

**SB**

**283**

**(1 of 3)**

**SFIN**

**FILE**

## SENATE FINANCE COMMITTEE REPORT First Committee of Referral

REPORTED OUT  
FEB 11 2004  
SENATE FINANCE  
COMMITTEE

DATE: 1/28/04

FURTHER:

Date of 5-Day Notice: \_\_\_\_\_  
(in accordance with Uniform Rule 23)

DATE TURNED  
IN TO OFFICE: 2/11/04

Finance Committee considered                      SENATE BILL NO. 283

SB 283 APPROP: REVERSE 2003 CBR SWEEP

"An Act making an appropriation to reverse the deposit of money available for appropriation in the general fund at the end of fiscal year 2003 into the constitutional budget reserve fund; making an appropriation under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund; and providing for an effective date."

and recommends:

- be replaced with \_\_\_\_\_ CS SB 283 (FIN)
- adopt previous \_\_\_\_\_ CS \_\_\_\_\_ (\_\_\_\_\_)
- attached amendment(s)
- adopt Letter of Intent by \_\_\_\_\_ Committee
- further referral to \_\_\_\_\_ Committee

**Senate Bill:**  
 Same Title  
 New Title

**House Bill:**  
 Same Title  
 Technical Title Change  
 New Title w/ SCR # \_\_\_\_\_

**NEW FISCAL NOTE(S):**

Department	Date	Fiscal	Zero	Indet.	FN#

**PREVIOUS FISCAL NOTE(S):**

Department	Date	Fiscal	Zero	Indet.	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
<i>[Signature]</i>			<input checked="" type="checkbox"/>	
<i>[Signature]</i>	<input checked="" type="checkbox"/>			
<i>[Signature]</i>	<input checked="" type="checkbox"/>			
COCHAIR: <i>[Signature]</i>	<input checked="" type="checkbox"/>			
COCHAIR: <i>[Signature]</i>	<input checked="" type="checkbox"/>			

ADOPTED 2/11/04

WORK DRAFT

WORK DRAFT

WORK DRAFT

23-LS1553\D  
Utermohle  
2/3/04

CS FOR SENATE BILL NO. 283(FIN)  
IN THE LEGISLATURE OF THE STATE OF ALASKA  
TWENTY-THIRD LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): SENATORS HOFFMAN, Therriault, Green, Ben Stevens, Elton, Ellis

A BILL  
FOR AN ACT ENTITLED

1 "An Act making an appropriation to reverse the deposit of money available for  
2 appropriation in the general fund at the end of fiscal year 2003 into the constitutional  
3 budget reserve fund; making an appropriation for investment management fees for the  
4 constitutional budget reserve fund; making appropriations under art. IX, sec. 17(c),  
5 Constitution of the State of Alaska, from the constitutional budget reserve fund; and  
6 providing for an effective date."

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

8 \* Section 1. CONSTITUTIONAL BUDGET RESERVE FUND. (a) Deposits in the  
9 budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for fiscal year 2003  
10 that were made from subfunds and accounts other than the operating general fund (state  
11 accounting system fund number 11100) by operation of art. IX, sec. 17(d), Constitution of the  
12 State of Alaska, to repay appropriations from the budget reserve fund are appropriated from  
13 the budget reserve fund to the subfunds and accounts from which they were transferred.

1           (b) The sum of \$125,000 is appropriated from the budget reserve fund (art. IX,  
2           sec. 17, Constitution of the State of Alaska) to the Department of Revenue, treasury  
3           division, for the fiscal year ending June 30, 2004, for investment management fees for  
4           the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

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

7           \* Sec. 2. RETROACTIVITY. Section 1 of this Act is retroactive to July 1, 2003.

8           \* Sec. 3. This Act takes effect immediately under AS 01.10.070(c).

**CBR Sweep Summary - DRAFT**

		FY04	FY04	FY04	Minimum	Fall 2003	Notes If Revenue not equal to Appropriation	
Fund	FY04 Appropriation	FY04 Revenue	Revenue Shortfall	Amount Swept	Reverse Amount	Potential Sweep Balance		
<b>No Reversal Necessary</b>								
1	FHWA Airspace leases			\$19,049	\$0	\$19,049		
2	State Forestation Fund			\$194		\$194		
3	AMHS Replacement Fund			\$0		\$0		
4	Education Facility Maintenance/Construction Fund			\$0		\$0		
	<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$19,243</b>	<b>\$0</b>	<b>\$19,243</b>		
<b>Reversal Necessary to Support FY 04 Appropriation Level and Future Year Spending</b>								
5	Voc Rehab Small Business Enterprise Revolving Loan Fund	\$365,000	\$230,000	\$135,000	\$121,587	\$121,587	\$0	5/ \$13,413 Shortage does not appear to be a problem; actual expenditures are lower than authorization
6	Alaska Historical Commission	\$0	\$0	\$0	\$85,302	\$0	\$85,302	6/ \$0 Extra sweep supports future appropriations.
7	Oil/Haz Substance Release Accounts	\$20,171,600	\$9,232,900	\$10,938,700	\$18,349,829	\$10,938,700	\$7,411,129	1/ \$0 Extra sweep supports future appropriations.
8	Employment Assistance & Training (STEP)	\$5,639,700	\$4,650,000	\$989,700	\$1,947,655	\$989,700	\$957,955	3/ \$0 See footnote
9	Workers Safety/Comp Account	\$4,139,400	\$4,139,400	\$0	\$4,547,743	\$0	\$4,547,743	4/ \$0 See footnote
10	Commercial Passenger Vessel Env. Compliance Fund	\$706,900	\$706,900	\$0	\$1,099,965	\$706,900	\$393,065	5/ -\$706,900 Revenue received late in year and funds FY05
11	Tobacco Ed/Cessation Fund	\$5,395,600	\$4,295,600	\$1,100,000	\$1,260,524	\$1,100,000	\$160,524	5/ \$0 Extra sweep supports future appropriations.
12	Bldg Safety Account	\$1,603,700	\$1,508,000	\$95,700	\$92,843	\$92,843	\$0	\$2,857 Small shortfall is not a problem
13	Alcohol/Drug Abuse Trtmt/Prevention Fund	\$21,400,000	\$15,300,000	\$6,100,000	\$6,191,229	\$6,100,000	\$91,229	5/ \$0 Extra sweep supports future appropriations.

				FY04		Minimum	Fall 2003	Notes if Revenue not equal to Appropriation		
		FY04	FY04	Revenue	Amount	Reverse	Potential			
Fund	Appropriation	Revenue	Shortfall	Swept	Amount	Sweep Balance				
14	Land Disposal Income Fund	\$7,818,500	\$4,318,500	\$3,500,000	\$5,048,554	\$3,500,000	\$1,548,554	7/	\$0	Extra sweep supports future appropriations.
15	AMHS Fund	\$86,945,400	\$82,945,400	\$4,000,000	\$9,277,305	\$4,000,000	\$5,277,305		\$0	The extra sweep amount is to load the fund for FY05. FY05 will be shortfunded without full reversal.
	Total	\$154,185,800	\$127,326,700	\$26,859,100	\$48,022,536	\$27,549,730	\$20,472,806		-\$690,630	
<b>Reverse to Restore Balance - So Available in FY 05</b>										
16	Debt Retirement Fund	\$53,820,600	\$61,747,107	\$0	\$7,926,507	\$7,926,507	\$0	2/	-\$7,926,507	The extra sweep amount is to load the fund for FY05. FY05 will be shortfunded without full reversal.
17	Ak Tech Voc Ed Pgm Fund (TVEP)	\$4,561,500	\$4,561,500	\$0	\$913,590	\$913,590	\$0	3/	-\$913,590	See footnote
	Total -	\$58,382,100	\$66,308,607	\$0	\$8,840,097	\$8,840,097	\$0		-\$16,766,604	
<b>Reverse to Restore Prior Year Account Balances over \$999 to Communities</b>										
18	Municipal Capital Matching Grants (sum of 2 grant programs)	\$0	\$0	\$0	\$2,301,844	\$2,158,525	\$143,319		-\$2,158,525	Expenditure would require a supplemental appropriation. Potential sweep amount affects accounts less than \$1000.
<b>Policy Call</b>										
19	Railbelt Energy Fund	\$0	\$0	\$0	\$29,571,811		\$29,571,811		\$0	
	Grand Total	\$212,567,900	\$193,635,307	\$26,859,100	\$88,755,531	\$38,548,352	\$50,207,179		-\$19,615,759	
<b>Notes:</b>										
1/	Department requests full amount be reversed to support future year spending; annual revenue not sufficient to maintain current spending level.									
2/	Reversal will make the funding available to pay FY 05 debt costs.									
3/	Since fund is a diversion of monies that would otherwise go into the unemployment insurance trust fund, reverse full amount.									
4/	Since fund is a diversion of workers compensation tax monies assessed against insured and self-insured employers, reverse full amount.									
5/	Reversal of full amount will make the funding available to pay FY 05 costs and ease fund cash flow.									
6/	Department requests full amount be reversed to support future year spending.									
7/	Department requests full amount be reversed to support FY 04 and FY 05 costs, including FY 05 debt.									

**GENERAL FUND**

**SWEEPABLE SUBFUND AVAILABLE BALANCES SWEEP INTO THE CBR**

FUND NO.	ACCT NO.	DESCRIPTION	TOTAL Unexpended Unobligated Balance Swept	FY 04 Approp From the Fund
<b>SUBFUNDS</b>				
11126	10705	FHWA-AIRSPACE LEASES	19,049.22	0.00
12130	10741	STATE REFORESTATION	193.67	0.00
11137	10731	AMHS VESSEL REPLACEMENT	0.00	0.00
11142	10843	ED FAC MAINT & CONST	0.00	0.00
11116	10723	VOC REHAB SMALL BUS ENT RLF	121,587.19	365,000.00
11111	10717	AK HISTORICAL COMMISSION	85,301.62	0.00
11122	10708	OHSR PREVENTION ACCT	15,509,734.32	20,171,600.00
11139	10818	PREVENTION MITIGATION ACCT	2,741,388.70	for all 3
11153	10868	RESPONSE MITIGATION ACCT	98,706.41	accounts
11134	10713	EMPLOYMENT ASSIST & TRAINING	1,947,655.00	5,639,700.00
11173	10932	WORKERS SAFETY AND COMP FUND	4,547,743.00	4,139,400.00
11174	10935	COMMERCIAL PASSENGER VESSEL ENVIRON COMP	1,099,965.00	706,900.00
11175	10939	TOBACCO USE EDUCATION	1,260,524.73	5,395,600.00
11177	10955	BUILDING SAFETY ACCOUNT	92,843.00	1,603,700.00
11178	10956	ALCOHOL & OTHER DRUG ABUSE TREAT & PREV	6,191,229.00	21,400,000.00
11164	10911	LAND DISPOSAL INCOME FUND	5,048,554.33	7,818,500.00
12135	10732	AK MARINE HWY FUND	9,277,305.42	86,945,400.00
11138	10964	AK DEBT RETIREMENT FUND	7,926,507.00	53,820,600.00
11166	10913	AK TECH & VOC ED FUND	913,590.00	4,561,500.00
11146	10849	MUNI CIP MATCHING GRANT FUND	1,164,584.31	0.00
11147	10851	UNINCORP CIP MATCH GRANT FUND	1,137,260.00	0.00
11123	10728	RAILBELT ENERGY FUND	29,571,811.00	0.00
TOTAL			<u>88,755,532.92</u>	<u>212,567,900.00</u>

SENATE FINANCE COMMITTEE

SIGN-IN

**SB 283-APPROP: REVERSE 2003 CBR SWEEP**

NAME: Susan Taylor Subject/Bill No: \_\_\_\_\_  
Co./Dept./Title: Revenue, Admin Svcs Director Phone: 465-2312  
Address: \_\_\_\_\_ Zip: \_\_\_\_\_  
Do you wish to testify?  Yes  No  Respond To Questions

NAME: \_\_\_\_\_ Subject/Bill No: \_\_\_\_\_  
Co./Dept./Title: \_\_\_\_\_ Phone: \_\_\_\_\_  
Address: \_\_\_\_\_ Zip: \_\_\_\_\_  
Do you wish to testify?  Yes  No  Respond To Questions

NAME: \_\_\_\_\_ Subject/Bill No: \_\_\_\_\_  
Co./Dept./Title: \_\_\_\_\_ Phone: \_\_\_\_\_  
Address: \_\_\_\_\_ Zip: \_\_\_\_\_  
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Do you wish to testify?  Yes  No  Respond To Questions