G/F Match	467.1	527.3	527.3	452.5	-74.8	-14.2%
1004 Gen Fund	74,794.7	75,539.3	75,539.3	74,987.3	-552.0	-0.7%
1005 GF/Prgm	1,954.2	1,852.3	1,852.3	1,852.3	-0.0	-0.0%
1007 I/A Rcpts	3,537.6	4,524.0	4,524.0	4,352.8	-171.2	-3.8%
1024 Fish/Game	1,135.7	1,060.7	1,060.7	919.2	-141.5	-13.3%
1050 PFD Fund	2,904.8	3,234.0	3,234.0	4,154.0	920.0	28.4%
1053 Invst Loss	83.1				0.0	%
1055 IA/OIL HAZ	41.9	49.3	49.3	49.3	0.0	0.0%
1108 Stat Desig	79.8	511.3	511.3	749.4	238.1	46.6%
<u>Positions:</u>						
Perm Full Time	768.0	740.0	743.0	717.0	-26.0	-3.5%
Perm Part Time	23.0	27.0	24.0	22.0	-2.0	-8.3%
Non-Perm	2.0	1.0	1.0	1.0	0.0	0.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Public Safety

Page	Budget Component	FY99 Act	FY00Auth	00MgtPin	HouseSC	00MgtPin to HouseSC	
<b>Fish and Wildlife Protection</b>							
1	Enforcement/Investigative Svcs	11,074.8	11,143.1	11,143.1	11,140.5	-2.6	-0.0%
2	Director's Office	253.3	247.8	247.8	253.4	5.6	2.3%
3	Aircraft Section	2,028.3	1,629.8	1,629.8	1,813.4	183.6	11.3%
4	Marine Enforcement	2,859.4	2,928.0	2,928.0	3,058.2	130.2	4.4%
5	AK Fish & Wildlife Safeguard		15.0	15.0	0.0	-15.0	-100.0%
	* BRU Total	16,215.8	15,963.7	15,963.7	16,265.5	301.8	1.9%
<b>Dalton Highway Protection</b>							
6	Dalton Highway Protection	90.0	90.2	90.2	90.2	0.0	0.0%
	* BRU Total	90.0	90.2	90.2	90.2	0.0	0.0%
<b>Fire Prevention</b>							
7	Fire Prevention Operations	1,450.5	1,442.7	1,442.7	1,567.7	125.0	8.7%
8	Fire Service Training	568.1	643.3	643.3	743.3	100.0	15.5%
	* BRU Total	2,018.6	2,086.0	2,086.0	2,311.0	225.0	10.8%
<b>Alaska Fire Standards Council</b>							
9	AK Fire Standards Council				100.0	100.0	%
	* BRU Total	0.0	0.0	0.0	100.0	100.0	%
<b>Highway Safety Planning Agency</b>							
10	Hwy Safety Planning Operations	139.5	142.3	142.3	0.0	-142.3	-100.0%
11	Federal Grants	1,251.9	1,457.7	1,457.7	0.0	-1,457.7	-100.0%
	* BRU Total	1,391.4	1,600.0	1,600.0	0.0	-1,600.0	-100.0%
<b>Alaska State Troopers</b>							
12	Special Projects	1,308.3	1,385.3	1,385.3	2,039.5	654.2	47.2%
13	Criminal Investigations Bureau	3,047.8	3,136.3	3,136.3	3,061.1	-75.2	-2.4%
14	Director's Office	684.5	651.8	651.8	651.8	0.0	0.0%
15	Judicial Services-Anchorage	1,904.5	1,913.4	1,913.4	1,913.4	0.0	0.0%
16	Prisoner Transportation	1,423.0	1,476.7	1,476.7	1,476.7	0.0	0.0%
17	Search and Rescue	239.3	283.1	283.1	283.1	0.0	0.0%
18	Rural Trooper Housing	611.7	625.2	625.2	663.3	38.1	6.1%
19	Narcotics Task Force	2,950.3	3,224.9	3,224.9	3,224.9	0.0	0.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Public Safety

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Alaska State Troopers</b>							
20	Commercial Vehicle Enforcement	105.3	89.9	89.9	89.9	0.0	0.0%
	* BRU Total	12,274.7	12,786.6	12,786.6	13,403.7	617.1	4.8%
<b>Alaska State Trooper Detachments</b>							
21	AST Detachments	32,400.3	34,289.7	34,289.7	33,248.2	-1,041.5	-3.0%
	* BRU Total	32,400.3	34,289.7	34,289.7	33,248.2	-1,041.5	-3.0%
<b>Village Public Safety Officer Program</b>							
22	Contracts	5,273.0	5,523.5	5,523.5	5,523.5	0.0	0.0%
23	Support	1,645.2	1,721.0	1,721.0	1,771.0	50.0	2.9%
24	Administration	229.7	253.5	253.5	253.5	0.0	0.0%
	* BRU Total	7,147.9	7,498.0	7,498.0	7,548.0	50.0	0.7%
<b>Alaska Police Standards Council</b>							
25	Ak Police Standards Council	840.3	718.0	718.0	718.0	0.0	0.0%
	* BRU Total	840.3	718.0	718.0	718.0	0.0	0.0%
<b>Violent Crimes Compensation Board</b>							
26	Violent Crimes Comp Board	1,341.0	1,356.9	1,356.9	1,754.8	397.9	29.3%
	* BRU Total	1,341.0	1,356.9	1,356.9	1,754.8	397.9	29.3%
<b>Council on Domestic Violence and Sexual Assault</b>							
27	Domestic Viol/Sexual Assault	8,625.1	8,957.8	8,957.8	8,622.8	-335.0	-3.7%
	* BRU Total	8,625.1	8,957.8	8,957.8	8,622.8	-335.0	-3.7%
<b>Batterer's Intervention Program</b>							
28	Batterers Intervention Program	316.0	320.0	320.0	320.0	0.0	0.0%
	* BRU Total	316.0	320.0	320.0	320.0	0.0	0.0%
<b>Statewide Support</b>							
29	Commissioner's Office	640.7	632.6	632.6	632.6	0.0	0.0%
30	Training Academy	1,471.8	1,374.4	1,374.4	1,449.4	75.0	5.5%
31	Administrative Services	1,790.9	1,815.1	1,815.1	1,815.1	0.0	0.0%
32	Alaska Wing Civil Air Patrol	503.1	503.1	503.1	503.1	0.0	0.0%
33	Laboratory Services	2,168.6	2,103.0	2,103.0	2,249.5	146.5	7.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Public Safety

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
	<b>Statewide Support</b>						
34	AP SIN	1,678.4	1,920.7	1,920.7	1,920.7	0.0	0.0%
35	Alaska Criminal Records and ID	2,721.5	2,760.9	2,760.9	2,821.6	60.7	2.2%
36	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	10,975.0	11,109.8	11,109.8	11,392.0	282.2	2.5%
	<b>Facility Maintenance</b>						
37	Facility Maintenance		608.8	608.8	608.8	0.0	0.0%
	* BRU Total	0.0	608.8	608.8	608.8	0.0	0.0%
	<b>Victims for Justice</b>						
38	Victims for Justice	100.0	150.0	150.0	150.0	0.0	0.0%
	* BRU Total	100.0	150.0	150.0	150.0	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>93,736.1</b>	<b>97,535.5</b>	<b>97,535.5</b>	<b>96,533.0</b>	<b>-1,002.5</b>	<b>-1.0%</b>
	Federal Restricted Funds	8,737.2	10,237.3	10,237.3	9,016.2	-1,221.1	-11.9%
	General Purpose Funds	77,299.1	77,918.9	77,918.9	77,292.1	-626.8	-0.8%
	Other Funds	7,699.8	9,379.3	9,379.3	10,224.7	845.4	9.0%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Public Safety**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Fish and Wildlife Protection</b>							
1	Enforcement/Investigative Svcs	10,376.2	10,554.8	10,554.8	10,568.7	13.9	0.1%
2	Director's Office	253.3	247.8	247.8	253.4	5.6	2.3%
3	Aircraft Section	1,465.5	1,427.3	1,427.3	1,575.6	148.3	10.4%
4	Marine Enforcement	2,458.3	2,526.9	2,526.9	2,657.1	130.2	5.2%
5	AK Fish & Wildlife Safeguard		15.0	15.0	0.0	-15.0	-100.0%
	* BRU Total	14,553.3	14,771.8	14,771.8	15,054.8	283.0	1.9%
<b>Dalton Highway Protection</b>							
6	Dalton Highway Protection	90.0	90.2	90.2	90.2	0.0	0.0%
	* BRU Total	90.0	90.2	90.2	90.2	0.0	0.0%
<b>Fire Prevention</b>							
7	Fire Prevention Operations	1,385.4	1,413.1	1,413.1	1,413.1	0.0	0.0%
8	Fire Service Training	383.9	375.5	375.5	375.5	0.0	0.0%
	* BRU Total	1,769.3	1,788.6	1,788.6	1,788.6	0.0	0.0%
<b>Highway Safety Planning Agency</b>							
10	Hwy Safety Planning Operations	73.3	74.8	74.8	0.0	-74.8	-100.0%
	* BRU Total	73.3	74.8	74.8	0.0	-74.8	-100.0%
<b>Alaska State Troopers</b>							
13	Criminal Investigations Bureau	2,954.6	3,061.1	3,061.1	3,061.1	0.0	0.0%
14	Director's Office	684.5	651.8	651.8	651.8	0.0	0.0%
15	Judicial Services-Anchorage	1,904.5	1,913.4	1,913.4	1,913.4	0.0	0.0%
16	Prisoner Transportation	1,423.0	1,476.7	1,476.7	1,476.7	0.0	0.0%
17	Search and Rescue	239.3	283.1	283.1	283.1	0.0	0.0%
18	Rural Trooper Housing	535.7	252.8	252.8	252.8	0.0	0.0%
19	Narcotics Task Force	393.8	439.6	439.6	439.6	0.0	0.0%
	* BRU Total	8,135.4	8,078.5	8,078.5	8,078.5	0.0	0.0%
<b>Alaska State Trooper Detachments</b>							
21	AST Detachments	32,268.9	32,773.3	32,773.3	32,773.3	0.0	0.0%
	* BRU Total	32,268.9	32,773.3	32,773.3	32,773.3	0.0	0.0%

## Component Summary - FY01 Operating Budget

*Gen Purpose fund group Only*

Agency: Department of Public Safety

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Village Public Safety Officer Program</b>							
22	Contracts	5,253.0	5,523.5	5,523.5	5,523.5	0.0	0.0%
23	Support	1,623.0	1,721.0	1,721.0	1,721.0	0.0	0.0%
24	Administration	229.7	253.5	253.5	253.5	0.0	0.0%
	* BRU Total	7,105.7	7,498.0	7,498.0	7,498.0	0.0	0.0%
<b>Alaska Police Standards Council</b>							
25	Ak Police Standards Council	840.3	718.0	718.0	718.0	0.0	0.0%
	* BRU Total	840.3	718.0	718.0	718.0	0.0	0.0%
<b>Violent Crimes Compensation Board</b>							
26	Violent Crimes Comp Board	253.6				0.0	0.0%
	* BRU Total	253.6	0.0	0.0	0.0	0.0	0.0%
<b>Council on Domestic Violence and Sexual Assault</b>							
27	Domestic Viol/Sexual Assault	3,962.4	3,854.1	3,854.1	3,019.1	-835.0	-21.7%
	* BRU Total	3,962.4	3,854.1	3,854.1	3,019.1	-835.0	-21.7%
<b>Batterer's Intervention Program</b>							
28	Batterers Intervention Program	116.0				0.0	0.0%
	* BRU Total	116.0	0.0	0.0	0.0	0.0	0.0%
<b>Statewide Support</b>							
29	Commissioner's Office	640.7	632.6	632.6	632.6	0.0	0.0%
30	Training Academy	872.2	837.7	837.7	837.7	0.0	0.0%
31	Administrative Services	1,709.7	1,714.7	1,714.7	1,714.7	0.0	0.0%
32	Alaska Wing Civil Air Patrol	503.1	503.1	503.1	503.1	0.0	0.0%
33	Laboratory Services	1,956.3	1,965.3	1,965.3	1,965.3	0.0	0.0%
34	APSIN	895.6	978.7	978.7	978.7	0.0	0.0%
35	Alaska Criminal Records and ID	1,453.3	1,489.5	1,489.5	1,489.5	0.0	0.0%
36	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	8,030.9	8,121.6	8,121.6	8,121.6	0.0	0.0%
<b>Victims for Justice</b>							
38	Victims for Justice	100.0	150.0	150.0	150.0	0.0	0.0%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Public Safety**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
	<b>Victims for Justice</b>						
	* BRU Total	100.0	150.0	150.0	150.0	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>77,299.1</b>	<b>77,918.9</b>	<b>77,918.9</b>	<b>77,292.1</b>	<b>-626.8</b>	<b>-0.8%</b>

DEPT. OF  
REVENUE

REV #1

NO OBJ

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE BUNDE

TO: CSHB 312(FIN), Draft Version "D"

1 Page 25, lines 28 - 31:

2 Delete

	ALLOCATIONS	APPROPRIATION	OTHER
		ITEMS	FUNDS
5 "Permanent Fund Corporation		50,766,700	50,766,700
6 Permanent Fund Corporation	8,180,900		
7 PFC Custody and Management	42,585,800		
8 Fees"			

9 Insert

	ALLOCATIONS	APPROPRIATION	OTHER
		ITEMS	FUNDS
12 "Permanent Fund Corporation		8,180,900	8,180,900
13 Permanent Fund Corporation-		47,585,800	47,585,800
14 Custody and Management			
15 Fees"			

**Department of Revenue  
Impact Statements in Response to  
House Finance Subcommittee Budget Proposals  
Date: March 1, 2000  
Prepared by: Larry Persily, Deputy Commissioner**

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Tax Division Reduction in contractual funds</b>	<b>(\$219.1)</b>	<b>General Fund</b>

**Impact Analysis:**

If the legislature approves a pending FY2000 supplemental of \$150.0, the Tax Division will be able to take this decrement because the contractual expenses will be less than expected to defend the state's position in a property tax assessment challenge from BP. The supplemental appropriation for FY 2000 (which has an extended lapse date) will be used to pay the division's expenses in this and another property tax case in FY 2000 and FY 2001.

BP has stated its intent to challenge the state's property tax assessment of its oil and gas producing property at Prudhoe Bay. The company is expected to file its multimillion-dollar property tax assessment challenge in the fall of 2000, requiring the Tax Division to spend contractual money in FY 2001 to hire oil and gas property tax assessors and other experts to defend the state's position. Arco filed a similar challenge this year (FY 2000) to the state's assessment of the Kuparuk oil field. In negotiating this winter with Arco and BP, the Tax Division believes it has reached a framework for a settlement that will be applicable to both Kuparuk and Prudhoe.

The Tax Division believes its FY 2000 supplemental budget request of \$150.0 will be sufficient to handle its contractual needs for both the Arco/Kuparuk case and the BP/Prudhoe case, allowing the division to take this decrement in FY 2001 funding.

<b>Program Area:</b>	<b>Amount(s):</b>	<b>Source(s):</b>
<b>Administrative Services Division Fund source switch</b>	<b>(\$100.0) \$100.0</b>	<b>General Fund Interagency Receipts</b>

**Impact Analysis:**

Based on this winter's cost-allocation study prepared by the state's contractor, the Administrative Services Division will take a \$100.0 decrement in General Fund money and will replace it with \$100.0 in Interagency Receipts from the Permanent Fund Dividend Division. The cost-allocation study reported that the Dividend Division was not paying its fair share for support services at the Department of Revenue (data processing, payroll, personnel, etc.).

<b>Program Area:</b>	<b>Amount(s):</b>	<b>Source(s):</b>
<b>Permanent Fund Dividend Division</b>	<b>\$100.0</b>	<b>Dividend Fund Receipts (Fund 1050)</b>

**Impact Analysis:**

This winter's cost-allocation study prepared by the state's contractor determined that the Permanent Fund Dividend Division was not paying its fair share for support services at the Department of Revenue (data processing, payroll, personnel, etc.). Under AS 43.23.025(a)(1)(E), the Dividend Division is to use Permanent Fund earnings transferred each year to the Dividend Fund to pay for the administrative costs associated with the program. This budget entry will allow the Dividend Division to reimburse the Department of Revenue's Administrative Services Division for the full amount as determined in the cost-allocation study.

House Finance Subcommittee  
Department of Revenue  
FY01 Operating Budget

The House Finance Subcommittee for the Department of Revenue, working in concert with the Department of Revenue, approved the Department's budget at the February 25, 2000 meeting. The subcommittee worked from the FY00 Management Plan reflected in HB 312. The budget recommendations are within the allocations for the department.

The FY01 subcommittee recommendations reflect approval of most non-general fund increments requested by the department, as well as, appropriate downward revisions to their requests for General Fund increases.

The subcommittee approved a General Fund decrement for the Tax Division of \$119.1. This decrement will allow the Child Support Enforcement Division (CSED) to retain an increment of \$119.1, which will attract 2-for-1 federal matching funds.

In addition to the approval of \$119.1 increment by the subcommittee for CSED. The subcommittee recommends approval \$150.0 in supplemental funds to allow the division to hire temporary employees to focus on bringing the divisions backlog of cases up to date.

The subcommittee also approved an increment of \$100.0 of non-General Fund money for the Permanent Fund Dividend Division. The approval of this money is based on a cost-allocation report that reflects a short fall in the amount the division should be paying for support services at the Commissioner's Office and the Administrative Services Division. Cost allocation is based on the level of service provided during the previous fiscal year.

The increment for the Permanent Fund Dividend Division will come from that portion of the Permanent Fund earnings reserve account transferred to the Dividend Fund solely for the payment of dividends and administrative and associated costs each year. The use of Permanent Fund earnings reserve funds is provided for under AS 43.23.045(a). In this budget scenario the use of Permanent Fund earnings translates into an increment from the Permanent Fund earnings reserve under AS 43.23.045 (a) to pay the cost of services and a corresponding decrement in General Fund expenditures.

The last item approved by the subcommittee to the Department of Revenue's budget is a General Fund decrement of \$100.0 in the Administrative Services division.

The subcommittee thanks the Department of Revenue for their hard work in helping the Legislature find ways to fund the necessary work of the Department while using less General Fund money.

### Agency Totals - FY01 Operating Budget

Agency: Department of Revenue

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Totals for Agency</b>	<b>128,560.3</b>	<b>147,729.1</b>	<b>147,729.1</b>	<b>155,303.7</b>	<b>7,574.6</b>	<b>5.1%</b>
<u>Objects of Expenditure:</u>						
Personal Services	44,517.8	46,080.8	46,447.6	47,326.1	878.5	1.9%
Travel	1,321.9	1,678.2	1,678.2	1,782.0	103.8	6.2%
Contractual	78,324.5	96,671.4	96,304.6	102,552.4	6,247.8	6.5%
Commodities	1,881.2	1,684.0	1,684.0	2,303.1	619.1	36.8%
Equipment	1,514.9	999.7	999.7	725.1	-274.6	-27.5%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,000.0	615.0	615.0	615.0	0.0	0.0%
Miscellaneous	0.0	0.0	0.0	0.0	0.0	%
<u>Funding Sources:</u>						
1001 CBR Fund	460.0				0.0	%
1002 Fed Rcpts	27,403.3	28,686.7	28,686.7	29,703.8	1,017.1	3.5%
1003 G/F Match	1,792.0				0.0	%
1004 Gen Fund	7,341.8	7,461.6	7,461.6	7,242.5	-219.1	-2.9%
1005 GF/Prgm	1,859.5	4,141.7	4,141.7	4,260.8	119.1	2.9%
1007 I/A Rcpts	3,289.0	2,788.6	2,788.6	2,957.6	169.0	6.1%
1011 Educ Trust	19.2	19.2	19.2	28.5	9.3	48.4%
1016 Fed Incent	2,550.0	2,500.0	2,500.0	2,500.0	0.0	0.0%
1017 Ben Sys	99.5	105.5	105.5	99.0	-6.5	-6.2%
1027 Int Airprt	30.3	31.1	31.1	31.1	0.0	0.0%
1029 P/E Retire	17,232.7	20,919.8	20,919.8	21,062.3	142.5	0.7%
1034 Teach Ret	9,236.1	11,191.3	11,191.3	10,937.1	-254.2	-2.3%
1042 Jud Retire	127.7	157.6	157.6	193.4	35.8	22.7%
1045 Nat Guard	31.0	39.9	39.9	64.4	24.5	61.4%
1046 Stdnt Loan	21.6	22.2	22.2	22.2	0.0	0.0%
1050 PFD Fund	4,588.0	4,793.0	4,793.0	4,778.0	-15.0	-0.3%
1053 Invst Loss	31.1	17.3	17.3	17.3	0.0	0.0%
1061 CIP Rcpts	1,049.4	1,353.6	1,353.6	1,436.4	82.8	6.1%
1066 Pub School	67.7	67.7	67.7	153.6	85.9	126.9%
1094 MHT Admin	812.2	907.4	907.4	924.8	17.4	1.9%
1098 ChildTrErn	33.8	34.0	34.0	42.2	8.2	24.1%
1103 AHFC Rcpts	14,782.4	15,849.7	15,849.7	15,849.7	0.0	0.0%
1104 MBB Rcpts	339.5	462.4	462.4	462.4	0.0	0.0%
1105 PFund Rcpt	34,932.2	44,584.9	44,584.9	51,000.1	6,415.2	14.4%
1108 Stat Desig		491.6	491.6	491.6	0.0	0.0%
1133 IndCostRe	430.3	1,102.3	1,102.3	992.1	-110.2	-10.0%
1142 RHIF/MM				19.7	19.7	%

### Agency Totals - FY01 Operating Budget

Agency: Department of Revenue

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
1143 RHIF/LTC				33.1	33.1	%
<u>Positions:</u>						
Perm Full Time	782.0	786.0	786.0	799.0	13.0	1.7%
Perm Part Time	32.0	30.0	30.0	26.0	-4.0	-13.3%
Non-Perm	56.0	58.0	58.0	55.0	-3.0	-5.2%

## Component Summary - FY01 Operating Budget

Agency: Department of Revenue

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPin</u>	<u>HouseSC</u>	<u>00MgtPin to HouseSC</u>	
<b>Child Support Enforcement</b>							
1	Child Support Enforcement	15,583.4	16,548.8	16,548.8	16,948.8	400.0	2.4%
	* BRU Total	15,583.4	16,548.8	16,548.8	16,948.8	400.0	2.4%
<b>Alcohol Beverage Control Board</b>							
2	Alcohol Beverage Control Board	635.8	636.2	636.2	636.2	0.0	0.0%
	* BRU Total	635.8	636.2	636.2	636.2	0.0	0.0%
<b>Municipal Bond Bank Authority</b>							
3	Municipal Bond Bank Authority	339.5	462.4	462.4	462.4	0.0	0.0%
	* BRU Total	339.5	462.4	462.4	462.4	0.0	0.0%
<b>Permanent Fund Corporation</b>							
4	Permanent Fund Corporation	6,905.7	7,866.2	7,866.2	8,180.9	314.7	4.0%
5	PFC Custody and Mgt Fees	28,026.5	36,485.3	36,485.3	42,585.8	6,100.5	16.7%
	* BRU Total	34,932.2	44,351.5	44,351.5	50,766.7	6,415.2	14.5%
<b>Alaska Housing Finance Corporation</b>							
6	Operations	14,432.9	33,679.0	33,679.0	34,447.1	768.1	2.3%
7	Anch State Office Bldg	1,984.7	1,984.7	1,984.7	1,984.7	0.0	0.0%
8	Rural Housing	3,910.4				0.0	0.0%
9	Public Housing	13,021.2				0.0	0.0%
	* BRU Total	33,349.2	35,663.7	35,663.7	36,431.8	768.1	2.2%
<b>Alaska Mental Health Trust Authority</b>							
10	Mental Health Trust Authority	812.2	907.4	907.4	924.8	17.4	1.9%
	* BRU Total	812.2	907.4	907.4	924.8	17.4	1.9%
<b>Revenue Operations</b>							
12	Treasury Management	2,814.1	2,817.5	2,817.5	2,954.0	136.5	4.8%
13	Ak State Pension Investment Bd	2,925.0	3,200.5	3,200.5	3,142.6	-57.9	-1.8%
14	ASPIB Custody and Mgt Fee	23,802.0	29,213.6	29,213.6	29,213.6	0.0	0.0%
11	Tax Division				6,611.0	6,611.0	%
16	Oil and Gas Audit	2,745.3	2,663.3	2,663.3	0.0	-2,663.3	-100.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Revenue

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Revenue Operations</b>							
15	Income and Excise Audit	3,968.1	4,011.2	4,011.2	0.0	-4,011.2	-100.0%
	* BRU Total	36,254.5	41,906.1	41,906.1	41,921.2	15.1	0.0%
<b>Administration and Support</b>							
17	Commissioner's Office	929.6	1,340.4	1,347.2	1,347.2	0.0	0.0%
18	Administrative Services	1,099.8	1,083.5	1,076.7	1,034.6	-42.1	-3.9%
20	Unallocated Reduction		0.0	0.0	0.0	-0.0	0.0%
	* BRU Total	2,029.4	2,423.9	2,423.9	2,381.8	-42.1	-1.7%
<b>Permanent Fund Dividend</b>							
21	Permanent Fund Dividend	4,624.1	4,829.1	4,829.1	4,830.0	0.9	0.0%
	* BRU Total	4,624.1	4,829.1	4,829.1	4,830.0	0.9	0.0%
	<b>*** Total Agency Expenditure</b>	<b>128,560.3</b>	<b>147,729.1</b>	<b>147,729.1</b>	<b>155,303.7</b>	<b>7,574.6</b>	<b>5.1%</b>
	Federal Restricted Funds	30,383.6	32,289.0	32,289.0	33,195.9	906.9	2.8%
	General Purpose Funds	11,024.4	11,620.6	11,620.6	11,520.6	-100.0	-0.9%
	Other Funds	87,152.3	103,819.5	103,819.5	110,587.2	6,767.7	6.5%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Revenue**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Child Support Enforcement</b>							
1	Child Support Enforcement	2,397.9	2,887.7	2,887.7	3,006.8	119.1	4.1%
	* BRU Total	2,397.9	2,887.7	2,887.7	3,006.8	119.1	4.1%
<b>Alcohol Beverage Control Board</b>							
2	Alcohol Beverage Control Board	635.8	636.2	636.2	636.2	0.0	0.0%
	* BRU Total	635.8	636.2	636.2	636.2	0.0	0.0%
<b>Revenue Operations</b>							
12	Treasury Management	635.6	1,116.1	1,116.1	1,116.1	0.0	0.0%
11	Tax Division				6,252.6	6,252.6	%
16	Oil and Gas Audit	2,727.6	2,411.7	2,411.7	0.0	-2,411.7	-100.0%
15	Income and Excise Audit	3,968.1	3,960.0	3,960.0	0.0	-3,960.0	-100.0%
	* BRU Total	7,331.3	7,487.8	7,487.8	7,368.7	-119.1	-1.6%
<b>Administration and Support</b>							
17	Commissioner's Office	161.1	141.3	144.0	144.0	0.0	0.0%
18	Administrative Services	498.3	467.6	464.9	364.9	-100.0	-21.5%
20	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	659.4	608.9	608.9	508.9	-100.0	-16.4%
	<b>*** Total Agency Expenditure</b>	<b>11,024.4</b>	<b>11,620.6</b>	<b>11,620.6</b>	<b>11,520.6</b>	<b>-100.0</b>	<b>-0.9%</b>

DEPT. OF

TRANSPORTATION

HOLD

DOT/PE # 1

AMENDMENT #

withdrawn

BY REPRESENTATIVE AUSTERMAN

DELETE

1.1  
DEPARTMENT: Department of Transportation and Public Facilities  
BRU: Administration and Support  
Component: Commissioner's Office

Delete \$119.5 in general funds, Deputy, Commissioner Position

ADD

1.2  
DEPARTMENT: Department of Transportation and Public Facilities  
BRU: Highway and Aviation  
Component: Central Region

Add \$100.0 in general funds for the Kalsin Bay Maintenance Station

Restores two heavy equipment operator maintenance positions. Two positions are required to safely and sufficiently operate this station. Restoration of these funds would allow for the adequate road maintenance on the Chiniak Highway from Middle Bay (Milepost 20) to Chiniak (Milepost 42). These positions would also restore service on the Pasagshak Highway from the "Y" (Milepost 00) to Narrow Cape Coast Guard Loran Station (Milepost 16). There are approximately 150-200 people living on these 2 road systems who are receiving limited service. There is very limited road maintenance serving the Kodiak Launch Complex at Narrow Cape. Lack of service and response time has created a hardship for the industry in the transportation of delicate equipment to the launch site. Many of the vital support services to residents and the launch complex have also been severely impacted. This says nothing of the time-loss residents are suffering from not being able to get to work.

1.3  
ADD

DEPARTMENT: Department of Administration  
BRU: Public Communication Services  
Component: Public Broadcasting - Radio

Add \$19.5 in general funds for Public Radio

passed 7-4

DOT/PP #1/H  
Replacement

AMENDMENT NO. \_\_\_\_\_

BY REPRESENTATIVE FOSTER

DELETE

DEPARTMENT: Department of Transportation and Public Facilities  
BRU: Highways and Aviation  
Component: Northern Highways and Aviation

Delete \$257.6 in general funds, Northern Highways and Aviation

ADD

DEPARTMENT: Department of Transportation and Public Facilities  
BRU (New): Statewide Highways Snowplowing & Winter Maintenance  
Component: Statewide Highways Snowplowing & Winter Maintenance

Add	Spring opening of Taylor Highway	\$132.0
	McCarthy Road	8.7
	Boundary Spur	10.5
	Nome/Teller Road	35.7
	Nome/Council Road	34.7
	Kougarok Road	36.0

This amendment moves funds currently in the recommended budget for Northern Region Highways and Aviation and places them into a separate BRU so that the funds cannot be used for another purpose. For the last two fiscal years spring opening for these and other roads has been eliminated so that funds can be used for other purposes. This has necessitated adding funds in the Supplemental Budget for the opening of these roads to meet the needs of the tourist and mining industries.

All of these route are of economic importance. The mining and tourist industries depend upon a scheduled opening of these roads for planning purposes. If roads are allowed to melt without some manual assistance, it is impossible to schedule tours or planned activities.

The economic impact of delayed openings is severe since both the mining and tourist industries have limited seasons. Shortening the season significantly reduces income for people dependent on these activities.

In the case of Nome, waiting for the roads to melt will completely eliminate much of the bird watching activity since it corresponds to the spring migrations of several species of birds that are normally found only in Asia.

DOT/PF# 1B

AMENDMENT NO. \_\_\_\_\_

withdrawn 3/7/00

BY REPRESENTATIVE FOSTER

AMEND: Letter of Intent  
Department of Transportation and Public Facilities

Line 1 change (\$264.2) to \$257.6

Change designated roads and amounts to

Taylor Highway	\$132.0
Boundary Spur	10.5
McCarthy Road	8.7
Nome/Teller Road	35.7
Nome/Council Road	34.7
Kugarok Road	36.0

This amendment changes the estimated amounts in the subcommittee close-out to correspond to designated roads and estimated savings accruing from allowing these roads to melt open.

All of these routes are of economic importance. The mining and tourist industries depend upon a scheduled opening of these roads for planning purposes. If roads are allowed to melt without some manual assistance, it is impossible to schedule tours or planned activities.

The economic impact of delayed openings is severe since both the mining and tourist have limited seasons. Shortening the season significantly reduces income for people dependent on these activities.

In the case of Nome, waiting for the roads to melt will completely eliminate much of the bird watching activity since it corresponds to the spring migrations of several species of birds that are normally found only in Asia.

DOT/PF # 2

failed 3-7 3/7/00

Amendment #

TO: HB 312(Fin)

sponsored by Rep.

DELETE

Dept. of Transportation

*APPROP* ~~BRTU~~: Administration and Support

*ALLOCATION* ~~Component~~: Southeast Region Support Services 2,103,000

ADD

Dept. of Transportation

*APPROP* ~~BRTU~~: Administration and Support

*ALLOCATION* ~~Component~~: Southeast Region Support Services 2,135,000

DATE:

3/7/00

SUBJECT:

DOT # 2

MEMBER

YES

NO

WILLIAMS		✓
AUSTERMAN		✓
BUNDE		<del>✓</del>
J. DAVIES	✓	
G. DAVIS		✓
FOSTER		✓
GRUSSENDORF	✓	
MOSES	✓	
PHILLIPS		✓
THERRIAULT		✓
MULDER		—

TOTAL:

3	<del>6</del> 6
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PASSED

FAILED

Withdrawn

Amendment #

TO: HB 312(Fin)

sponsored by Rep.

DELETE

Dept. of Transportation

*APPROP* ~~BRTI~~: Administration and Support

*ALLOCATION* ~~Component~~: Northern Region Support Services 1,005,600

ADD

Dept. of Transportation

*APPROP* ~~BRTI~~: Administration and Support

*ALLOCATION* ~~Component~~: Northern Region Support Services 1,062,600 (CIP Receipts)

Dot/Pt # 7a  
(3a)

adopted N/D 3/7/00

AMENDMENT ~~45~~

TO HB 312 (FIN)

SPONSORED BY REP. WILLIAMS

ADD

Department of Transportation

BRU: Regional Support Services

Component: Northern Region Support Services

# 30  
~~206~~ CIP Receipts

DOT/PA # 1.c  
no/obj

AMENDMENT TO HB 312

BY: Rep. *AUSTERMAN/DAVID*

*3/7/00  
PM*

Delete:

Department of Corrections  
Administration & Operations  
Inmate programs

600,000 General funds

Add:

Department of Corrections  
Administration & Operations  
Inmate programs

600,000 PFD Funds

Add:

Department of Transportation & Public Facilities  
BRU: Statewide Highways & Aviation  
Component: Maintenance Needs

600,000 General Funds

Intent Language:

It is the intent of the legislature that these funds be used to open and maintain the Kalsin Bay Maintenance Station, maintain the Chitina Maintenance Station, the Circle Airport, Circle Hot Springs Airport, Wiseman Airport, the Ruby Poorman Road, and other roads and maintenance stations as this funding permits.

17

## Whittier Tunnel

I have asked for additional information from the Department on a parking and a sewer/bathroom plan for the city of Whittier, but haven't received anything in writing. I haven't received an adequate spending plan from the department which explains why exactly they need the money which they are requesting.

Is the City of Whittier, with a population of 300, ready to have upwards of 1,000 vehicles per day come to their city? The clear answer is no. **There has been no overall plan to get the City of Whittier ready for the influx of people.** Whittier does not have the parking, bathroom, sewer, or solid waste facilities to handle a tripling of their population coming through their town every day.

Tolls- The department has decided not to charge any toll for using the tunnel until April 2001. Why was that decision made? The only word we've received from DOT is that they didn't want to impose a toll this year because tour operators didn't have the time to build the toll into their fees. It is my understanding (from talking to the Whittier city manager) that tour companies were charged \$700 per bus, plus \$20 per head (peak hours) to bring a bus through the tunnel on a train. Off peak charges were \$350 per bus and still \$20 per head. So peak hours would cost around \$1,000 to get a busload of tourists through the tunnel on the train. To my knowledge, tour companies have not lowered their price, and would get a substantial windfall by not having to pay to use the train or pay a toll to get to Whittier. So Mr. Chairman, from the information I have received, DOT's reasoning for not charging a toll this year is bogus.

According to the toll agreement between the fed. Highways and DOT (supplied by fed highways) toll revenues can be used:

1. For debt service (must not be needed this year because DOT is not proposing to charge a toll until next April)
2. For reasonable return on investment of any private person financing the project. (not applicable here—as far as I know)
3. For costs necessary for the proper operation and maintenance of the toll facility (the tunnel)
4. **DOT is entitled to use any toll revenues in excess of amounts required to accomplish the above 3 conditions, for any purpose for which federal funds may be obligated.**

**Again, DOT must not need the tolls this year to satisfy the above 3 requirements because they have chosen not to impose them. If they start the toll this year, we would have more than \$1 million that could be used for any purpose for which federal funds may be obligated. (perhaps matching funds for the capital budget in 02.)**

Remember, the first 2 years of o/m costs for the tunnel were to be taken care of by the contractor (per the design/build contract). So any tolls collected this year would be 'excess', and would be available for use to obligate other federal funds.

Tolls cannot be used to fund non-federally reimbursable activities, such as the o/m costs of the staging areas, according to fed highways (the \$702,000 request)

The department has told us verbally that they could possibly 'limp' through the year with \$450,000 for the staging areas for the tunnel (as opposed to \$702,000). We haven't seen a detailed description of what the \$450,000 would be spent on. I would recommend that the Committee not fund the request. If the department wants to open up the tunnel, they can find reductions in their budget and do it internally. I assume that they would then have incentive to do it as cheaply as possible.

\*\*\*There are possible consequences to not maintaining the Whittier staging areas (remember the tunnel will be maintained for 2 years, per the contract with the design/builder). Title 23 of federal code state that if at any time the Secretary shall find that any project constructed...is not being properly maintained, he shall call such fact to the attention of the state transportation department. If, within 90 days after receipt of such notice, such project has not been put in proper condition of maintenance, the Secretary shall withhold approval of further projects of all types in the state highway district, municipality, county, other political or administrative subdivision of the state, or the entire state in which such project is located, whichever the secretary deems appropriate, until such project shall be put in proper condition of maintenance.

You can rightfully argue that the staging areas would not fall out of maintenance, because there will be no wear if the road is not opened. Further, the tunnel will receive maintenance per the contract (for the next 2 years).

DOT/PF# 1-D

+ Davis

AMENDMENT TO HB 312

BY: Rep. AUSTERMAN

Add:

Department of Transportation & Public Facilities  
Highways and Aviation  
Central Region Highways and Aviation

no lobby  
3/7/00  
PM

350,000 SDPR

Explanation

This will allow the collection of tolls on the Whittier Road and their use for operations.

DOT/PF #4

WID

Amendment #

TO: HB 312(Fin)

sponsored by Rep.

DELETE

Dept. of Transportation

APPROP

~~BRU: Administration and Support~~

ALLOCATION  
ADD

~~Component: Central Region Support Services~~

726,100 GF

Dept. of Transportation

APPROP

~~BRU: Administration and Support~~

ALLOCATION  
ADD

~~Component: Central Region Support Services~~

778,100 GF

DOT/PF #5

Amendment

Offered in House Finance  
To: CS for HB 312 (FIN)

By:

WTD

Add:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
--	-------------	------------------------	-----------------	----------------

Page 28, line 20

Highways and Aviation		<u>75,009,600</u> [74,306,600]	<u>71,690,100</u> [70,987,100]	3,319,500
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Page 28, line 21

Central Region Highways and Aviation	<u>28,873,100</u> [28,405,100]
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Page 28, line 25

Northern Region Highways and Aviation	<u>37,129,900</u> [36,954,900]
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Page 28, line 32

Southeast Region Highways and Aviation	<u>9,006,600</u> [8,946,600]
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This amendment restores subcommittee's reductions to Northern Region Highways and Aviation (\$175.0), Central Region Highways and Aviation (\$468.0), and Southeast Regional Highways and Aviation (\$60.0). This will allow the department to keep maintenance stations open, maintain adequate level of snow removal and hauling, and to provide safe roads for the traveling public.

Amendment

DOT/PF # 6

Offered in House Finance  
To: CS for HB 312 (FIN)

By:

W/D

Add:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
--	-------------	------------------------	-----------------	----------------

Page 28, line 20

Highways and Aviation		<u>74,756,600</u>	<u>71,437,100</u>	3,319,500
		[74,306,600]	[70,987,100]	

Page 28, line 21

Central Region Highways and Aviation	<u>28,855,100</u>
	[28,405,100]

The subcommittee failed to fund the maintenance of the Whittier Tunnel that is scheduled to open in June 2000. This amendment restores a portion of the department's request (\$100.0 of general fund and \$350,000 in fee supported program receipts to be received from toll revenues). The legislature funded the construction of the facility and it is now necessary to maintain the state's capital investment.

**Department of Transportation and Public Facilities  
 Impact Statements in Response to  
 House Finance Subcommittee Budget Proposals  
 Date: March 1, 2000  
 Prepared by: Kurt Parkan, Deputy Commissioner**

*The department has experienced six straight years of budget cuts. The cuts in maintenance proposed by the subcommittee this year would create an impact to the public that will be mitigated by the department's response. Airports, which have remained whole for the past several years can no longer be held harmless. Additional maintenance stations will be closed.*

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Commissioner's Office</b>	<b>(100.0)</b>	<b>General Funds</b>

**Impact Analysis:**

This is a 20% cut to the Commissioner's office general fund personal services. This small office oversees a department with over 3,400 authorized positions and a large number of diverse programs. This cut will result in the deletion of a permanent full-time (PFT) position and the reduction of a secretary position from full time to part time. The reduction will inhibit the Commissioner's ability to effectively manage a large construction program and a reduced maintenance program. The department's ability to issue timely responses to requests from the public or the legislature will also be reduced. Initiatives to increase communication and develop relationships with communities will be hampered.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Central Region Highways and Aviation</b>	<b>(365.9)</b>	<b>General Funds</b>

**Impact Analysis:**

The department intends to respond to the legislative cuts in a manner that has the least impact to the travelling public. We respond as follows:

#### **(221.4) Close Willow Maintenance Station**

There are four people assigned to Willow, of which one fulltime and one seasonal equipment operator will be laid off. Some heavy equipment will be turned in (one grader and one truck), and supplies will be reduced. The remaining assets of the station will be transferred to the adjacent stations at Chulitna, Talkeetna and Palmer.

The impact of this action will be

1. Parks Highway MP 52 to MP 99 will be covered by crews from Chulitna traveling down to Willow and Palmer traveling up to Willow. Each of their distances traveled will be increased by 24 miles.
2. During the winter commercial truck traffic and the motoring public will be impacted, as the Parks Highway is the main highway between Anchorage and Fairbanks.
3. The people living on the side roads in Palmer and Chulitna will have to wait longer for equipment operators to work on their roads.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

#### **(84.5) Close roadside airports**

Flat, Goose Bay, Kasilof, Naknek, Ninilchik, Quartz Creek, Sheep Mountain, Whittier

With the exception of Flat, adjacent highway maintenance stations maintain the airports and the people will have access by highway to these communities. Local aviators, however, will not be able to operate during the winter or when the runways are soft and rough.

#### **(60.0) Reduce maintenance in Anchorage area**

Reduce one fulltime and one seasonal equipment operator from the Anchorage Maintenance Station. This will reduce crew sizes so overall response time to storms will be increased. It will be more difficult to perform snow hauls if we have people sick or on leave because we may not have the base blower, grader teams to support the contracted truck haul. Also, snow and ice will stay on the sidewalks longer.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
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**Central Region Highways and Aviation (100.0) General Funds**

**Impact Analysis:**

Reduce Anchorage snow haul contracts. The FY 00 budget reduced Anchorage Maintenance & Operations' private snow haul contracts from \$750.0 per year to \$600.0. The subcommittee's 20% reduction means the snow will be stored on the sidewalks longer, medians will not be cleared as often and sight distance at intersections will be reduced. During spring thaw more water will remain on roads longer, freezing at night and causing safety problems.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Northern Region Highways and Aviation</b>	<b>(175.0)</b>	<b>General Funds</b>

**Impact Analysis:**

**(60.0) Reduce One Operator Position at Fairbanks Maintenance Station**

Snow removal and ice control operations will experience the largest impacts. With current staffing, it typically takes crews three days to plow open all highway facilities after a 2-3 inch snowfall. Fairbanks area lower priority roads will see an increase of up to ½ day response time after each snow event. Cleanup operations such as plowing turn pockets on urban streets and crossovers on the Richardson Highway and Steese Expressway will experience longer response times, as well as many of the ramps for the Richardson, Mitchell, and Johansen Expressways. Pedestrian facilities will also be impacted by longer response times after each snow event.

Summer maintenance operations such as sign repair, brush control, sweeping, drainage work and fence repair will feel impacts due to inadequate personnel to perform all the duties. Personnel from the asphalt patching crew will perform some of the duties above, as time and weather conditions allow. With current staffing levels, Fairbanks maintenance is unable to keep up with the summer workload and increasing public expectations. With this reduction to personnel we will expect more complaints from local bus companies, troopers, city police, residents along impacted roads, and commercial operators delivering goods and services.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

**(56.0) Close rural airports.**

*The following six airports will be closed in the winter and will remain open and maintained during the summer in order to comply with FAA grant assurance requirements.*

**Clear Airport** is located near the Clear Air Force Station, near the Parks Highway. It is only used occasionally by the Air Force and a few recreational pilots. Aviation traffic could be accommodated at Nenana airport.

**Circle** is located at the eastern end of the Steese Highway. Mail and supplies would need to be flown to Central and then transported approximately 30 miles by road to Circle.

**Boundary Airport** is near the Canadian border. It serves as an emergency landing field for flights to and from Dawson, YT. It is a very limited public use airport.

**Chandalar Lake Airport** is east of the Dalton Highway on the south side of the Brooks Range. The FAA maintains a presence on the airport as a weather station and brings in their supplies by air. There is a fairly moderate number of transient aircraft in the summer.

**Dahl Creek Airport** is connected by road 3 miles north of Kobuk. The Kobuk airport will continue to be maintained in the winter.

**Circle Hot Springs Airport** serves the Circle Hot Springs Lodge and surrounding area. There is mail service by air but no scheduled air carrier flights. Mail and routine aviation traffic would most likely use the Central Airport eight miles away.

*The following five airports will not be maintained year around:*

**Chistochina Airport** supports local village residents in the Copper River Basin. It is located near Chistochina Lodge, which provides services for hunting, fishing and sightseeing in the northern part of the Wrangell and southern part of the Mentasta Mountains.

**Livengood Camp Airport** is located near the junction of the Elliott and Steese Highways. There are no facilities or aircraft based at the airport.

**Salmon Lake Airport** is near Nome. The runway is used very seldom by recreational traffic.

**Wiseman Airport** is located along the Koyukuk River and Dalton Highway southwest of Chandalar Lake. There is one general aviation aircraft based at Wiseman. There is very limited transient aircraft activity.

**Summit Airport** (south of Cantwell) has no air taxi service and very little general aviation operation.

**(59.0) Eliminate maintenance on Ruby-Poorman Road**

Ruby-Poorman Road has numerous cabins and residences along the road south from Ruby on the Yukon River. Several mining operations are based along the road. The road would deteriorate rapidly without road maintenance.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Northern Region Highways and Aviation</b>	<b>(100.0)</b>	<b>General Funds</b>

**Impact Analysis:**

Chitina Maintenance Station would be closed year round. Winter response times will be up to two hours slower because operators will need to travel 50 miles from Ernestine or Tazlina to sand and plow snow.

Each summer nearly 20,000 vehicles travel the 60 mile road from Chitina to McCarthy. This road is currently maintained out of the Chitina station. The level of service provided will be reduced resulting in poorer roadway conditions.

This station also maintains the Chitina Airport, which is used by the National Park Service to support operations in the Wrangell St. Elias National Park.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Southeast Highways and Aviation</b>	<b>(60.0)</b>	<b>General Funds</b>

**Impact Analysis:**

One maintenance position in Juneau will not be filled. Summer and winter maintenance of the roads in Juneau would be affected. Snow and ice control for the outlying school bus routes would not be done timely and buses could be delayed up to one half hour. Avalanche control road closures could be extended by one hour. Summer brush and grass cutting would be reduced 10% allowing brush and grasses to obscure guardrail and create sight distance problems.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Central Region Highways and Aviation</b>	<b>+350.0</b>	<b>fee supported program receipts</b>
	<b>+100.0</b>	<b>General Funds</b>

**Impact Analysis:**

The subcommittee recommended no maintenance funds for Whittier Access. The subcommittee intent is to not open the tunnel in FY01. The department believes it would be a waste of the construction investment not to provide access to Whittier this summer. The department's original request for the FY01 budget was \$702.0 GF, including an estimated \$350.0 for private contracting of maintenance on the Whittier side of the tunnel.

These amounts are estimates. The Whittier Tunnel area has lots of snow and high velocity winds. Drifting is very common in the winter. The contractor that is building the tunnel has had a constant battle keeping the road and staging areas open and useable. We will attempt to keep the road open year round for \$450.0.

The subcommittee has asked that the users of the tunnel pay for its operation. If the Finance Committee changed the fund source from \$450.0 GF to \$350.0 GF Program Receipts/\$100.0 GF we could implement this request to allow the use of tolls beginning April 1, 2001. The \$100.0 GF will be for that portion of the road ineligible for toll receipt funding.

Failure to fund will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
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Northern Region Facilities

(220.0)

General Funds

**Impact Analysis:**

*NOTE: this is in the Northern Region Facilities component rather than Highways and Aviation. This cut would require Finance Committee action in addition to adopting the subcommittee's recommendations. We believe the impact of this reduction is less than additional maintenance station closures.*

The Harborview Developmental Center and the Valdez Community Hospital occupy the same facility in Valdez. Since the developmental center was closed, appropriations of \$235,000 annually have been received from the legislature to maintain the unoccupied State side of the facility. This money has been used for utilities and minor maintenance to keep the facility open. The department has proposed a \$150.0 capital budget appropriation to mothball the unused portion of the building.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
Marine Highway Stabilization	(200.0)	General Funds

**Impact Analysis:**

To offset the \$200.0 general fund reduction to the Marine Highway Stabilization Fund, the rate being paid to commission and travel agents would be reduced from 10% to 8% of sales. By doing this, revenues from commissioned sales would increase 2%, thus offsetting the general fund reduction.

The trend in the travel industry as a whole, especially airlines, is to reduce commissions paid to travel agents. A few years ago most airlines lowered commissions to 8%, and also set a ceiling on the maximum commission. This past year most airlines further lowered commissions to 5%. This reduction from 10% to 8% would be in keeping with the travel industry trend.

There are currently ticketing contracts with six terminal agents in Alaska as well as 2 contract travel agents. In addition, regular travel agencies receive 10% commissions. This change would result in lower commissions for these agents. We will need to renegotiate contracts with the eight contract agents in order to lower the commission rate.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Measurement Standards &amp; CVE</b>	<b>(65.3)</b>	<b>Fee Supported PR</b>

**Impact Analysis:**

**Note: The subcommittee denied the department's request for the following:**

The division will not be able to purchase equipment required to conduct commercial vehicle safety inspections as required under the Commercial Vehicle Safety Inspection Program (CVSP). The funding proposed in this increment request will provide one additional inspection vehicle and equipment which is required to achieve inspection thresholds established under the US Department of Transportation, Motor Carrier Safety Assistance Program.

The Metrology Lab will be unable to acquire equipment to perform precision measurements for the private sector and government.

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Statewide Administrative Services</b>	<b>(41.4)</b>	<b>General Funds</b>

**Impact Analysis:**

This will result in the deletion of 1 PFT Accounting Technician I who is responsible for various special projects. One is responding to the Alaska International Airport System's audit management letter that requires the department to improve the accounting and reporting of fixed assets. If not responded to appropriately, it could result in further audit findings, qualified audit opinions and potentially reduced bond ratings. Other special activities such as payroll payment audits and over-payment recoveries will not be completed on time ( a loss of money to the state).

This reduction will impact this component's performance as it relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Source(s):</b>
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**Statewide Information Systems**

**(24.5)**

**General Funds**

**Impact Analysis:**

This cut ignores the critical importance of computer services in the work place. One full-time Analyst/Programmer III will be reduced to part-time. We will delay implementation of the automated purchasing system; be unable to improve financial monitoring of capital projects; and be unable to implement improvements to the federal financial systems supporting federal highway and aviation billings; and federal compliance reporting in human resources.

DOT&PF will suffer delays in developing new programs that provide essential information technology. The Information Systems staff will be left to maintain systems that will soon become obsolete in a rapidly changing industry. This component has been cut over 16% in the past four years.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Regional Administrative Services</b>	<b>(56.4)</b>	<b>General Funds</b>

**Impact Analysis:**

This cut will result in an increase the time it takes to pay private sector vendors due to the inability to fill one fulltime Accounting Clerk II. The department has worked hard to achieve a goal to pay vendors within 29 days. This will change when we lose the clerk and service to the public will deteriorate as a result.

This reduction will impact this component's performance as it is relates to the proposed performance measures in SB 281.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Central Region Support Services</b>	<b>(52.0)</b>	<b>General Funds</b>

**Impact Analysis:**

This represents approximately 15% reduction in procurement staff and will result in the layoff of one Administrative Clerk position, and reduced months for a supply position.

Reduced staffing for processing of the supporting stock requests for road, bridge and building materials for M&O would cause some projects to be delayed. Follow up actions

to the vendors to establish firm delivery timeframes would suffer and M&O project managers would not be able to firm up work schedules.

Preparation and sending of Delivery Orders to the vendors would be slowed which would result in late deliveries. Vendors would not get timely payments for orders received as the invoices and receiving documents would not be processed expeditiously. Late payments to the vendors could result in penalty payments being assessed.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Northern Region Support Services</b>	<b>(57.0)</b>	<b>1004 GF</b>

**Impact Analysis:**

This represents a 17% reduction in procurement staff and will result in the layoff of one Administrative Clerk position, and reduced months for a supply position.

Reduced staffing for processing of the supporting stock requests for road, bridge and building materials for M&O would cause some projects to be delayed. Follow up actions to the vendors to establish firm delivery timeframes would suffer and M&O project managers would not be able to firm up work schedules.

Preparation and sending of Delivery Orders to the vendors would be slowed which would result in late deliveries. Vendors would not get timely payments for orders received as the invoices and receiving documents would not be processed expeditiously. Late payments to the vendors could result in penalty payments being assessed.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Southeast Region Support Services</b>	<b>(32.0)</b>	<b>General Funds</b>

**Impact Analysis:**

This will result in the vacancy of one position.

Reduced staffing for processing of the supporting stock requests for road, bridge and building materials for M&O would cause some projects to be delayed. Follow up actions to the vendors to establish firm delivery timeframes would suffer and M&O project managers would not be able to firm up work schedules.

Preparation and sending of Delivery Orders to the vendors would be slowed which would result in late deliveries. Vendors would not get timely payments for orders received as the invoices and receiving documents would not be processed expeditiously. Late payments to the vendors could result in penalty payments being assessed.

<b>Program Area:</b>	<b>Dollar Amount(s):</b>	<b>Fund Source(s):</b>
<b>Northern Region Support Services</b>	<b>(20.6)</b>	<b>CIP Receipts</b>

**Impact Analysis:**

**Note: The subcommittee denied the department's request for the following:**

This will result in delayed procurement activities, which may have a major impact and force delays in Maintenance and Operations, design, construction, and Fairbanks International Airport projects. This reduction in staff will create inefficiencies and affect timeliness of federally funded capital construction projects. Payment to vendors will be delayed.

**House Finance Subcommittee**  
**Department of Transportation and Public Facilities**  
**FY01 Operating Budget**

The House Finance Subcommittee for the Department of Transportation and Public Facilities closed out on February 29, 2000. The Subcommittee worked from the FY00 Management Plan reflected in HB 312. The budget recommendations are within the allocation for DOT&PF.

In a continuing effort to assist the Marine Highway System in becoming more efficient and more business like, a marketing director position was approved for the system. The marketing director will concentrate on maximizing revenue and increasing ridership. In addition, a vessel construction manager position was added to help implement the Southeast Transportation Plan. As we move towards the SE Transportation Plan, operating costs should go down and service will be increased. The Subcommittee also directed AMHS to lower the commissions they pay to travel agents for bookings from 10% to 8%. Many airlines in the private sector have lowered commission rates to 5% or less.

The Subcommittee re-allocated funds from upper management (the Commissioner's office) and from Support Services to help open up rural roads in the spring of 2001.

In an effort to ensure safer roads, the Subcommittee approved CIP funds to increase commercial vehicle enforcement efforts throughout the state.

The Subcommittee also adopted the Department's recommendation to implement an overall Indirect Cost Allocation Plan (ICAP). Implementation of the new ICAP will eliminate 11 small plans and reduces paperwork and the extra administrative burden in tracking funds. As a result, Department staff should be freed from the burden of some paperwork and be able to invest their time in a more productive manner.

FY01 Operating Budget  
Department of Transportation and Public Facilities  
Letter of Intent

It is the intent of the Legislature that the \$264.2 general fund increment to Northern Region Highways and Aviation be used to open the following roads in the spring of 2001:

Taylor Highway	\$132,000
McCarthy	\$8,700
Teller	\$35,700
Nome Council	\$34,700
Glacier Stream	\$10,100
Kougarok	<u>\$43,000</u>
	\$264,200

ADOPTED 2/29/00

## Agency Totals - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Totals for Agency</b>	<b>305,658.8</b>	<b>310,103.6</b>	<b>310,103.6</b>	<b>310,704.7</b>	<b>601.1</b>	<b>0.2%</b>
<u>Objects of Expenditure:</u>						
Personal Services	201,960.6	207,349.7	207,527.8	206,520.3	-1,007.5	-0.5%
Travel	2,692.7	2,951.6	2,951.6	3,008.8	57.2	1.9%
Contractual	63,690.5	65,278.5	65,229.8	65,097.0	-132.8	-0.2%
Commodities	35,165.3	33,836.4	33,707.0	35,781.4	2,074.4	6.2%
Equipment	2,149.7	687.4	687.4	297.2	-390.2	-56.8%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	0.0	0.0	0.0	0.0	0.0	%
Miscellaneous	0.0	0.0	0.0	0.0	0.0	%
<u>Funding Sources:</u>						
1002 Fed Rcpts	1,130.2	1,962.9	1,962.9	1,678.2	-284.7	-14.5%
1003 G/F Match	176.3	74.8	74.8	74.8	0.0	0.0%
1004 Gen Fund	96,556.9	95,078.6	95,078.6	94,283.8	-794.8	-0.8%
1005 GF/Prgm	4,618.6	5,044.4	5,044.4	5,044.4	-0.0	-0.0%
1007 I/A Rcpts	14,309.1	1,911.0	4,911.0	4,040.4	-870.6	-17.7%
1026 Hwy Capitl	19,380.4	22,392.5	22,392.5	22,385.7	-6.8	-0.0%
1027 Int Airprt	39,455.8	41,292.0	41,292.0	42,457.8	1,165.8	2.8%
1052 Oil/Haz Fd		700.0	700.0	700.0	0.0	0.0%
1053 Invst Loss	65.6				0.0	%
1061 CIP Rcpts	55,838.2	63,085.0	63,085.0	64,130.0	1,045.0	1.7%
1076 Marine Hwy	73,883.9	74,714.2	74,714.2	74,752.9	38.7	0.1%
1108 Stat Desig	243.8	848.2	848.2	1,156.7	308.5	36.4%
<u>Positions:</u>						
Perm Full Time	2,798.0	2,816.0	2,822.0	2,837.0	15.0	0.5%
Perm Part Time	648.0	644.0	638.0	632.0	-6.0	-0.9%
Non-Perm	1.0	1.0	1.0	9.0	8.0	800.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Administration and Support</b>							
1	Commissioner's Office	989.4	840.3	840.3	740.3	-100.0	-11.9%
2	Contract, Procurement, Appeals		394.3	394.3	475.9	81.6	20.7%
4	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	989.4	1,234.6	1,234.6	1,216.2	-18.4	-1.5%
<b>Equal Employment and Civil Rights</b>							
5	Equal Emplmnt & Civil Rights	512.5	573.0	573.0	553.0	-20.0	-3.5%
	* BRU Total	512.5	573.0	573.0	553.0	-20.0	-3.5%
<b>Internal Review</b>							
6	Internal Review	604.3	684.2	684.2	709.7	25.5	3.7%
	* BRU Total	604.3	684.2	684.2	709.7	25.5	3.7%
<b>Administrative Services</b>							
7	Statewide Admin Services	1,931.5	1,807.1	1,807.1	1,704.1	-103.0	-5.7%
8	Statewide Information Systems	1,944.3	1,883.2	1,889.4	1,864.9	-24.5	-1.3%
9	State Equipment Fleet Admin	2,144.6	2,274.3	2,274.3	2,332.9	58.6	2.6%
10	Regional Admin Services	2,936.3	3,395.7	3,389.5	3,394.7	5.2	0.2%
	* BRU Total	8,956.7	9,360.3	9,360.3	9,296.6	-63.7	-0.7%
<b>Regional Support Services</b>							
11	Central Reg Support Services	775.3	778.1	778.1	726.1	-52.0	-6.7%
12	Northern Reg Support Services	1,088.2	1,062.6	1,062.6	1,005.6	-57.0	-5.4%
13	Southeast Reg Support Services	2,158.8	2,135.0	2,135.0	2,103.0	-32.0	-1.5%
	* BRU Total	4,022.3	3,975.7	3,975.7	3,834.7	-141.0	-3.5%
<b>Statewide Aviation</b>							
14	Statewide Aviation	626.5	630.6	630.6	660.1	29.5	4.7%
	* BRU Total	626.5	630.6	630.6	660.1	29.5	4.7%
<b>Planning</b>							
15	Statewide Planning	2,572.4	2,433.5	2,433.5	2,651.1	217.6	8.9%
16	Central Region Planning	1,111.6	1,148.3	1,148.3	1,183.3	35.0	3.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Planning</b>							
17	Northern Region Planning	1,036.0	1,162.0	1,162.0	1,162.0	0.0	0.0%
18	Southeast Region Planning	510.6	608.8	608.8	613.8	5.0	0.8%
	* BRU Total	4,730.6	5,352.6	5,352.6	5,610.2	257.6	4.8%
<b>Design and Engineering Services</b>							
19	Statewide Design & Eng Svcs		6,004.4	6,819.0	7,189.4	370.4	5.4%
20	Central Reg Design & Eng Svcs	11,985.7	10,476.2	9,661.6	9,937.6	276.0	2.9%
21	Northern Reg Design & Eng Svcs	8,056.6	9,320.3	9,320.3	9,144.3	-176.0	-1.9%
22	Southeast Reg Des & Eng Svcs	5,054.2	5,291.2	5,291.2	5,486.2	195.0	3.7%
23	HQ Design & Eng Svcs	5,477.7				0.0	0.0%
	* BRU Total	30,574.2	31,092.1	31,092.1	31,757.3	665.4	2.1%
<b>Construction and Capital Improvement Program Support</b>							
24	Central Reg Const & CIP	11,784.6	12,983.3	12,983.3	12,276.3	-707.0	-5.4%
25	Northern Reg Const & CIP	10,701.2	10,515.2	10,515.2	10,489.7	-25.5	-0.2%
26	Southeast Region Construction	3,653.8	3,858.4	3,858.4	4,108.4	250.0	6.5%
	* BRU Total	26,139.6	27,356.9	27,356.9	26,874.4	-482.5	-1.8%
<b>Statewide Facility Maintenance and Operations</b>							
27	Traffic Signal Management	1,183.0	1,183.0	1,183.0	1,183.0	0.0	0.0%
28	Central Region Facilities	3,320.6	3,492.0	3,492.0	3,515.5	23.5	0.7%
29	Northern Region Facilities	7,504.0	7,622.8	7,622.8	7,665.8	43.0	0.6%
30	Southeast Region Facilities	4,183.5	3,768.5	3,768.5	3,768.5	0.0	0.0%
31	Central Reg Leasing & Prop Mgt	564.3	582.9	582.9	582.9	0.0	0.0%
32	Northern Reg Lsg & Prop Mgmt	507.6	602.3	602.3	602.3	0.0	0.0%
33	Central Region M & O Admin	293.6				0.0	0.0%
34	Northern Region M & O Admin	564.7				0.0	0.0%
	* BRU Total	18,121.3	17,251.5	17,251.5	17,318.0	66.5	0.4%
<b>State Equipment Fleet</b>							
35	Central State Equipment Fleet	6,652.2	7,702.7	7,702.7	7,493.7	-209.0	-2.7%

## Component Summary - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>State Equipment Fleet</b>							
36	Northern State Equipment Fleet	9,158.8	10,723.4	10,723.4	10,206.3	-517.1	-4.8%
37	Southeast State Equipmnt Fleet	1,613.5	1,892.5	1,892.5	1,709.4	-183.1	-9.7%
	* BRU Total	17,424.5	20,318.6	20,318.6	19,409.4	-909.2	-4.5%
<b>Measurement Standards and Commercial Vehicle Enforcement</b>							
38	Measure Stnds & Comm Veh	3,623.8	3,754.3	3,754.3	4,083.8	329.5	8.8%
	* BRU Total	3,623.8	3,754.3	3,754.3	4,083.8	329.5	8.8%
<b>Highways and Aviation</b>							
40	Central Reg Hwys & Aviation	28,502.0	28,623.1	28,623.1	28,405.1	-218.0	-0.8%
41	Northern Reg Hwys & Aviation	39,526.5	36,865.7	36,865.7	36,954.9	89.2	0.2%
42	Southeast Reg Hwys & Aviation	10,264.4	9,006.6	9,006.6	8,946.6	-60.0	-0.7%
	* BRU Total	78,292.9	74,495.4	74,495.4	74,306.6	-188.8	-0.3%
<b>International Airports</b>							
43	International Airport Systems	380.2	295.7	295.7	295.7	0.0	0.0%
	* BRU Total	380.2	295.7	295.7	295.7	0.0	0.0%
<b>Anchorage International Airport</b>							
44	AIA Administration	5,586.3	5,855.0	5,785.4	6,365.1	579.7	10.0%
45	AIA Facilities				9,060.4	9,060.4	%
46	AIA Field & Equipment Maint.				8,462.0	8,462.0	%
47	AIA Operations	1,682.9	1,681.1	1,849.3	2,029.9	180.6	9.8%
48	AIA Safety	5,752.0	6,020.0	5,879.8	5,819.1	-60.7	-1.0%
49	AIA Field Maintenance	5,332.0	5,536.4	5,578.0	0.0	-5,578.0	-100.0%
50	AIA Building Maintenance	5,661.7	5,683.5	5,683.5	0.0	-5,683.5	-100.0%
51	AIA Custodial	3,299.7	3,232.7	3,232.7	0.0	-3,232.7	-100.0%
52	AIA Equipment Maintenance	2,056.9	2,414.2	2,414.2	0.0	-2,414.2	-100.0%
	* BRU Total	29,371.5	30,422.9	30,422.9	31,736.5	1,313.6	4.3%
<b>Fairbanks International Airport</b>							
53	FIA Administration	1,324.5	1,349.4	1,349.4	1,349.4	0.0	0.0%
54	FIA Facilities				2,187.5	2,187.5	%
55	FIA Field & Equipment Maint	2,349.7	2,494.4	2,494.4	2,494.4	0.0	0.0%

## Component Summary - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>Fairbanks International Airport</b>							
56	FIA Operations	921.4	967.4	967.4	1,052.4	85.0	8.8%
57	FIA Safety	2,318.2	2,349.3	2,349.3	2,349.3	0.0	0.0%
58	FIA Building Maintenance	1,376.4	1,376.3	1,376.3	0.0	-1,376.3	-100.0%
59	FIA Custodial	732.5	744.2	744.2	0.0	-744.2	-100.0%
	* BRU Total	9,022.7	9,281.0	9,281.0	9,433.0	152.0	1.6%
<b>Marine Highway System</b>							
60	Marine Engineering		1,784.1	1,784.1	1,872.0	87.9	4.9%
61	Overhaul	1,685.7	1,698.4	1,698.4	1,698.4	0.0	0.0%
62	CIP Program	748.6				0.0	0.0%
63	Engineering Management	290.2				0.0	0.0%
64	Vessel Operations Management	834.7	1,073.1	1,073.1	1,158.1	85.0	7.9%
65	Southeast Shore Operations	3,031.2	2,991.2	2,991.2	2,991.2	0.0	0.0%
66	Southwest Shore Operations	1,070.1	952.0	952.0	952.0	0.0	0.0%
67	Southwest Vessel Operations	9,229.8	9,574.1	9,574.1	9,574.1	0.0	0.0%
68	Reservations and Marketing	1,874.5	1,860.8	1,860.8	1,860.8	0.0	0.0%
69	Southeast Vessel Operations	40,673.2	53,502.7	53,502.7	53,502.7	0.0	0.0%
	* BRU Total	59,438.0	73,436.4	73,436.4	73,609.3	172.9	0.2%
<b>Kennicott/Malaspina Vessel Operations</b>							
70	Kennicott/Malaspina Operations	12,740.6				0.0	0.0%
	* BRU Total	12,740.6	0.0	0.0	0.0	0.0	0.0%
<b>Y2K Supplemental</b>							
3	Y2K Appropriation	87.2	587.8	587.8	-0.0	-587.8	-100.0%
	* BRU Total	87.2	587.8	587.8	-0.0	-587.8	-100.0%
	<b>*** Total Agency Expenditure</b>	<b>305,658.8</b>	<b>310,103.6</b>	<b>310,103.6</b>	<b>310,704.7</b>	<b>601.1</b>	<b>0.2%</b>
	Federal Restricted Funds	1,130.2	1,962.9	1,962.9	1,678.2	-284.7	-14.5%
	General Purpose Funds	101,417.4	100,197.8	100,197.8	99,403.0	-794.8	-0.8%
	Other Funds	203,111.2	207,942.9	207,942.9	209,623.5	1,680.6	0.8%

Component Summary - FY01 Operating Budget

Agency: Department of Transportation/Public Facilities

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>
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**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Transportation/Public Facilities**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Administration and Support</b>							
1	Commissioner's Office	822.4	662.2	662.2	562.2	-100.0	-15.1%
2	Contract, Procurement, Appeals		266.0	266.0	266.0	0.0	0.0%
4	Unallocated Reduction		0.0	0.0	0.0	0.0	0.0%
	* BRU Total	822.4	928.2	928.2	828.2	-100.0	-10.8%
<b>Equal Employment and Civil Rights</b>							
5	Equal Emplmnt & Civil Rights	299.4	301.1	301.1	301.1	0.0	0.0%
	* BRU Total	299.4	301.1	301.1	301.1	0.0	0.0%
<b>Internal Review</b>							
6	Internal Review	129.4	131.4	131.4	131.4	0.0	0.0%
	* BRU Total	129.4	131.4	131.4	131.4	0.0	0.0%
<b>Administrative Services</b>							
7	Statewide Admin Services	1,225.8	1,169.7	1,169.7	1,103.3	-66.4	-5.7%
8	Statewide Information Systems	1,441.8	1,314.9	1,321.1	1,296.6	-24.5	-1.9%
10	Regional Admin Services	1,392.7	1,517.4	1,511.2	1,479.8	-31.4	-2.1%
	* BRU Total	4,060.3	4,002.0	4,002.0	3,879.7	-122.3	-3.1%
<b>Regional Support Services</b>							
11	Central Reg Support Services	683.4	686.2	686.2	634.2	-52.0	-7.6%
12	Northern Reg Support Services	766.8	763.6	763.6	706.6	-57.0	-7.5%
13	Southeast Reg Support Services	418.7	464.7	464.7	432.7	-32.0	-6.9%
	* BRU Total	1,868.9	1,914.5	1,914.5	1,773.5	-141.0	-7.4%
<b>Statewide Aviation</b>							
14	Statewide Aviation	401.1	414.4	414.4	443.9	29.5	7.1%
	* BRU Total	401.1	414.4	414.4	443.9	29.5	7.1%
<b>Planning</b>							
15	Statewide Planning	96.9	96.3	96.3	103.6	7.3	7.6%
16	Central Region Planning	125.2	126.4	126.4	126.4	0.0	0.0%
17	Northern Region Planning	86.0	86.2	86.2	86.2	0.0	0.0%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Transportation/Public Facilities**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>Planning</b>							
18	Southeast Region Planning	21.1	21.7	21.7	21.7	0.0	0.0%
	* BRU Total	329.2	330.6	330.6	337.9	7.3	2.2%
<b>Design and Engineering Services</b>							
19	Statewide Design & Eng Svcs		925.7	925.7	927.7	2.0	0.2%
20	Central Reg Design & Eng Svcs	335.8	404.5	404.5	404.5	0.0	0.0%
21	Northern Reg Design & Eng Svcs	290.1	261.6	261.6	261.6	0.0	0.0%
22	Southeast Reg Des & Eng Svcs	229.9	322.1	322.1	322.1	0.0	0.0%
23	HQ Design & Eng Svcs	1,000.9				0.0	0.0%
	* BRU Total	1,856.7	1,913.9	1,913.9	1,915.9	2.0	0.1%
<b>Construction and Capital Improvement Program Support</b>							
24	Central Reg Const & CIP	331.6	255.2	255.2	253.2	-2.0	-0.8%
25	Northern Reg Const & CIP	307.0	307.0	307.0	307.0	0.0	0.0%
26	Southeast Region Construction	174.4	174.4	174.4	174.4	0.0	0.0%
	* BRU Total	813.0	736.6	736.6	734.6	-2.0	-0.3%
<b>Statewide Facility Maintenance and Operations</b>							
27	Traffic Signal Management	1,183.0	1,183.0	1,183.0	1,183.0	0.0	0.0%
28	Central Region Facilities	2,710.0	2,790.1	2,790.1	2,810.1	20.0	0.7%
29	Northern Region Facilities	6,266.7	6,105.7	6,105.7	6,138.7	33.0	0.5%
30	Southeast Region Facilities	3,684.0	3,558.1	3,558.1	3,558.1	0.0	0.0%
31	Central Reg Leasing & Prop Mgt	500.6	512.7	512.7	512.7	0.0	0.0%
32	Northern Reg Lsg & Prop Mgmt	468.1	545.3	545.3	545.3	0.0	0.0%
33	Central Region M & O Admin	237.1				0.0	0.0%
34	Northern Region M & O Admin	548.9				0.0	0.0%
	* BRU Total	15,598.4	14,694.9	14,694.9	14,747.9	53.0	0.4%
<b>Measurement Standards and Commercial Vehicle Enforcement</b>							
38	Measure Stnds & Comm Veh	3,210.2	3,404.3	3,404.3	3,321.8	-82.5	-2.4%
	* BRU Total	3,210.2	3,404.3	3,404.3	3,321.8	-82.5	-2.4%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: Department of Transportation/Public Facilities**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
	<b>Highways and Aviation</b>						
40	Central Reg Hwys & Aviation	27,039.5	26,804.4	26,804.4	26,336.4	-468.0	-1.7%
41	Northern Reg Hwys & Aviation	36,172.3	35,866.8	35,866.8	35,956.0	89.2	0.2%
42	Southeast Reg Hwys & Aviation	8,816.6	8,754.7	8,754.7	8,694.7	-60.0	-0.7%
	* BRU Total	72,028.4	71,425.9	71,425.9	70,987.1	-438.3	-0.6%
	<b>*** Total Agency Expenditure</b>	<b>101,417.4</b>	<b>100,197.8</b>	<b>100,197.8</b>	<b>99,403.0</b>	<b>-794.8</b>	<b>-0.8%</b>

UNIVERSITY

OF

ALASKA

37-00 U of A

Withdrawn

AMENDMENT #

Repliment #1

By Representative John Davies

Offered in House Finance

Delete

University of Alaska                      172,143,300GF

ADD

University of Alaska                      189,244,100GF

House Finance Subcommittee  
University of Alaska  
FY01 Operating Budget

The House Finance Subcommittee met three times primarily to develop Missions and Measures statements with the cooperation of the University President and Board of Regents Chair. The subcommittee did not receive an allocation to consider in the budget review process. The subcommittee did, however, adopt a "Sense of the Committee" supporting the Board of Regent's budget request and it is attached. The "Sense of the Committee" was supported by five of the six subcommittee members and the signed original copy is on file in Subcommittee Chairman Alan Austerman's office.

Sense of the committee

Offered in the House Finance Subcommittee  
On the University of Alaska

BY REPRESENTATIVE JOHN DAVIES

The House Finance Subcommittee on the University of Alaska supports fully funding the request of the President of the University of Alaska and the Board of Regents for the FY 2001 Operating Budget.

### Agency Totals - FY01 Operating Budget

Agency: University of Alaska

	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPin</u>	<u>HouseSC</u>	<u>00MgtPin to HouseSC</u>	
<b>Totals for Agency</b>	<b>399,184.0</b>	<b>469,565.9</b>	<b>469,565.9</b>	<b>466,695.9</b>	<b>-2,870.0</b>	<b>-0.6%</b>
<u>Objects of Expenditure:</u>						
Personal Services	222,284.8	243,842.8	243,551.3	243,266.0	-285.3	-0.1%
Travel	10,463.5	8,515.5	8,515.5	8,505.9	-9.6	-0.1%
Contractual	85,666.2	119,289.0	119,487.1	119,209.2	-277.9	-0.2%
Commodities	41,908.9	48,120.7	48,120.7	47,408.4	-712.3	-1.5%
Equipment	13,265.7	5,907.4	5,907.4	4,655.1	-1,252.3	-21.2%
Lands/Buildings	3,463.7	15.0	15.0	15.0	0.0	0.0%
Grants, Claims	13,582.8	11,304.8	11,304.8	11,304.8	0.0	0.0%
Miscellaneous	8,548.4	32,570.7	32,664.1	32,331.5	-332.6	-1.0%
<u>Funding Sources:</u>						
1001 CBR Fund	594.9	2,870.0	2,870.0	0.0	-2,870.0	-100.0%
1002 Fed Rcpts	49,522.9	63,434.2	63,434.2	63,434.2	0.0	0.0%
1003 G/F Match	2,777.3	2,777.3	2,777.3	2,777.3	0.0	0.0%
1004 Gen Fund	163,401.3	169,366.0	169,366.0	169,366.0	-0.0	-0.0%
1007 I/A Rcpts	29,388.4	34,564.9	34,564.9	34,564.9	0.0	0.0%
1010 UA/INT INC	2,208.3	3,833.7	3,833.7	3,833.7	0.0	0.0%
1015 UA/DFA SVC	29,136.8	33,395.3	33,395.3	33,395.3	0.0	0.0%
1025 Sci/Tech	2,630.0	2,630.0	2,630.0	2,630.0	0.0	0.0%
1037 GF/MH	200.8	200.8	200.8	200.8	0.0	0.0%
1038 UA/STF SVC	48,685.0	59,043.9	59,043.9	59,043.9	-0.0	-0.0%
1039 UA/ICR	14,646.7	19,382.2	19,382.2	19,382.2	0.0	0.0%
1048 Univ Rcpt	54,358.3	74,491.3	74,491.3	74,491.3	0.0	0.0%
1061 CIP Rcpts	1,633.3	3,576.3	3,576.3	3,576.3	0.0	0.0%
<u>Positions:</u>						
Perm Full Time	3,387.0	3,387.0	3,387.0	3,387.0	0.0	0.0%
Perm Part Time	233.0	233.0	233.0	233.0	0.0	0.0%
Non-Perm	0.0	0.0	0.0	0.0	0.0	%

## Component Summary - FY01 Operating Budget

Agency: University of Alaska

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC
<b>University of Alaska</b>						
1	Systemwide Reduction/Additions		400.0	125.0	125.0	0.0 0.0%
2	ACCFT Contract Provisions		0.0	0.0	0.0	0.0 0.0%
3	United Academics Contract Prov		0.0	0.0	0.0	0.0 0.0%
4	CEA Contract Provisions		-0.0	-0.0	-0.0	0.0 0.0%
5	Salary Adjust Non-Covered		-0.0	-0.0	-0.0	0.0 0.0%
6	United Academics - Adjuncts		0.0	0.0	0.0	0.0 0.0%
8	Library Materials	46.5				0.0 0.0%
9	Unalloc Reductions/Additions		-0.0	-0.0	-0.0	0.0 0.0%
	* BRU Total	46.5	400.0	125.0	125.0	0.0 0.0%
<b>Statewide Programs and Services</b>						
10	Statewide Services	16,018.8	21,011.6	21,206.4	21,206.4	0.0 0.0%
11	Statewide Networks	9,297.9	9,757.0	9,750.6	9,750.6	-0.0 -0.0%
	* BRU Total	25,316.7	30,768.6	30,957.0	30,957.0	-0.0 -0.0%
<b>University of Alaska Anchorage</b>						
12	Anchorage Campus	117,618.6	132,017.1	132,264.9	132,264.9	0.0 0.0%
13	Kenai Peninsula College	5,844.0	6,384.9	6,355.6	6,355.6	0.0 0.0%
14	Kodiak College	2,306.9	2,599.9	2,623.1	2,623.1	-0.0 -0.0%
15	Matanuska-Susitna College	4,361.7	4,618.1	4,595.9	4,595.9	0.0 0.0%
16	Prince Wm Sound Comm College	4,032.5	4,705.9	4,689.7	4,689.7	0.0 0.0%
	* BRU Total	134,163.7	150,325.9	150,529.2	150,529.2	-0.0 -0.0%
<b>University of Alaska Fairbanks</b>						
17	Alaska Cooperative Extension	5,553.0	6,170.0	6,149.4	6,149.4	0.0 0.0%
18	Bristol Bay Campus	1,087.6	1,210.3	1,204.8	1,204.8	0.0 0.0%
19	Chukchi Campus	630.1	942.9	667.1	667.1	0.0 0.0%
20	Fairbanks Campus	123,808.6	148,951.2	149,035.2	149,035.2	-0.0 -0.0%
21	Fairbanks Organized Research	68,976.9	84,210.4	84,099.6	84,099.6	0.0 0.0%
22	Interior-Aleutians Campus	2,024.1	1,751.2	1,740.8	1,740.8	0.0 0.0%
23	Kuskokwim Campus	3,019.3	3,438.9	3,420.4	3,420.4	0.0 0.0%

## Component Summary - FY01 Operating Budget

Agency: University of Alaska

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC	
<b>University of Alaska Fairbanks</b>							
24	Northwest Campus	1,373.5	1,567.1	1,556.4	1,556.4	0.0	0.0%
25	Rural College	3,408.0	3,049.0	3,030.1	3,030.1	0.0	0.0%
26	Tanana Valley Campus	4,506.8	5,102.6	5,133.5	5,133.5	0.0	0.0%
	* BRU Total	214,387.9	256,393.6	256,037.3	256,037.3	-0.0	-0.0%
<b>University of Alaska Southeast</b>							
27	Juneau Campus	17,844.8	21,071.2	21,342.0	21,342.0	-0.0	-0.0%
28	Ketchikan Campus	2,557.8	2,830.9	2,815.2	2,815.2	0.0	0.0%
29	Sitka Campus	4,271.7	4,905.7	4,890.2	4,890.2	0.0	0.0%
	* BRU Total	24,674.3	28,807.8	29,047.4	29,047.4	-0.0	-0.0%
<b>Y2K Supplemental</b>							
7	Y2K Appropriation	594.9	2,870.0	2,870.0	0.0	-2,870.0	-100.0%
	* BRU Total	594.9	2,870.0	2,870.0	0.0	-2,870.0	-100.0%
	<b>*** Total Agency Expenditure</b>	<b>399,184.0</b>	<b>469,565.9</b>	<b>469,565.9</b>	<b>466,695.9</b>	<b>-2,870.0</b>	<b>-0.6%</b>
	Federal Restricted Funds	49,522.9	63,434.2	63,434.2	63,434.2	0.0	0.0%
	General Purpose Funds	166,379.4	172,344.1	172,344.1	172,344.1	-0.0	-0.0%
	Other Funds	183,281.7	233,787.6	233,787.6	230,917.6	-2,870.0	-1.2%

## Component Summary - FY01 Operating Budget

**Gen Purpose fund group Only**

**Agency: University of Alaska**

Page	Budget Component	FY99 Act	FY00Auth	00MgtPln	HouseSC	00MgtPln to HouseSC
<b>University of Alaska</b>						
1	Systemwide Reduction/Additions		400.0	125.0	125.0	0.0 0.0%
2	ACCFT Contract Provisions		0.0	0.0	0.0	0.0 0.0%
3	United Academics Contract Prov		0.0	0.0	0.0	0.0 0.0%
4	CEA Contract Provisions		-0.0	-0.0	-0.0	0.0 0.0%
5	Salary Adjust:Non-Covered		-0.0	-0.0	-0.0	0.0 0.0%
6	United Academics - Adjuncts		0.0	0.0	0.0	0.0 0.0%
8	Library Materials	46.5				0.0 0.0%
9	Unalloc Reductions/Additions		-0.0	-0.0	-0.0	0.0 0.0%
	* BRU Total	46.5	400.0	125.0	125.0	0.0 0.0%
<b>Statewide Programs and Services</b>						
10	Statewide Services	6,061.3	7,385.2	7,580.0	7,580.0	-0.0 -0.0%
11	Statewide Networks	4,634.2	4,332.0	4,325.6	4,325.6	0.0 0.0%
	* BRU Total	10,695.5	11,717.2	11,905.6	11,905.6	-0.0 -0.0%
<b>University of Alaska Anchorage</b>						
12	Anchorage Campus	50,878.7	52,569.7	52,817.5	52,817.5	0.0 0.0%
13	Kenai Peninsula College	3,354.6	3,423.8	3,394.5	3,394.5	0.0 0.0%
14	Kodiak College	1,707.6	1,744.0	1,767.2	1,767.2	0.0 0.0%
15	Matanuska-Susitna College	2,426.8	2,464.4	2,442.2	2,442.2	0.0 0.0%
16	Prince Wm Sound Comm College	1,557.9	1,590.6	1,574.4	1,574.4	0.0 0.0%
	* BRU Total	59,925.6	61,792.5	61,995.8	61,995.8	0.0 0.0%
<b>University of Alaska Fairbanks</b>						
17	Alaska Cooperative Extension	2,790.4	2,761.8	2,741.2	2,741.2	-0.0 -0.0%
18	Bristol Bay Campus	729.9	731.3	725.8	725.8	0.0 0.0%
19	Chukchi Campus	575.6	798.6	522.8	522.8	0.0 0.0%
20	Fairbanks Campus	61,940.6	61,650.0	61,734.0	61,734.0	0.0 0.0%
21	Fairbanks Organized Research	8,188.4	10,290.6	10,179.8	10,179.8	0.0 0.0%
22	Interior-Aleutians Campus	892.7	1,074.2	1,063.8	1,063.8	0.0 0.0%
23	Kuskokwim Campus	1,868.9	1,900.8	1,882.3	1,882.3	-0.0 -0.0%

**Component Summary - FY01 Operating Budget**

**Gen Purpose fund group Only**

**Agency: University of Alaska**

<u>Page</u>	<u>Budget Component</u>	<u>FY99 Act</u>	<u>FY00Auth</u>	<u>00MgtPln</u>	<u>HouseSC</u>	<u>00MgtPln to HouseSC</u>	
<b>University of Alaska Fairbanks</b>							
24	Northwest Campus	1,174.4	1,294.0	1,283.3	1,283.3	0.0	0.0%
25	Rural College	2,004.7	2,072.1	2,053.2	2,053.2	-0.0	-0.0%
26	Tanana Valley Campus	2,059.2	2,025.8	2,056.7	2,056.7	0.0	0.0%
	* BRU Total	82,224.8	84,599.2	84,242.9	84,242.9	-0.0	-0.0%
<b>University of Alaska Southeast</b>							
27	Juneau Campus	10,237.8	10,538.3	10,809.1	10,809.1	0.0	0.0%
28	Ketchikan Campus	1,468.7	1,494.0	1,478.3	1,478.3	-0.0	-0.0%
29	Sitka Campus	1,780.5	1,802.9	1,787.4	1,787.4	0.0	0.0%
	* BRU Total	13,487.0	13,835.2	14,074.8	14,074.8	0.0	0.0%
	<b>*** Total Agency Expenditure</b>	<b>166,379.4</b>	<b>172,344.1</b>	<b>172,344.1</b>	<b>172,344.1</b>	<b>0.0</b>	<b>0.0%</b>