

Leg. Finance - Finance Comte Files (1971-72) 8879

HB 58 cont.

1	Special Funds		
2	Second Injury Reserve	\$	120,000
3	Sick & Disabled Fishermen's		213,600
4	General Fund		1,369,300
5	Department of Commerce		
6	Regulation of Business		
7	Office of Commissioner	\$	191,000
8	Banking, Securities, etc.		256,500
9	Insurance		199,800
10	Weights & Measures		400,100
11	Occupational Licensing		321,200
12	Regulation of Public Service		
13	Utilities		636,500
14	Transportation		523,300
15	Veterans Loan Administration		264,300
16	Veterans Service Council		<u>34,500</u>
17	Total - Department of Commerce	\$	<u>2,827,200</u>
18	Fund Source - Special Funds		
19	Veterans Revolving Loan	\$	264,300
20	General Fund		2,562,900
21			
			<u>PUBLIC PROTECTION</u>
22	Department of Military Affairs		
23	Alaska National Guard	\$	1,142,700
24	Alaska Disaster Office		414,700
25	Civil Air Patrol		<u>92,600</u>
26	Total - Department of Military Affairs	\$	<u>1,650,000</u>
27	Fund Source - Federal Receipts	\$	693,200
28	Inter-Agency Receipts		9,000
29	General Fund		947,800

1	Department of Public Safety		
2	General Administration	\$	173,900
3	Technical Services		706,700
4	State Troopers		5,852,100
5	Fire Prevention		<u>264,100</u>
6	Total - Department of Public Safety	\$	<u>6,996,800</u>
7	Fund Source - Inter-Agency Receipts	\$	159,100
8	General Fund		6,837,700
9	<u>CONSERVATION, NATURAL RESOURCES AND DEVELOPMENT</u>		
10	Department of Natural Resources		
11	Administration	\$	260,100
12	Land Management		2,252,800
13	Geological Survey		775,000
14	Oil & Gas		423,000
15	Agriculture		
16	Office of Director		106,500
17	Plant Industry		51,600
18	Animal Industry		261,800
19	Loan Fund Administration		76,300
20	Loan Fund Capital		200,000
21	Small Grain Incentive		80,000
22	Parks		
23	Office of Director		171,500
24	Planning		94,800
25	Operations & Maintenance		425,800
26	Construction		86,500
27	Geophysical Program		250,000
28	Pipeline Construction Monitoring		<u>250,000</u>
29	Total - Department of Natural Resources	\$	<u>5,765,700</u>

1	Fund Source - Federal Receipts		\$	308,400
2	Inter-Agency Receipts			282,000
3	Special Fund			
4	Agricultural Revolving Loan			76,300
5	General Fund			5,099,000
6	Department of Fish and Game			
7	Administration			
8	Office of Commissioner	\$		228,900
9	Board of Fish & Game			31,100
10	Administration			839,300
11	Information & Education			101,600
12	Hatchery Services			253,400
13	Habitat			213,900
14	Commercial Fisheries			
15	Management			2,095,400
16	Research			1,052,000
17	Research & Development			363,300
18	Anadromous Fish			500,000
19	Test Fish			71,900
20	Game			
21	Management			219,900
22	Federal Aid			2,576,700
23	Sport Fish			
24	Management			583,300
25	Federal Aid			893,400
26	Sport Fish Stocking			60,700
27	Protection			2,064,800
28	King Crab Control Board			95,500
29	Bounty Payments			25,000

1	Stream Rehabilitation Program	\$	770,000	
2	Total - Department of Fish and Game	\$	<u>13,040,100</u>	
3	Fund Source - Federal Receipts			\$ 3,620,400
4	Program Receipts			109,500
5	Inter-Agency Receipts			74,500
6	Special Funds			
7	Fish & Game			1,917,000
8	General Fund			7,318,700
9	Department of Economic Development			
10	Office of Commissioner	\$	212,700	
11	Industrial Development		302,400	
12	Travel Division		950,300	
13	Small Business Development		<u>37,500</u>	
14	Total - Department of Economic Development	\$	<u>1,502,900</u>	
15	Fund Source - General Fund			\$ 1,502,900
16	<u>TRANSPORTATION, COMMUNICATIONS AND BUILDING SERVICES</u>			
17	Department of Public Works			
18	Commissioner's Office	\$	136,700	
19	Administration		582,300	
20	Aviation			
21	Administration		443,800	
22	Airport Operations		3,450,000	
23	Anchorage International		4,975,000	
24	Fairbanks International		1,759,000	
25	Design Administration		297,000	
26	Construction Engineering		118,700	
27	Buildings			
28	Director's Office		135,000	
29	Custodial		410,400	

1	Maintenance	\$ 3,300,000	
2	Planning & Design	283,900	
3	Construction	284,900	
4	Communications	900,000	
5	Marine Transportation		
6	Administration	1,322,500	
7	Southeast Systems		
8	Operations	6,499,400	
9	Steward	3,215,700	
10	Southwest Systems		
11	Operations	1,899,800	
12	Steward	<u>458,000</u>	
13	Total - Department of Public Works	<u>\$ 30,473,100</u>	
14	Fund Source - Program Receipts		\$ 210,000
15	Inter-Agency Receipts		3,331,400
16	Special Funds		
17	Int'l Airport Revenue		7,149,300
18	Aviation Fuel Tax		1,561,600
19	General Fund		18,220,800
20	Department of Highways		
21	Administration	\$ 4,885,900	
22	Maintenance	<u>15,700,000</u>	
23	Total - Department of Highways	<u>\$ 20,585,900</u>	
24	Fund Source - Federal Receipts - Forest Highway		
25	Maintenance		\$ 200,000
26	Program Receipts		117,500
27	Inter-Agency Receipts		282,600
28	Special Funds		
29	1970 Highway Construction		750,000

1	Highway Fuel Tax Account		\$ 9,417,000
2	General Fund		9,818,800
3		<u>DEBT SERVICE</u>	
4	Bond Committee		
5	General Obligation Bonds	\$ 19,600,000	
6	Revenue Bonds	<u>1,710,000</u>	
7	Total - Bond Committee	\$ 21,310,000	
8	Fund Source - General Fund		\$ 19,213,000
9	School Fund (Cigarette Tax)		387,000
10	International Airport Revenue Fund		1,710,000
11		<u>SALARY INCREASE AND OTHER ADJUSTMENTS</u>	
12	Department of Administration		
13	To Cover Costs of Salary Increases		
14	Per Annual Salary Survey	\$ 3,875,000	
15	Fund Source - General Fund		\$ 3,600,000
16	Teachers Retirement System Fund		3,200
17	Public Employees Retirement Fund		2,300
18	Veterans Revolving Loan Fund		10,200
19	Agricultural Loan Fund		2,000
20	Fish and Game Fund		57,500
21	International Airport Revenue Fund		199,000
22	FICA Administration Fund Reserve		
23	Account		800
24	The sum appropriated to the Department of Administration for added		
25	costs of salary increases may be allotted to the 1971-72 operating		
26	programs for all state agencies and the court system, if required.		
27	Department of Administration		
28	To Cover Costs of Certain State Employees		
29	Coverage Under Employment		

1	Security Benefits	\$ 75,000	
2	Fund Source - General Fund		\$ 75,000
3	TOTAL OPERATING BUDGET	\$349,238,500	
4	Fund Source - General Fund		\$268,420,900
5	Aviation Fuel Tax Account		1,561,600
6	Highway Fuel Tax Account		9,417,000
7	Federal Program Receipts		49,684,400
8	Other Program Receipts		792,100
9	1970 Highway Construction Fund		750,000
10	Public Employees' Retirement Fund		155,600
11	Teachers' Retirement Fund		166,100
12	Veterans' Loan Fund		274,500
13	Agricultural Revolving Loan Fund		78,300
14	Fish and Game Fund		1,974,500
15	International Airport Revenue Fund		9,058,300
16	School Fund (Cigarette Tax)		387,000
17	FICA Administration Fund Reserve Account		19,200
18	Special Surplus Property Revolving Reserve		
19	Account		138,500
20	Small Business Enterprise Revolving Fund		
21	Reserve Account		1,500
22	Second Injury Fund Reserve Account		120,000
23	Sick and Disabled Fishermen's Fund		
24	Reserve Account		213,600
25	Inter-Agency Receipts		6,025,400

26 \* Sec. 8. The following appropriations are made from taxes and revenues  
27 for the fiscal year beginning July 1, 1971 and ending June 30, 1972 to be  
28 distributed among the eligible political subdivisions of the state according  
29 to the statutes and regulations authorizing the apportionments.

1	Alaska Business License Tax	\$ 2,668,400	
2	Aviation Fuel Tax	88,400	
3	Electric and Telephone Coopera-		
4	tive tax	380,500	
5	Fish Processors Taxes	408,400	
6	Liquor Licenses	400,300	
7	Amusement and Gaming Devices Tax	53,000	
8	National Forest Receipts	284,500	
9	Cigarette Tax	<u>1,548,000</u>	
10	TOTAL, SHARED TAXES AND REVENUES	\$ 5,831,500	

11	Fund Source - General Fund		\$ 4,195,100
12	Aviation Fuel Tax Account		88,400
13	School Fund (Cigarette Tax)		1,548,000

14 \* Sec. 9. The following appropriations are made for capital projects and  
15 are effective on the day after passage and approval of this Act or on the  
16 day it becomes law without approval:

17 Office of the Governor

18 Alaska State Museum:

19 Totem pole restoration projects:

20	City of Ketchikan	\$ 146,000	
21	Port Chilkoot	20,000	
22	Saxman Park	10,000	
23	Hydaburg	15,000	
24	Klawock	<u>20,000</u>	

25 Total- Office of the Governor \$ 211,000

26 Fund Source - General Fund \$ 211,000

27 Department of Administration

28	Kodiak, Erskine House roof repair	\$ 9,000	
29	St. Michael's Cathedral Fund, Sitka	50,000	

1	Urban Renewal Project, North		
2	Star Borough	\$	270,000
3	Water Project, Bethel		<u>50,000</u>
4	Total - Department of Administration	\$	<u>379,000</u>
5	Fund Source - General Fund		\$ 379,000
6	Department of Education		
7	Haines Academic School Facilities	\$	750,000
8	Nenana High School Multipurpose		
9	Facility		850,000
10	Galena, two relocatable classrooms		150,000
11	Healy Multipurpose Facility		400,000
12	Nome Elementary School Addition		<u>1,553,000</u>
13	Total - Department of Education	\$	<u>3,703,000</u>
14	Fund Source - General Fund		\$ 3,703,000
15	Department of Health and Welfare		
16	Recreational Camp, Harborview		
17	Hospital, Valdez	\$	40,000
18	Alaska Treatment Center for		
19	Crippled Children and Adults,		
20	Hospital Facility, Anchorage		<u>150,000</u>
21	Total - Department of Health & Welfare	\$	<u>190,000</u>
22	Fund Source - General Fund		\$ 190,000
23	Department of Natural Resources		
24	Haines State Fair Building	\$	50,000
25	Ninilchik State Fair Building		50,000
26	Matanuska State Fair Building, Palmer		50,000
27	Tanana State Fair Building, Fairbanks		<u>50,000</u>
28	Total-Department of Natural Resources	\$	<u>200,000</u>
29	Fund Source - General Fund		\$ 200,000

1	Department of Fish and Game		
2	Fisheries Rehabilitation Program	\$	180,000
3	Fund Source - General Fund		\$ 180,000
4	Department of Economic Development		
5	Municipal, Civic Convention, and		
6	Community Recreation Center		
7	Planning	\$	200,000
8	Fund Source - General Fund		\$ 200,000
9	Department of Public Works		
10	International, Trunk and Secondary		
11	Airport Projects	\$	22,917,400
12	State Building Project: Site		
13	Improvements and Land Acquisition		600,000
14	Water and Harbor Projects and Facilities at:		
15	Nome (dredging) Harbor		
16	Metlakatla Harbor		
17	Cordova Harbor		
18	Kake Harbor		
19	King Cove Harbor		
20	Kenai Harbor		
21	Tenakee Harbor		
22	Juneau Harbor		
23	Kasaan Harbor		
24	Anchorage Harbor		
25	Hoonah Harbor		
26	Port Alexander Harbor		
27	Ketchikan Harbor		
28	Wrangell Harbor		
29	Hollis-Craig Harbor		

1	Auke Bay Harbor		
2	Knudson Cove Harbor		
3	Kodiak Harbor		
4	Haines (dredging) Harbor		
5	Anton Larson Bay Harbor		
6	Boat Launching Ramps		
7	Emergency repairs		
8	Administration and General		
9	Engineering	\$ 2,893,000	
10	Total - Department of Public Works	<u>\$ 26,410,400</u>	
11	Fund Source - General Fund		\$ 600,000
12	Watercraft Fuel Tax Account		2,758,000
13	Federal Program Receipts		22,529,900
14	Inter-Agency Receipts		135,000
15	International Airport Revenue Fund		387,500
16	Department of Highways		
17	Federal Highways and Ferry Aid		
18	Program	\$ 91,500,000	
19	Fund Source - Federal Program Receipts		\$ 91,500,000
20	TOTAL - CAPITAL BUDGET	\$122,973,400	
21	Fund Source - General Fund		\$ 5,663,000
22	Watercraft Fuel Tax Account		2,758,000
23	Federal Program Receipts		114,029,900
24	International Airport Revenue Fund		387,500
25	Inter-Agency Receipts		135,000
26	* Sec. 10. The sum of \$8,093,000 is appropriated from working capital		
27	funds for the period beginning July 1, 1971 and ending June 30, 1972.		
28	Department of Highways		
29	Equipment, Operation and		

1	Maintenance	\$ 6,514,500
2	Equipment Purchase	<u>1,578,500</u>
3	Total - Department of Highways	\$ 8,093,000
4	Fund Source - Equipment Working Capital Fund	\$ 8,093,000

5 \* Sec. 11. If federal program receipts or other program receipts exceed  
6 the estimates appropriated by this Act and are appropriated to the affected  
7 program, the appropriation from state funds for the affected program shall  
8 be reduced by the amount of the excess provided the reductions are not  
9 inconsistent with applicable federal statutes. However, if the program  
10 receipts, other than federal receipts, support programs that provide services  
11 for all state agencies, they may be made available for expenditure by a  
12 budget amendment approved by the governor and the Legislative Budget and  
13 Audit Committee. The governor shall report the budget amendments allowed by  
14 this section to the Second Session of the Seventh Legislature.

15 \* Sec. 12. If federal program receipts or other program receipts not  
16 appropriated by this Act and not requiring state matching money are received  
17 by a department, office or agency of the state during the fiscal period  
18 covered by this Act, they may be appropriated and made available for expendi-  
19 ture by a budget amendment approved by the governor and the Legislative  
20 Budget and Audit Committee. The governor shall report the budget amendments  
21 allowed under this section to the First Session of the Eighth Legislature.

22 \* Sec. 13. If federal program receipts or other program receipts fall  
23 short of the estimates appropriated by this Act, the governor shall reduce  
24 the affected appropriation by the amount of the short fall in receipts.

25 \* Sec. 14. Adjustments may be made in the appropriations from a working  
26 capital fund for the fiscal period covered by this Act, when necessitated by  
27 changes in requirements for services and supplies. The adjustments shall be  
28 approved by the governor and the Legislative Budget and Audit Committee.

29 \* Sec. 15. (a) If the amount required under applicable statutes for  
FCCS SCS CSHB 58

1 refunds of shared taxes and revenues to eligible political subdivisions  
2 exceeds the estimates appropriated by this Act, the excess is appropriated.

3 (b) Refunds may be made in the manner prescribed by law from any fund  
4 in any amount due.

5 \* Sec. 16. This Act takes effect on the day after its passage and approv-  
6 al or on the day it becomes law without approval.

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Original sponsor: Rules Committee by  
request of the Governor

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

SENATE CS FOR CS FOR HOUSE BILL NO. 58

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SEVENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act appropriating for the operating and capital  
7 expenses of all departments, offices and agencies of  
8 state government; and providing for an effective date."

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

10 \* Section 1. The sum of \$274,928,800 is hereby appropriated from the  
11 general fund and from the unreserved special accounts in the general fund  
12 for the period beginning July 1, 1971 to be apportioned according to the  
13 schedules in secs. 7, 8 and 9 of this Act.

14	General Fund	\$261,376,800
15	Highway Fuel Tax Account	9,417,000
16	Aviation Fuel Tax Account	1,650,000
17	Watercraft Fuel Tax Account	2,485,000

18 \* Sec. 2. The sum of \$492,900 is appropriated from special fund reserve  
19 accounts in the general fund for the period beginning July 1, 1971, to be  
20 apportioned according to the schedules in secs. 7, 8 and 9 of this Act.

21	FICA Administration Fund Reserve Account	\$ 19,300
22	Special Surplus Property Revolving Fund Reserve Account	138,500
23	Small Business Enterprise Revolving Fund Reserve Account	1,500
24	Second Injury Fund Reserve Account	120,000
25	Sick and Disabled Fisherman's Fund Reserve Account	213,600

26 \* Sec. 3. The sum of \$15,395,900 is appropriated from special funds of  
27 the state for the period beginning July 1, 1971 to be apportioned according  
28 to the schedules in secs. 7, 8 and 9 of this Act.

29	Public Employees' Retirement Fund	\$ 156,200
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1	Teachers' Retirement System Fund	\$	166,900
2	Veterans' Revolving Loan Fund		277,100
3	Agricultural Revolving Loan Fund		78,800
4	Fish and Game Fund		1,988,900
5	International Airport Revenue Fund		10,793,000
6	School Fund (Cigarette Tax)		1,935,000

7 \* Sec. 4. The sum of \$163,632,100 is appropriated from federal program  
8 receipts estimated to be received for general fund, special fund and bond  
9 construction fund programs during the fiscal year beginning July 1, 1971,  
10 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
11 subject to provisions of secs. 12 and 13 of this Act.

12 \* Sec. 5. The sum of \$1,542,100 is appropriated from other program re-  
13 ceipts estimated to be received for general fund, special fund or bond  
14 construction fund programs during the fiscal year beginning July 1, 1971,  
15 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
16 subject to provisions of secs. 12 and 13 of this Act.

17 \* Sec. 6. The sum of \$6,535,700 is appropriated from interagency re-  
18 ceipts estimated to be received for general fund, special fund and bond  
19 construction funds during the fiscal year beginning July 1, 1971 to be  
20 apportioned according to the schedules in secs. 7 and 9 of this Act, subject  
21 to provisions of secs. 12 and 13 of this Act.

22 \* Sec. 7. The following appropriations are made for operating expendi-  
23 tures for the fiscal year beginning July 1, 1971 and ending June 30, 1972:

GENERAL GOVERNMENT

25	Office of the Governor		
26	Executive Office	\$	753,200
27	Lt. Governor		378,900
28	Planning & Research		696,100
29	Local Affairs		687,000

1	Rural Development	\$ 455,300	
2	Public Defender	560,100	
3	Criminal Justice	680,000	
4	Human Rights Commission	125,500	
5	State Museum	230,300	
6	Tokyo Office	68,000	
7	Mansion	63,100	
8	Boards & Commissions	591,800	
9	Youth in Government	200,000	
10	Contingency Fund	<u>150,000</u>	
11	Total - Office of the Governor	<u>\$ 5,639,300</u>	
12	Fund Source - General Fund		\$ 4,029,300
13	Federal Program Receipts		1,610,000
14	Department of Administration		
15	Office of Commissioner	\$ 306,100	
16	Personnel	704,700	
17	Budget and Management	403,100	
18	Finance	464,800	
19	Supply	697,800	
20	Data Processing	1,735,600	
21	Pioneer Homes		
22	Sitka	1,012,500	
23	Fairbanks	531,000	
24	Palmer	448,100	
25	Retirement Benefits	342,300	
26	Surplus Property	138,500	
27	Municipal Services - Revenue Sharing	<u>6,500,000</u>	
28	Total - Department of Administration	<u>\$ 13,284,500</u>	
29	Fund Source - Program Receipts		\$ 17,000

1	Inter-Agency Receipts		\$ 411,400
2	Special Funds		
3	Public Employees Retirement		153,300
4	Teachers Retirement		162,900
5	FICA Administration		18,400
6	Surplus Property Account		138,500
7	General Fund		12,383,000
8	Department of Law		
9	Civil and Criminal		
10	Administration and Operation	\$ 2,282,700	
11	Reimbursable Services	<u>322,000</u>	
12	Total - Department of Law	<u>\$ 2,604,700</u>	
13	Fund Source - Inter-Agency Receipts		\$ 322,000
14	General Fund		2,282,700
15	Department of Revenue		
16	Office of Commissioner	\$ 115,900	
17	Administrative Service	372,300	
18	Collections	545,000	
19	Audit	724,800	
20	Motor Vehicle	700,200	
21	Treasury	322,500	
22	Excise Tax	115,000	
23	ABC Board	<u>185,800</u>	
24	Total - Department of Revenue	\$ 3,081,500	
25	Fund Source - General Fund		\$ 3,081,500
26	Judicial Branch		
27	Supreme Court	\$ 750,500	
28	Administration	749,600	
29	All Judicial Districts	5,362,400	

1	Commission on Judicial Qualifications	\$ 8,000	
2	Judicial Council	<u>29,000</u>	
3	Total - Judicial Branch	\$ 6,899,500	
4	Fund Source - General Fund		\$ 6,899,500
5	Legislative Branch		
6	Legislative Council		
7	Legislature and		
8	Legislative Affairs Agency	\$ 2,000,000	
9	Pipeline Impact Committee	50,000	
10	Legislative Budget & Audit Committee	<u>450,000</u>	
11	Total - Legislative Branch	<u>\$ 2,500,000</u>	
12	Fund Source - General Fund		\$ 2,500,000

EDUCATION

14	Department of Education		
15	Administration		
16	Board of Education	\$ 24,100	
17	Office of Commissioner	142,200	
18	Advisory Commissions	68,400	
19	Scholarship Loans	250,000	
20	Planning & Research	203,700	
21	Staff Development	10,000	
22	Publications	78,800	
23	Educational Broadcast Commission	181,800	
24	Administrative Services		
25	Director	104,300	
26	Budget & Accounting	185,000	
27	Support Services	86,900	
28	School Lunch	967,000	
29	Federal Programs	3,878,600	

1	Instructional Services	
2	Director	\$ 79,300
3	Consultant Services	284,100
4	Teacher Education & Certification	53,800
5	Correspondence Studies	107,500
6	Special Education	91,600
7	District School Support	
8	Foundation Program	68,500,000
9	Pupil Transportation	610,000
10	Teacher Retirement	2,500,000
11	Tuition	150,000
12	Johnson-O'Malley Aid	208,000
13	Juveniles in Detention	45,000
14	Sabbatical Leave	40,000
15	Revenue Sharing	850,000
16	Debt Service	1,800,000
17	Regional & Boarding Schools	
18	Director	258,000
19	Boarding Home Program	2,269,900
20	Dormitories	1,162,200
21	Vocational Education	
22	General Program	1,000,000
23	Community Colleges	550,000
24	Manpower Development Training	466,700
25	Community Programs	280,900
26	Skill Center	867,600
27	Vocational Rehabilitation	
28	General Program	1,928,300
29	Small Business Program	1,500

1	Rehabilitation Facilities Innov.	\$ 25,000	
2	Training Grants	3,400	
3	Rural Rehabilitation	222,200	
4	Social Security Disability Rehab.	25,000	
5	Social Security Determination	88,900	
6	State Libraries	<u>576,000</u>	
7	Total - Department of Education	<u>\$ 91,225,700</u>	
8	Fund Source - Federal Receipts		\$ 13,064,200
9	Program Receipts		275,000
10	Inter-Agency Receipts		944,800
11	Special Funds		
12	Small Business Revolving		1,500
13	General Fund		76,940,200
14	State-Operated Schools		
15	District Office	\$ 1,044,800	
16	Area Schools	23,842,800	
17	Non-Resident Tuition	1,340,000	
18	Special Education	509,100	
19	Teacher Corps/Career Opportunity	1,076,200	
20	Bilingual Aides	238,800	
21	Rural Schools Project	<u>150,000</u>	
22	Total - State-Operated Schools	\$ 28,201,700	
23	Fund Source - Federal Receipts		\$ 15,871,900
24	General Fund		12,329,800
25	University of Alaska	\$ 19,250,000	
26	Fund Source - General Fund		\$ 19,250,000
27			
28			
29			

HEALTH AND WELFARE

Department of Health and Welfare  
Administration

1	Office of Commissioner	\$ 170,100
2	Administrative Services	1,107,400
3	Comprehensive Planning	175,600
4	Office of Aging	208,200
5	Public Welfare	
6	Administration	2,540,300
7	Staff Development	194,000
8	WIN - Work Incentive	748,100
9	Adult Public Assistance	7,125,300
10	AFDC	8,556,400
11	Food Stamp Program	408,600
12	General Relief	290,400
13	General Relief - Medical	2,200,000
14	Child Welfare Services	1,533,700
15	Mental Health	
16	Administration	167,200
17	Community Mental Health	460,900
18	Hospital & Nursing Home Contracts	364,400
19	Institutional Services	
20	Harborview Memorial	2,165,100
21	Alaska Psychiatric	3,171,700
22	Mental Health Centers	104,500
23	Environmental Health	
24	General Program	804,700
25	Water Pollution Control	148,300
26	Water & Sewer Grants	2,000,000
27	Public Health	
28	Administration	446,200
29	Community Health	512,800



1	Wage & Hour	\$	151,000	
2	Industrial Safety			
3	Safety & Electrical Insp.		349,600	
4	Pressure Vessel Insp.		162,300	
5	Workmen's Compensation			
6	Administration		166,900	
7	Second Injury		120,000	
8	Employment Security			
9	Grants		4,423,400	
10	WIN		504,700	
11	Camps		67,400	
12	MDTA		305,200	
13	Manpower Training			
14	Administration		269,900	
15	OJT		112,000	
16	New Careers		308,200	
17	Hire		184,700	
18	Total - Department of Labor	\$	<u>7,629,200</u>	
19	Fund Source - Federal Receipts			\$ 5,857,500
20	Inter-Agency Receipts			144,000
21	Special Funds			
22	Second Injury Reserve			120,000
23	Sick & Disabled Fishermen's			213,600
24	General Fund			1,294,100
25	Department of Commerce			
26	Regulation of Business			
27	Office of Commissioner	\$	183,900	
28	Banking, Securities, etc.		249,500	
29	Insurance		172,600	

1	Weights & Measures	\$ 400,100	
2	Occupational Licensing	238,300	
3	Regulation of Public Service		
4	Utilities	591,500	
5	Transportation	462,200	
6	Veterans Loan Administration	264,300	
7	Veterans Service Council	<u>34,500</u>	
8	Total - Department of Commerce	<u>\$ 2,596,900</u>	
9	Fund Source - Special Funds		
10	Veterans Revolving Loan		\$ 264,300
11	General Fund		2,332,600
12			
13			
14			
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25			
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PUBLIC PROTECTION

Department of Military Affairs

Alaska National Guard

OTAG & State Armories	\$ 557,500
Air National Guard	243,900
Army National Guard	63,600
Federal Scout Armories	158,700
Camp Carroll	34,700
Alaska Disaster Office	
Administrative Program	254,400
ADO Participants	45,000
Community Shelter	34,600
Radiological	31,100
Dusting Program	38,000
Civil Air Patrol	<u>83,100</u>

Total - Department of Military Affairs \$ 1,544,600

Fund Source - Federal Receipts \$ 650,000

Inter-Agency Receipts 15,500

1	Inter-Agency Receipts	\$	241,900
2	Special Fund		
3	Agricultural Revolving Loan		76,300
4	General Fund		4,257,300
5	Department of Fish and Game		
6	Administration		
7	Office of Commissioner	\$	228,900
8	Board of Fish & Game		31,100
9	Administration		839,300
10	Information & Education		101,600
11	Hatchery Services		253,400
12	Habitat		213,900
13	Commercial Fisheries		
14	Management		2,095,400
15	Research		1,022,400
16	Research & Development		363,300
17	Anadromous Fish		500,000
18	Test Fish		71,900
19	Game		
20	Management		219,900
21	Federal Aid		2,576,700
22	Sport Fish		
23	Management		583,300
24	Federal Aid		893,400
25	Sport Fish Stocking		60,700
26	Protection		2,064,800
27	King Crab Control Board		95,500
28	Bounty Payments		25,000
29	Stream Rehabilitation Program		570,000

# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**

1	Weights & Measures	\$	400,100	
2	Occupational Licensing		238,300	
3	Regulation of Public Service			
4	Utilities		591,500	
5	Transportation		462,200	
6	Veterans Loan Administration		264,300	
7	Veterans Service Council		<u>34,500</u>	
8	Total - Department of Commerce	\$	<u>2,596,900</u>	
9	Fund Source - Special Funds			
10	Veterans Revolving Loan	\$		264,300
11	General Fund			2,332,600
12				
13				
14				
15	OTAG & State Armories	\$	557,500	
16	Air National Guard		243,900	
17	Army National Guard		63,600	
18	Federal Scout Armories		158,700	
19	Camp Carroll		34,700	
20	Alaska Disaster Office			
21	Administrative Program		254,400	
22	ADO Participants		45,000	
23	Community Shelter		34,600	
24	Radiological		31,100	
25	Dusting Program		38,000	
26	Civil Air Patrol		<u>83,100</u>	
27	Total - Department of Military Affairs	\$	<u>1,544,600</u>	
28	Fund Source - Federal Receipts	\$		650,000
29	Inter-Agency Receipts			15,500

1	General Fund		\$ 879,100
2	Department of Public Safety		
3	General Administration	\$ 173,900	
4	Technical Services	604,500	
5	State Troopers	5,702,100	
6	Fire Prevention	<u>264,100</u>	
7	Total - Department of Public Safety	<u>\$ 6,744,600</u>	
8	Fund Source - Inter-Agency Receipts		\$ 159,100
9	General Fund		6,585,500
10	<u>CONSERVATION, NATURAL RESOURCES AND DEVELOPMENT</u>		
11	Department of Natural Resources		
12	Administration	\$ 260,100	
13	Land Management	2,180,200	
14	Geological Survey	590,000	
15	Oil & Gas	369,300	
16	Agriculture		
17	Office of Director	106,500	
18	Plant Industry	51,600	
19	Animal Industry	232,300	
20	Loan Fund Administration	76,300	
21	Loan Fund Capital	250,000	
22	Small Grain Incentive	80,000	
23	Parks		
24	Office of Director	171,500	
25	Planning	94,800	
26	Operations & Maintenance	325,800	
27	Construction	<u>86,500</u>	
28	Total - Department of Natural Resources	\$ 4,874,900	
29	Fund Source - Federal Receipts		\$ 299,400

1	Inter-Agency Receipts	\$	241,900
2	Special Fund		
3	Agricultural Revolving Loan		76,300
4	General Fund		4,257,300
5	Department of Fish and Game		
6	Administration		
7	Office of Commissioner	\$	228,900
8	Board of Fish & Game		31,100
9	Administration		839,300
10	Information & Education		101,600
11	Hatchery Services		253,400
12	Habitat		213,900
13	Commercial Fisheries		
14	Management		2,095,400
15	Research		1,022,400
16	Research & Development		363,300
17	Anadromous Fish		500,000
18	Test Fish		71,900
19	Game		
20	Management		219,900
21	Federal Aid		2,576,700
22	Sport Fish		
23	Management		583,300
24	Federal Aid		893,400
25	Sport Fish Stocking		60,700
26	Protection		2,064,800
27	King Crab Control Board		95,500
28	Bounty Payments		25,000
29	Stream Rehabilitation Program		570,000

1	Aviation and Marine Operations	<u>724,200</u>	
2	Total - Department of Fish and Game	<u>\$ 13,534,700</u>	
3	Fund Source - Federal Receipts		\$ 3,620,400
4	Program Receipts		109,500
5	Inter-Agency Receipts		798,700
6	Special Funds		
7	Fish & Game		1,917,000
8	General Fund		7,089,100
9	Department of Economic Development		
10	Office of Commissioner	\$ 212,700	
11	Industrial Development	302,400	
12	Travel Division	900,300	
13	Small Business Development	<u>37,500</u>	
14	Total - Department of Economic Development	<u>\$ 1,452,900</u>	
15	Fund Source - General Fund		\$ 1,452,900
16	<u>TRANSPORTATION, COMMUNICATIONS AND BUILDING SERVICES</u>		
17	Department of Public Works		
18	Commissioner's Office	\$ 136,700	
19	Administration	582,300	
20	Aviation		
21	Administration	443,800	
22	Airport Operations	3,326,400	
23	Anchorage International	4,120,900	
24	Fairbanks International	1,634,200	
25	Design Administration	279,200	
26	Construction Engineering	118,700	
27	Buildings		
28	Director's Office	135,000	
29	Custodial	410,400	

1	Maintenance	\$ 3,091,000	
2	Planning & Design	283,900	
3	Construction	284,900	
4	Communications	879,900	
5	Marine Transportation		
6	Administration	1,522,500	
7	Southeast Systems		
8	Operations	6,499,400	
9	Steward	3,215,700	
10	Southwest Systems		
11	Operations	1,899,800	
12	Steward	<u>458,000</u>	
13	Total - Department of Public Works	<u>\$ 29,122,700</u>	
14	Fund Source - Program Receipts		\$ 210,000
15	Inter-Agency Receipts		3,163,400
16	Special Funds		
17	Int'l Airport Revenue		6,144,700
18	Aviation Fuel Tax		1,561,600
19	General Fund		18,043,000
20	Department of Highways		
21	Administration	\$ 4,885,900	
22	Maintenance	<u>14,461,000</u>	
23	Total - Department of Highways	<u>\$ 19,346,900</u>	
24	Fund Source - Federal Receipts - Forest Highway		
25	Maintenance		\$ 200,000
26	Program Receipts		117,500
27	Inter-Agency Receipts		282,600
28	Special Funds		
29	1970 Highway Construction		750,000

1	Highway Fuel Tax Account		\$ 9,417,000
2	General Fund		8,579,800
3		<u>DEBT SERVICE</u>	
4	Bond Committee		
5	General Obligation Bonds	\$ 19,600,000	
6	Revenue Bonds	<u>1,710,000</u>	
7	Total - Bond Committee	\$ 21,310,000	
8	Fund Source - General Fund		\$ 19,213,000
9	School Fund (Cigarette Tax)		387,000
10	International Airport Revenue Fund		1,710,000
11		<u>SALARY INCREASE AND OTHER ADJUSTMENTS</u>	
12	Department of Administration		
13	To Cover Costs of Salary Increases		
14	Per Annual Salary Survey	\$ 4,843,800	
15	Fund Source - General Fund		\$ 4,500,000
16	Teachers Retirement System Fund		4,000
17	Public Employees Retirement Fund		2,900
18	Veterans Revolving Loan Fund		12,800
19	Agricultural Loan Fund		2,500
20	Fish and Game Fund		71,900
21	International Airport Revenue Fund		248,800
22	FICA Administration Fund Reserve		
23	Account		900
24	The sum appropriated to the Department of Administration for added		
25	costs of salary increases may be allotted to the 1971-72 operating		
26	programs for all state agencies and the court system, if required.		
27	TOTAL OPERATING BUDGET	\$333,127,600	
28	Fund Source - General Fund		\$252,817,700
29	Aviation Fuel Tax Account		1,561,600

1	Highway Fuel Tax Account	\$ 9,417,000
2	Federal Program Receipts	49,602,200
3	Other Program Receipts	792,100
4	1970 Highway Construction Fund	750,000
5	Public Employees' Retirement Fund	156,200
6	Teachers' Retirement Fund	166,900
7	Veterans' Loan Fund	277,100
8	Agricultural Revolving Loan Fund	78,800
9	Fish and Game Fund	1,988,900
10	International Airport Revenue Fund	8,103,500
11	School Fund (Cigarette Tax)	387,000
12	FICA Administration Fund Reserve Account	19,300
13	Special Surplus Property Revolving Reserve	
14	Account	138,500
15	Small Business Enterprise Revolving Fund	
16	Reserve Account	1,500
17	Second Injury Fund Reserve Account	120,000
18	Sick and Disabled Fishermen's Fund	
19	Reserve Account	213,600
20	Inter-Agency Receipts	6,535,700

21 \* Sec. 8. The following appropriations are made from taxes and revenues  
22 for the fiscal year beginning July 1, 1971 and ending June 30, 1972 to be  
23 distributed among the eligible political subdivisions of the state according  
24 to the statutes and regulations authorizing the apportionments.

25	Alaska Business License Tax	\$ 2,668,400
26	Aviation Fuel Tax	88,400
27	Electric and Telephone Coopera-	
28	tive tax	380,500
29	Fish Processors Taxes	408,400

1	Liquor Licenses	\$ 400,300	
2	Amusement and Gaming Devices Tax	53,000	
3	National Forest Receipts	284,500	
4	Cigarette Tax	<u>1,548,000</u>	
5	TOTAL, SHARED TAXES AND REVENUES	\$ 5,831,500	
6	Fund Source - General Fund		\$ 4,195,100
7	Aviation Fuel Tax Account		88,400
8	School Fund (Cigarette Tax)		1,548,000
9	* Sec. 9. The following appropriations are made for capital projects		
10	beginning July 1, 1971:		
11	Office of the Governor	\$ 191,000	
12	Fund Source - General Fund		\$ 191,000
13	Department of Administration	320,000	
14	Fund Source - General Fund		320,000
15	Department of Education	2,403,000	
16	Fund Source - General Fund		2,403,000
17	Department of Health and Welfare	190,000	
18	Fund Source - General Fund		190,000
19	Department of Natural Resources	50,000	
20	Fund Source - General Fund		50,000
21	Department of Fish and Game	180,000	
22	Fund Source - General Fund		180,000
23	Department of Public Works	28,734,400	
24	Fund Source - General Fund		1,030,000
25	Watercraft Fuel Tax Account		2,485,000
26	Federal Program Receipts		22,529,900
27	International Airport Revenue Fund		2,689,500
28	Department of Highways	91,500,000	
29	Fund Source - Federal Program Receipts		91,500,000

1	TOTAL - CAPITAL BUDGET	\$123,568,400	
2	Fund Source - General Fund		\$ 4,364,000
3	Watercraft Fuel Tax Account		2,485,000
4	Federal Program Receipts		114,029,900
5	International Airport Revenue Fund		2,689,500

6 \* Sec. 10. The sum of \$8,093,000 is appropriated from working capital  
7 funds for the period beginning July 1, 1971 and ending June 30, 1972.

8 Department of Highways

9	Equipment, Operation, and Main-		
10	tenance	\$ 6,514,500	
11	Equipment Purchase	<u>1,578,500</u>	
12	Total - Department of Highways	\$ 8,093,000	

13	Fund Source - Equipment Working Capital Fund		\$ 8,093,000
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14 \* Sec. 11. If federal program receipts or other program receipts exceed  
15 the estimates appropriated by this Act and are appropriated to the affected  
16 program, the appropriation from state funds for the affected program shall  
17 be reduced by the amount of the excess provide' the reductions are not  
18 inconsistent with applicable federal statutes. However, if the program  
19 receipts, other than federal receipts, support programs that provide ser-  
20 vices for all state agencies, they may be made available for expenditure by  
21 a budget amendment approved by the governor and the Legislative Budget and  
22 Audit Committee. The governor shall report the budget amendments allowed  
23 by this section to the Second Session of the Seventh Legislature.

24 \* Sec. 12. If federal program receipts or other program receipts not  
25 appropriated by this Act and not requiring state matching money are received  
26 by a department, office or agency of the state during the fiscal period  
27 covered by this Act, they may be appropriated and made available for expendi-  
28 ture by a budget amendment approved by the governor and the Legislative  
29 Budget and Audit Committee. The governor shall report the budget amendments

1 allowed under this section to the First Session of the Eighth Legislature.

2 \* Sec. 13. If federal program receipts or other program receipts fall  
3 short of the estimates appropriated by this Act, the governor shall reduce  
4 the affected appropriation by the amount of the short fall in receipts.

5 \* Sec. 14. Adjustments may be made in the appropriations from a working  
6 capital fund for the fiscal period covered by this Act, when necessitated  
7 by changes in requirements for services and supplies. The adjustments shall  
8 be approved by the governor and the Legislative Budget and Audit Committee.

9 \* Sec. 15. Refunds may be made in the manner prescribed by law from  
10 any fund in any amount due.

11 \* Sec. 16. This Act takes effect July 1, 1971.  
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Original sponsor: Rules Committee by request  
of the Governor

Offered: 4/20/71  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

CS FOR HOUSE BILL NO. 58

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SEVENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act appropriating for the operating and capital  
7 expenses of all departments, offices and agencies of  
8 state government; and providing for an effective date."

9

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

10

\* Section 1. The sum of \$295,004,300 is hereby appropriated from the  
11 general fund and from the unreserved special accounts in the general fund  
12 for the period beginning July 1, 1971 to be apportioned according to the  
13 schedules in secs. 7, 8 and 9 of this Act.

14

General Fund \$283,134,900

15

Highway Fuel Tax Account 9,417,000

16

Aviation Fuel Tax Account 1,650,000

17

Watercraft Fuel Tax Account 802,400

18

\* Sec. 2. The sum of \$494,200 is appropriated from special fund reserve  
19 accounts in the general fund for the period beginning July 1, 1971, to be  
20 apportioned according to the schedules in secs. 7, 8 and 9 of this Act.

21

FICA Administration Fund Reserve Account \$ 19,700

22

Special Surplus Property Revolving Fund Reserve Account 139,400

23

Small Business Enterprise Revolving Fund Reserve Account 1,500

24

Second Injury Fund Reserve Account 120,000

25

Sick and Disabled Fisherman's Fund Reserve Account 213,600

26

\* Sec. 3. The sum of \$17,190,600 is appropriated from special funds of  
27 the state for the period beginning July 1, 1971 to be apportioned according  
28 to the schedules in secs. 7, 8 and 9 of this Act.

29

Public Employees' Retirement Fund \$ 159,700

1	Teachers' Retirement System Fund	\$ 169,200
2	Veterans' Revolving Loan Fund	282,200
3	Agricultural Revolving Loan	79,800
4	Fish and Game Fund	2,007,900
5	International Airport Revenue Fund	12,556,800
6	School Fund (Cigarette Tax)	1,935,000

7 \* Sec. 4. The sum of \$164,189,800 is appropriated from federal program  
8 receipts estimated to be received for general fund, special fund and bond  
9 construction fund programs during the fiscal year beginning July 1, 1971,  
10 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
11 subject to provisions of secs. 12 and 13 of this Act.

12 \* Sec. 5. The sum of \$1,543,500 is appropriated from other program re-  
13 ceipts estimated to be received for general fund, special fund or bond  
14 construction fund programs during the fiscal year beginning July 1, 1971,  
15 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
16 subject to provisions of secs. 12 and 13 of this Act.

17 \* Sec. 6. The sum of \$5,897,800 is appropriated from interagency re-  
18 ceipts estimated to be received for general fund, special fund and bond  
19 construction funds during the fiscal year beginning July 1, 1971 to be  
20 apportioned according to the schedules in secs. 7 and 9 of this Act, subject  
21 to provisions of secs. 12 and 13 of this Act.

22 \* Sec. 7. The following appropriations are made for operating expendi-  
23 tures for the fiscal year beginning July 1, 1971 and ending June 30, 1972:

24 GENERAL GOVERNMENT

25	Office of the Governor	
26	Executive Office	\$ 784,900
27	Lt. Governor	483,900
28	Planning & Research	995,500
29	Local Affairs	496,000

1	Rural Development	\$ 629,100	
2	Public Defender	638,900	
3	Criminal Justice	684,800	
4	Center for Justice Administration	100,000	
5	Human Rights Commission	125,500	
6	State Museum	230,300	
7	Tokyo Office	68,000	
8	Mansion	62,600	
9	Boards & Commissions	372,500	
10	Youth in Government	200,000	
11	Contingency Fund	<u>250,000</u>	
12	Total - Office of the Governor	<u>\$ 6,122,000</u>	
13	Fund Source - General Fund		\$ 4,565,000
14	Federal Program Receipts		1,557,000
15	Department of Administration		
16	Office of Commissioner	\$ 329,100	
17	Personnel	744,800	
18	Budget and Management	513,800	
19	Finance	495,200	
20	Supply	738,300	
21	Data Processing	1,824,700	
22	Pioneer Homes		
23	Sitka	1,022,400	
24	Fairbanks	542,200	
25	Palmer	454,400	
26	Retirement Benefits	345,300	
27	Surplus Property	139,400	
28	Municipal Services - Revenue Sharing	<u>6,500,000</u>	
29	Total - Department of Administration	<u>\$ 13,649,600</u>	

1	Fund Source - Program Receipts		\$	17,000
2	Inter-Agency Receipts			423,700
3	Special Funds			
4	Public Employees Retirement			155,600
5	Teachers Retirement			163,600
6	FICA Administration			18,400
7	Surplus Property Account			139,400
8	General Fund			12,731,900
9	Department of Law			
10	Civil and Criminal			
11	Administration and Operation	\$	2,339,300	
12	Reimbursable Services		362,900	
13	Cook Inlet case		<u>50,000</u>	
14	Total - Department of Law	\$	<u>2,752,200</u>	
15	Fund Source - Inter-Agency Receipts		\$	362,900
16	General Fund			2,382,300
17	Department of Revenue			
18	Office of Commissioner	\$	121,600	
19	Administrative Service		392,900	
20	Collections		554,700	
21	Audit		590,000	
22	Motor Vehicle		824,900	
23	Treasury		513,600	
24	Excise Tax		120,000	
25	ABC Board		<u>171,100</u>	
26	Total - Department of Revenue	\$	<u>3,288,800</u>	
27	Fund Source - General Fund		\$	3,288,800
28	Judicial Branch			
29	Supreme Court	\$	652,500	

1	Administration	\$ 791,900	
2	All Judicial Districts	5,415,200	
3	Commission on Judicial Qualifications	<u>7,600</u>	
4	Total - Judicial Branch	<u>\$ 6,867,200</u>	
5	Fund Source - General Fund		\$ 6,867,200
6	Legislative Branch		
7	Legislative Council		
8	Legislature	\$ 1,420,100	
9	Legislative Affairs	493,500	
10	Pipeline Impact Committee	102,000	
11	Legislative Budget & Audit Committee	<u>453,600</u>	
12	Total - Legislative Branch	<u>\$ 2,469,200</u>	
13	Fund Source - General Fund		\$ 2,469,200
14		<u>EDUCATION</u>	
15	Department of Education		
16	Administration		
17	Board of Education	\$ 28,800	
18	Office of Commissioner	152,600	
19	Advisory Commissions	85,600	
20	Scholarship Loans	2,500,000	
21	Planning & Research	207,600	
22	Staff Development	10,000	
23	Publications	85,400	
24	Educational Broadcast Commission	758,800	
25	Administrative Services		
26	Director	104,400	
27	Budget & Accounting	188,900	
28	Support Services	88,100	
29	School Lunch	971,400	

1	Federal Programs	\$ 3,904,000
2	Instructional Services	
3	Director	86,800
4	Consultant Services	309,600
5	Teacher Education & Certification	67,500
6	Correspondence Studies	137,600
7	Special Education	100,400
8	District School Support	
9	Foundation Program	67,130,000
10	Pupil Transportation	5,185,000
11	Teacher Retirement	2,500,000
12	Tuition	150,000
13	Johnson-O'Malley Aid	208,000
14	Juveniles in Detention	50,000
15	Sabbatical Leave	40,000
16	Revenue Sharing	1,700,000
17	Debt Service	2,800,000
18	Regional & Boarding Schools	
19	Director	435,000
20	Boarding Home Program	2,423,400
21	Dormitories	1,243,900
22	Vocational Education	
23	General Program	1,662,900
24	Community Colleges	1,000,000
25	Manpower Development Training	473,000
26	Community Programs	366,700
27	Skill Center	1,042,200
28	Vocational Rehabilitation	
29	General Program	2,000,700

1	Small Business Program	\$ 1,500	
2	Rehabilitation Facilities Innov.	27,800	
3	Training Grants	3,800	
4	Rural Rehabilitation	222,200	
5	Social Security Disability Rehab.	25,000	
6	Social Security Determination	88,900	
7	State Libraries	<u>745,000</u>	
8	Total - Department of Education	<u>\$101,312,500</u>	
9	Fund Source - Federal Receipts		\$ 13,268,200
10	Program Receipts		275,000
11	Inter-Agency Receipts		944,800
12	Special Funds		
13	Small Business Revolving		1,500
14	General Fund		86,823,000
15	State-Operated Schools		
16	District Office	\$ 1,046,200	
17	Area Schools	26,698,900	
18	Non-Resident Tuition	1,000,000	
19	Special Education	509,100	
20	Teacher Corps/Career Opportunity	1,168,200	
21	Bilingual Aides	238,800	
22	Rural Schools Project	<u>150,000</u>	
23	Total - State-Operated Schools	<u>\$ 30,811,200</u>	
24	Fund Source - Federal Receipts		\$ 16,045,900
25	General Fund		14,765,300
26	University of Alaska	<u>\$ 18,900,000</u>	
27	Fund Source - General Fund		\$ 18,900,000
28		<u>HEALTH AND WELFARE</u>	
29	Department of Health and Welfare		

1	Administration	
2	Office of Commissioner	\$ 223,900
3	Administrative Services	1,172,200
4	Comprehensive Planning	213,700
5	Office of Aging	206,400
6	Public Welfare	
7	Administration	2,660,800
8	Staff Development	193,200
9	WIN - Work Incentive	745,600
10	Adult Public Assistance	7,125,300
11	AFDC	8,556,000
12	Food Stamp Program	418,300
13	General Relief	290,400
14	General Relief - Medical	2,326,300
15	Child Welfare Services	1,533,700
16	Mental Health	
17	Administration	181,700
18	Community Mental Health	444,700
19	Hospital & Nursing Home Contracts	375,500
20	Institutional Services	
21	Harborview Memorial	2,299,900
22	Alaska Psychiatric	3,542,200
23	Mental Health Centers	116,500
24	Environmental Health	
25	General Program	867,500
26	Water Pollution Control	144,900
27	Water & Sewer Grants	2,000,000
28	Air Pollution Grants	50,000
29	Public Health	

1	Administration	\$ 508,400	
2	Community Health	744,500	
3	Laboratories	452,400	
4	Office of Alcoholism	428,100	
5	Child Health Service	914,300	
6	Public Health Nursing	1,827,600	
7	TB Control & Chest Diseases	402,900	
8	Corrections		
9	Administration	1,330,700	
10	Care of Prisoners		
11	Adult Camp	694,900	
12	Anchorage-SCRCI	608,200	
13	Juneau-SERCI	959,700	
14	Fairbanks-NCRI	916,900	
15	Ketchikan State Jail	339,200	
16	Prisoner Admin.-Other	796,500	
17	Care of Juveniles		
18	Alcantra Youth Camp	374,400	
19	McLaughlin Youth Center	1,911,300	
20	Juvenile Admin.-Other	<u>670,000</u>	
21	Total - Department of Health and Welfare	<u>\$ 49,568,700</u>	
22	Fund Source - Federal Receipts		\$ 8,628,800
23	Program Receipts		54,500
24	Inter-Agency Receipts		52,300
25	General Fund		40,833,100
26			
27		<u>REGULATION</u>	
28	Department of Labor		
29	Administration		
30	Office of Commissioner	\$ 290,100	

1	Fishermen's Fund	\$ 213,600	
2	Employ the Handicapped	6,200	
3	Wage & Hour	156,900	
4	Industrial Safety		
5	Safety & Electrical Insp.	365,100	
6	Pressure Vessel Insp.	165,400	
7	Workmen's Compensation		
8	Administration	171,800	
9	Second Injury	120,000	
10	Employment Security		
11	Grants	4,423,400	
12	WIN	504,700	
13	Camps	67,400	
14	MDTA	305,200	
15	Manpower Training		
16	Administration	454,300	
17	OJT	112,000	
18	New Careers	308,200	
19	Hire	<u>184,700</u>	
20	Total - Department of Labor	<u>\$ 7,849,000</u>	
21	Fund Source - Federal Receipts		\$ 5,857,500
22	Inter-Agency Receipts		144,000
23	Special Funds		
24	Second Injury Reserve		120,000
25	Sick & Disabled Fishermen's		213,600
26	General Fund		1,513,900
27	Department of Commerce		
28	Regulation of Business		
29	Office of Commissioner	\$ 191,000	



1	Fund Source - Federal Receipts		\$ 699,800
2	Inter-Agency Receipts		9,000
3	General Fund		1,003,100
4	Department of Public Safety		
5	General Administration	\$ 175,500	
6	Technical Services	706,700	
7	State Troopers	6,123,300	
8	Fire Prevention	<u>275,500</u>	
9	Total - Department of Public Safety	<u>\$ 7,281,000</u>	
10	Fund Source - Inter-Agency Receipts		\$ 159,100
11	General Fund		7,121,900
12	<u>CONSERVATION, NATURAL RESOURCES AND DEVELOPMENT</u>		
13	Department of Natural Resources		
14	Administration	\$ 262,700	
15	Land Management	2,202,800	
16	Geological Survey	825,200	
17	Oil & Gas	398,300	
18	Agriculture		
19	Office of Director	115,800	
20	Plant Industry	54,500	
21	Animal Industry	261,800	
22	Loan Fund Administration	76,300	
23	Loan Fund Capital	150,000	
24	Small Grain Incentive	40,000	
25	Parks		
26	Office of Director	218,600	
27	Planning	133,600	
28	Operations & Maintenance	425,800	
29	Construction	86,500	

1	Geophysical Program	\$	500,000	
2	Total - Department of Natural Resources	\$	5,751,900	
3	Fund Source - Federal Receipts			\$ 308,400
4	Inter-Agency Receipts			305,000
5	Special Fund			
6	Agricultural Revolving Loan			76,300
7	General Fund			5,062,200
8	Department of Fish and Game			
9	Administration			
10	Office of Commissioner	\$	273,900	
11	Board of Fish & Game		70,400	
12	Administration		846,000	
13	Information & Education		110,100	
14	Hatchery Services		188,100	
15	Habitat		201,600	
16	Commercial Fisheries			
17	Management		2,440,400	
18	Research		1,014,600	
19	Research & Development		394,800	
20	Anadromous Fish		491,700	
21	Test Fish		80,000	
22	Game			
23	Management		230,500	
24	Federal Aid		2,481,000	
25	Sport Fish			
26	Management		573,000	
27	Federal Aid		874,400	
28	Sport Fish Stocking		60,700	
29	Protection		2,375,400	

1	King Crab Control Board	\$	95,500	
2	Bounty Payments		<u>25,000</u>	
3	Total - Department of Fish and Game		<u>\$ 12,827,900</u>	
4	Fund Source - Federal Receipts			\$ 3,594,300
5	Program Receipts			119,500
6	Inter-Agency Receipts			74,500
7	Special Funds			
8	Fish & Game			1,907,100
9	General Fund			7,132,500
10	Department of Economic Development			
11	Office of Commissioner	\$	247,700	
12	Industrial Development		499,200	
13	Travel Division		893,800	
14	Small Business Development		<u>37,500</u>	
15	Total - Department of Economic Development		<u>\$ 1,678,200</u>	
16	Fund Source - General Fund			\$ 1,678,200
17	<u>TRANSPORTATION, COMMUNICATIONS AND BUILDING SERVICES</u>			
18	Department of Public Works			
19	Commissioner's Office	\$	139,300	
20	Administration		586,000	
21	Avlation			
22	Administration		478,500	
23	Airport Operations		3,512,000	
24	Anchorage International		4,976,000	
25	Fairbanks International		2,759,000	
26	Design Administration		297,900	
27	Construction Engineering		132,800	
28	Buildings			
29	Director's Office		117,900	

1	Custodial	\$ 472,800	
2	Maintenance	3,747,900	
3	Planning & Design	308,100	
4	Construction	286,500	
5	Communications	932,500	
6	Marine Transportation		
7	Administration	1,320,500	
8	Southeast Systems		
9	Operations	6,727,100	
10	Steward	3,262,600	
11	Southwest Systems		
12	Operations	1,962,800	
13	Steward	<u>483,800</u>	
14	Total - Department of Public Works	<u>\$ 31,504,000</u>	
15	Fund Source - Program Receipts		\$ 210,000
16	Inter-Agency Receipts		3,139,900
17	Special Funds		
18	Int'l Airport Revenue		7,808,400
19	Aviation Fuel Tax		1,561,600
20	General Fund		18,784,100
21	Department of Highways		
22	Administration	\$ 5,132,200	
23	Maintenance	<u>16,120,400</u>	
24	Total - Department of Highways	<u>\$ 21,252,600</u>	
25	Fund Source - Federal Receipts - Forest Highway		
26	Maintenance		\$ 200,000
27	Program Receipts		117,500
28	Inter-Agency Receipts		282,600
29	Special Funds		

1	1970 Highway Construction	\$ 750,000
2	Highway Fuel Tax Account	9,417,000
3	General Fund	10,485,500

4 DEBT SERVICE

5	Bond Committee	
6	General Obligation Bonds	\$ 19,600,000
7	Revenue Bonds	<u>1,710,000</u>
8	Total - Bond Committee	\$ 21,310,000
9	Fund Source - General Fund	\$ 19,213,000
10	School Fund (Cigarette Tax)	387,000
11	International Airport Revenue Fund	1,710,000

12 SALARY INCREASE AND OTHER ADJUSTMENTS

13	Department of Administration	
14	To Cover Costs of Salary Increases	
15	Per Annual Salary Survey	\$ 6,793,100
16	Fund Source - General Fund	\$ 6,311,000
17	Teachers Retirement System Fund	5,600
18	Public Employees Retirement Fund	4,100
19	Veterans Revolving Loan Fund	17,900
20	Agricultural Loan Fund	3,500
21	Fish and Game Fund	100,800
22	International Airport Revenue Fund	348,900
23	FICA Administration Fund Reserve	
24	Account	1,300

25 The sum appropriated to the Department of Administration for added  
 26 costs of salary increases may be allotted to the 1971-72 operating  
 27 programs for all state agencies and the court system, if required.

28 Department of Administration  
 29 To Cover Costs of State Employees

1	Coverage Under Employment		
2	Security Benefits	350,000	
3	Fund Source - General Fund		\$ 350,000
4	TOTAL OPERATING BUDGET	\$ 356,782,900	
5	Fund Source - General Fund		\$274,755,800
6	Aviation Fuel Tax Account		1,561,600
7	Highway Fuel Tax Account		9,417,000
8	Federal Program Receipts		50,159,900
9	Other Program Receipts		793,500
10	1970 Highway Construction Fund		750,000
11	Public Employees' Retirement Fund		159,700
12	Teachers' Retirement Fund		169,200
13	Veterans' Loan Fund		282,200
14	Agricultural Revolving Loan Fund		79,800
15	Fish and Game Fund		2,007,900
16	International Airport Revenue Fund		9,867,300
17	School Fund (Cigarette Tax)		387,000
18	FICA Administration Fund Reserve Account		19,700
19	Special Surplus Property Revolving Reserve		
20	Account		139,400
21	Small Business Enterprise Revolving Fund		
22	Reserve Account		1,500
23	Second Injury Fund Reserve Account		120,000
24	Sick and Disabled Fishermen's Fund		
25	Reserve Account		213,600
26	Inter-Agency Receipts		5,897,800

27 \* Sec. 8. The following appropriations are made from taxes and revenues  
28 for the fiscal year beginning July 1, 1971 and ending June 30, 1972 to be  
29 distributed among the eligible political subdivisions of the state according

1 to the statutes and regulations authorizing the apportionments.

2	Alaska Business License Tax	\$ 2,668,400
3	Aviation Fuel Tax	88,400
4	Electric and Telephone Coopera-	
5	tive tax	380,500
6	Fish Processors Taxes	408,400
7	Liquor Licenses	400,300
8	Amusement and Gaming Devices Tax	53,000
9	National Forest Receipts	284,500
10	Cigarette Tax	<u>1,548,000</u>

11 TOTAL, SHARED TAXES AND REVENUES \$ 5,831,500

12	Fund Source - General Fund	\$ 4,195,100
13	Aviation Fuel Tax Account	88,400
14	School Fund (Cigarette Tax)	1,548,000

15 \* Sec. 9. The following appropriations are made for capital projects  
16 beginning July 1, 1971.

17 Office of the Governor

18 Alaska State Museum:

19 Totem pole restoration projects:

20	City of Ketchikan	\$ 146,000
21	Saxman Park	10,000
22	Hydaburg	15,000
23	Klawock	<u>20,000</u>

24 Total - Office of the Governor \$ 191,000

25 Fund Source - General Fund \$ 191,000

26 Department of Administration

27	St. Michael's Cathedral Fund, Sitka	\$ 50,000
28	Urban Renewal Project, North Star	
29	Borough	<u>270,000</u>

1	Total - Department of Administration	\$	320,000	
2	Fund Source - General Fund			\$ 320,000
3	Department of Education			
4	Nenana High School, Multipurpose			
5	Facility	\$	850,000	
6	Nome Elementary School, Addition		<u>1,553,000</u>	
7	Total - Department of Education	\$	2,403,000	
8	Fund Source - General Fund			\$ 2,403,000
9	Department of Health And Welfare			
10	Recreational Camp, Harborview			
11	Hospital, Valdez	\$	40,000	
12	Alaska Treatment Center for			
13	Crippled Children and Adults,			
14	Hospital Facility, Anchorage		<u>150,000</u>	
15	Total - Department of Health and Welfare	\$	190,000	
16	Fund Source - General Fund			\$ 190,000
17	Department of Natural Resources			
18	Haines State Fair Building	\$	50,000	
19	Fund Source - General Fund			\$ 50,000
20	Department of Public Works			
21	Municipal, Civic Convention and			
22	Community Recreation Center			
23	Planning (HOUSE BILL 119)		200,000	
24	International Trunk and Secondary			
25	Airport Projects		25,219,400	
26	State Building Projects:			
27	Site Improvements and Land			
28	Acquisition		600,000	
29	Renovation of Attorney General's			

1	Offices, Capitol Building	\$	<u>230,000</u>	
2	Sub-total, State Building Projects	\$	830,000	
3	Water and Harbor Projects			
4	Nome Dredging	\$	2,500	
5	Metlakatla Harbor Facility		40,000	
6	Kake Harbor Facility		150,000	
7	Kenai Harbor Facility		90,000	
8	Tenakee Harbor Facility		60,000	
9	Kasaan Harbor Facility		30,000	
10	Anchorage Harbor Facility		25,000	
11	Port Alexander Facility		75,000	
12	Wrangell Harbor Facility		115,000	
13	Hollis-Craig Facility		64,900	
14	Emergency Repairs		30,000	
15	Administration and General			
16	Engineering		<u>120,000</u>	
17	Sub-total, Water and Harbor Projects	\$	<u>802,400</u>	
18	Total - Department of Public Works	\$	<u>27,051,800</u>	
19	Fund Source - General Fund			\$ 1,030,000
20	Watercraft Fuel Tax Account			802,400
21	Federal Program Receipts			22,529,900
22	International Airport Revenue Fund			2,689,500
23	Department of Highways			
24	Federal Highways and Ferry			
25	Aid Program	\$	91,500,000	
26	Fund Source - Federal Program Receipts			\$ 91,500,000
27	TOTAL - CAPITAL BUDGET		\$121,705,800	
28	Fund Source - General Fund	\$		4,184,000
29	Watercraft Fuel Tax Account			802,400

1 Federal Program Receipts \$114,029,900  
 2 International Airport Revenue Fund 2,689,500

3 \* Sec. 10. The sum of \$8,093,000 is appropriated from working capital  
 4 funds for the period beginning July 1, 1971 and ending June 30, 1972.

5 Department of Highways

6 Equipment, Operation, and Main-  
 7 tenance \$ 6,514,500  
 8 Equipment Purchase 1,578,500  
 9 Total - Department of Highways \$ 8,093,000

10 Fund Source - Equipment Working Capital Fund \$ 8,093,000

11 \* Sec. 11. (a) Prior to the actual allocation of appropriations made by  
 12 this Act, the Commissioner of Administration shall reduce the appropriated  
 13 personal services category for agencies of the Executive Department accord-  
 14 ing to the following schedule of vacant position reduction factors:

	Vacant	Budget Program	Approximate
	Positions	Maintenance Level	Vacancy
	Reduction	Personal Services	Savings
	<u>Factor</u>	<u>Personal Services</u>	<u>All Funds</u>
19 Administration	2.49%	4,920,400	122,518
20 Law	8.05%	2,184,500	175,852
21 Revenue	1.98%	2,290,800	45,358
22 Education	6.79%	4,355,400	295,732
23 State Operated Schools -			
24 District Office	6.79%	701,700	47,645
25 Health & Welfare	7.73%	18,297,100	1,414,366
26 Labor	5.16%	5,131,000	264,760
27 Commerce	7.88%	2,077,500	163,707
28 Military Affairs	3.82%	1,029,200	39,315
29 Public Safety	2.89%	5,635,400	162,863

1	Natural Resources	5.53%	3,311,300	183,115
2	Fish & Game	3.68%	8,146,200	299,780
3	Economic Development	10.00%	703,200	70,320
4	Public Works - Excluding			
5	Marine Transportation			
6	Operations	5.45%	9,414,800	513,107
7	Highways	5.45%	<u>9,610,000</u>	<u>523,745</u>
8			\$77,808,500	\$4,322,183

9       (b) Vacant positions reduction factors shown in (a) of this section  
10 were computed from actual records of vacant positions submitted to the legis-  
11 lature by the Department of Administration. If the reduction factors prove  
12 too restrictive and if the agency can show a lower reduction factor through  
13 actual experience, a request for a supplemental appropriation to fund the  
14 difference between the appropriated reduction factor and the actual reduc-  
15 tion factor will be entertained.

16       \* Sec. 12. If federal program receipts or other program receipts exceed  
17 the estimates appropriated by this Act and are appropriated to the affected  
18 program, the appropriation from state funds for the affected program shall  
19 be reduced by the amount of the excess provided the reductions are not  
20 inconsistent with applicable federal statutes. However, if the program  
21 receipts, other than federal receipts, support programs that provide services  
22 for all state agencies, they may be made available for expenditure by a  
23 budget amendment approved by the governor and the Legislative Budget and  
24 Audit Committee. The governor shall report the budget amendments allowed  
25 by this section to the Second Session of the Seventh Legislature.

26       \* Sec. 13. If federal program receipts or other program receipts not  
27 appropriated by this Act and not requiring state matching money are received  
28 by a department, office or agency of the state during the fiscal period  
29 covered by this Act, they may be appropriated and made available for

1 expenditure by a budget amendment approved by the governor and the Legislative  
2 Budget and Audit Committee. The governor shall report the budget amendments  
3 allowed under this section to the First Session of the Eighth Legislature.

4 \* Sec. 14. If federal program receipts or other program receipts fall  
5 short of the estimates appropriated by this Act, the governor shall reduce  
6 the affected appropriation by the amount of the short fall in receipts.

7 \* Sec. 15. Adjustments may be made in the appropriations from a working  
8 capital fund for the fiscal period covered by this Act, when necessitated  
9 by changes in requirements for services and supplies. The adjustments shall  
10 be approved by the governor and the Legislative Budget and Audit Committee.

11 \* Sec. 16. Refunds may be made in the manner prescribed by law from  
12 any fund in any amount due.

13 \* Sec. 17. This Act takes effect July 1, 1971.  
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Introduced: 1/15/71  
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 58

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act appropriating for the operating and capital  
7 expenses of all departments, offices and agencies of  
8 state government; and providing for an effective date."

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

10 \* Section 1. The sum of \$318,079,800 is hereby appropriated from the  
11 general fund and from the unreserved special accounts in the general fund  
12 for the period beginning July 1, 1971 to be apportioned according to the  
13 schedules in secs. 7, 8 and 9 of this Act.

14	General Fund	\$306,210,400
15	Highway Fuel Tax Account	9,417,000
16	Aviation Fuel Tax Account	1,650,000
17	Watercraft Fuel Tax Account	802,400

18 \* Sec. 2. The sum of \$496,200 is appropriated from special fund reserve  
19 accounts in the general fund for the period beginning July 1, 1971, to be  
20 apportioned according to the schedules in secs. 7, 8 and 9 of this Act.

21	FICA Administration Fund Reserve Account	\$ 19,300
22	Special Surplus Property Revolving Fund Reserve Account	141,800
23	Small Business Enterprise Revolving Fund Reserve Account	1,500
24	Second Injury Fund Reserve Account	120,000
25	Sick and Disabled Fisherman's Fund Reserve Account	213,600

26 \* Sec. 3. The sum of \$17,771,800 is appropriated from special funds of  
27 the state for the period beginning July 1, 1971 to be apportioned according  
28 to the schedules in secs. 7, 8 and 9 of this Act.

29	Public Employees' Retirement Fund	\$ 162,600
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1	Teachers' Retirement System Fund	\$ 177,000
2	Veterans' Revolving Loan Fund	277,100
3	Agricultural Revolving Loan	82,000
4	Fish and Game Fund	2,115,400
5	International Airport Revenue Fund	13,022,700
6	School Fund (Cigarette Tax)	1,935,000

7 \* Sec. 4. The sum of \$104,342,300 is appropriated from federal program  
8 receipts estimated to be received for general fund, special fund and bond  
9 construction fund programs during the fiscal year beginning July 1, 1971,  
10 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
11 subject to provisions of secs. 11 and 12 of this Act.

12 \* Sec. 5. The sum of \$527,100 is appropriated from other program re-  
13 cepts estimated to be received for general fund, special fund or bond  
14 construction fund programs during the fiscal year beginning July 1, 1971,  
15 to be apportioned according to the schedules in secs. 7 and 9 of this Act,  
16 subject to provisions of secs. 11 and 12 of this Act.

17 \* Sec. 6. The sum of \$7,821,500 is appropriated from interagency re-  
18 cepts estimated to be received for general fund, special fund and bond  
19 construction funds during the fiscal year beginning July 1, 1971 to be  
20 apportioned according to the schedules in secs. 7 and 9 of this Act, subject  
21 to provisions of secs. 11 and 12 of this Act.

22 \* Sec. 7. The following appropriations are made for operating expendi-  
23 tures for the fiscal year beginning July 1, 1971 and ending June 30, 1972:

24 GENERAL GOVERNMENT

25 Office of the Governor

26	Executive Office	\$ 836,600
27	Executive Mansion	63,100
28	Lieutenant Governor (Inc. Elections)	414,300
29	Planning and Research	3,285,800

1	Local Affairs Agency	\$	400,500	
2	Rural Development Agency		506,600	
3	Alaska State Office, Tokyo		72,300	
4	Alaska State Museum		254,900	
5	Public Defender		635,000	
6	State Commission for Human Rights		129,500	
7	Commission on Oceanographic Advance-			
8	ment through Science and			
9	Technology		200,000	
10	Criminal Justice Planning Agency (Inc.			
11	Center for Administration of			
12	Justice)		827,200	
13	Other Councils and Commissions		610,300	
14	Contingencies		100,000	
15	Drug Abuse Education		140,800	
16	Youth Involvement in Government		<u>200,000</u>	
17	Total, Office of the Governor	\$	6,676,900	
18	From General Fund			\$ 5,012,700
19	From Federal Program Receipts			1,664,200
20	Department of Administration			
21	Department Operations	\$	4,954,900	
22	Alaska Pioneers' Homes		2,018,800	
23	Retirement Benefits		358,800	
24	Surplus Property		141,800	
25	Municipal Services Revenue Sharing		<u>6,500,000</u>	
26	Total, Department of Administration	\$	13,974,300	
27	From General Fund			\$ 12,990,000
28	From Other Program Receipts			17,000
29	From Public Employees' Retirement Fund			159,700

1	From Teachers' Retirement Fund		\$	173,000
2	From FICA Administration Fund Reserve Account			18,400
3	From Special Surplus Property Revolving			
4	Fund Reserve Account			141,800
5	From Inter-Agency Receipts			474,400
6	Department of Law (Inc. Consumer			
7	Protection)	\$	3,067,500	
8	From General Fund		\$	2,738,600
9	From Inter-Agency Receipts			328,900
10	Department of Revenue			
11	Tax Collection and Receipt	\$	3,804,700	
12	Alcoholic Beverage Control Board			<u>183,300</u>
13	Total, Department of Revenue	\$	3,988,000	
14	From General Fund		\$	3,988,000
15	Judicial Branch			
16	Alaska Court System	\$	7,856,900	
17	Alaska Judicial Council			<u>54,400</u>
18	Total, Judicial Branch	\$	7,911,300	
19	From General Fund		\$	7,911,300
20	Legislative Branch			
21	Legislative Audit	\$	277,700	
22	Legislature and Legislative			
23	Affairs Agency			<u>2,288,500</u>
24	Total, Legislative Branch	\$	2,566,200	
25	From General Fund		\$	2,566,200
26				
27				
28	Department of Education			
29	General Administration	\$	2,797,600	
30	Administrative Services			<u>5,310,500</u>

1	Instructional Services	\$ 814,500	
2	District School Support	81,633,000	
3	Vocational Education	5,232,000	
4	Regional Schools	4,280,200	
5	State Libraries	745,000	
6	Vocational Rehabilitation	<u>2,300,000</u>	
7	Total, Department of Education	\$103,112,800	
8	From General Fund		\$ 87,771,000
9	From Federal Program Receipts		14,190,500
10	From Small Business Enterprise Re-		
11	volving Fund Reserve Account		1,500
12	From Inter-Agency Receipts		1,149,800
13	State-Operated Schools		
14	District Office	\$ 1,201,300	
15	Area Schools	28,277,100	
16	Non-Resident Tuition	1,340,000	
17	Special Education	581,800	
18	Special Programs	<u>1,453,900</u>	
19	Total, State-Operated Schools	\$ 32,854,100	
20	From General Fund		\$ 17,248,400
21	From Federal Program Receipts		15,605,700
22	University of Alaska	\$ 22,800,000	
23	From General Fund		\$ 22,800,000
24			
25			
26			
27			
28			
29			

HEALTH AND WELFARE

Department of Health and Welfare

26	General Administration	\$ 1,873,900
27	Mental Health	7,417,600
28	Public Health	5,400,300
29	Public Welfare	25,913,800

1	Corrections	\$ 9,501,900	
2	Environmental Health	<u>750,000</u>	
3	Total, Department of Health and Welfare	\$ 50,857,500	
4	From General Fund		\$ 41,150,200
5	From Federal Program Receipts		9,591,900
6	From Other Program Receipts		63,100
7	From Inter-Agency Receipts		52,300

8 REGULATION

9 Department of Labor

10	Administration	\$ 666,800	
11	Industrial Safety	540,500	
12	Workmen's Compensation	311,000	
13	Employment Security	5,410,100	
14	Manpower Training	<u>974,800</u>	
15	Total, Department of Labor	\$ 7,903,200	
16	From General Fund		\$ 1,568,100
17	From Federal Program Receipts		5,857,500
18	From Second Injury Fund Reserve		
19	Account		120,000
20	From Sick and Disabled Fishermen's		
21	Fund Reserve Account		213,600
22	From Inter-Agency Receipts		144,000

23 Department of Commerce

24	Regulation of Business and Pro-		
25	fessions (Inc. Consumer	\$ 1,625,000	
26	Protection)		
27	Regulation of Public Services	1,358,700	
28	Veterans' Loan Fund Administration	264,300	
29	Veterans' Service Council	<u>36,000</u>	

1	Total, Department of Commerce	\$ 3,284,000	
2	From General Fund		\$ 3,019,700
3	From Veterans' Loan Fund		264,300
4		<u>PUBLIC PROTECTION</u>	
5	Department of Military Affairs		
6	Alaska National Guard	\$ 1,288,000	
7	Alaska Disaster Office	426,000	
8	Civil Air Patrol	<u>73,600</u>	
9	Total, Department of Military Affairs	\$ 1,787,600	
10	From General Fund		\$ 1,072,300
11	From Federal Program Receipts		699,800
12	From Inter-Agency Receipts		15,500
13	Department of Public Safety		
14	General Administration	\$ 190,900	
15	Technical Services	815,100	
16	State Troopers	6,567,800	
17	Fire Prevention	<u>296,400</u>	
18	Total, Department of Public Safety	\$ 7,870,200	
19	From General Fund		\$ 7,711,100
20	From Inter-Agency Receipts		159,100
21		<u>CONSERVATION, NATURAL RESOURCES AND DEVELOPMENT</u>	
22	Department of Natural Resources		
23	General Administration	\$ 325,700	
24	Management of State Lands	2,217,500	
25	Development of Mineral Resources	1,005,700	
26	Promotion and Regulation of		
27	Agriculture	971,700	
28	Geophysical Program	500,000	
29	Regulation of Oil and Gas	523,000	

1	Pipeline Construction Monitoring	\$	500,000	
2	Development and Operation of State			
3	Parks		<u>901,800</u>	
4	Total, Department of Natural Resources	\$	6,945,400	
5	From General Fund			\$ 6,234,200
6	From Federal Program Receipts			313,800
7	From Agricultural Revolving Loan Fund			79,500
8	From Inter-Agency Receipts			317,900
9	Department of Fish and Game			
10	General Administration	\$	1,814,700	
11	Commercial Fisheries		4,838,700	
12	Game		2,818,900	
13	Protection		2,424,200	
14	Sport Fish		1,537,400	
15	Bounties		25,000	
16	Stream Rehabilitation Program		750,000	
17	King Crab Quality Control Board		<u>95,500</u>	
18	Total, Department of Fish and Game	\$	14,304,400	
19	From General Fund			\$ 8,501,600
20	From Federal Program Receipts			3,674,800
21	From Other Program Receipts			119,500
22	From Fish and Game Fund			1,934,000
23	From Inter-Agency Receipts			74,500
24	Department of Economic Development			
25	Office of the Commissioner	\$	247,700	
26	Industrial Development		511,100	
27	Alaska Travel		878,800	
28	Small Business Development		<u>37,500</u>	
29	Total, Department of Economic			

1	Development	\$ 1,675,100	
2	From General Fund		\$ 1,675,100
3	Department of Environmental Affairs	\$ 3,263,500	
4	From General Fund		\$ 3,224,400
5	From Federal Program Receipts		69,100
6	<u>TRANSPORTATION, COMMUNICATIONS AND BUILDING SERVICES</u>		
7	Department of Public Works		
8	General Administration	\$ 733,500	
9	Operation and Maintenance of		
10	Airports	12,580,300	
11	Central Building Services	4,971,600	
12	Central Communications Services	1,133,200	
13	Marine Transportation	<u>14,356,900</u>	
14	Total, Department of Public Works	\$ 33,775,500	
15	From General Fund		\$ 19,892,000
16	From Other Program Receipts		210,000
17	From Aviation Fuel Tax Account		1,561,600
18	From International Airport Revenue Fund		8,174,400
19	From Inter-Agency Receipts		3,937,500
20	Department of Highways		
21	Administration	\$ 5,311,000	
22	Maintenance	<u>17,102,300</u>	
23	Total, Department of Highways	\$ 22,413,300	
24	From General Fund		\$ 11,846,200
25	From Highway Fuel Tax Account		9,417,000
26	From Other Program Receipts		117,500
27	From Inter-Agency Receipts		1,032,600
28		<u>DEBT SERVICE</u>	
29	Bond Committee		

1	General Obligation Bonds	\$ 19,500,000	
2	Revenue Bonds	<u>1,710,000</u>	
3	Total, Bond Committee	\$ 21,210,000	
4	From General Fund		\$ 19,113,000
5	From School Fund (Cigarette Tax)		387,000
6	From International Airport Revenue Fund		1,710,000

7 SALARY INCREASE AND OTHER ADJUSTMENTS

8 Department of Administration

9 To Cover Costs of Salary Increases

10	Per Annual Salary Survey	\$ 4,843,800	
11	From General Fund		\$ 4,500,000
12	From Teachers Retirement System Fund		4,000
13	From Public Employees Retirement Fund		2,900
14	From Veterans Revolving Loan Fund		12,800
15	From Agricultural Loan Fund		2,500
16	From Fish and Game Fund		71,900
17	From International Airport Revenue Fund		248,800
18	From FICA Administration Fund Reserve		
19	Account		900

20 Department of Administration

21 To Cover Costs of State Employees

22	Coverage Under Employment		
23	Security Benefits	\$ 900,000	
24	From General Fund		\$ 900,000

25 The sum appropriated to the Department of Administration for added  
 26 costs of salary increases may be allotted to the 1971-72 operating  
 27 programs for all state agencies and the court system, if required.

28	TOTAL OPERATING BUDGET	\$377,984,600	
29	From General Fund		\$293,404,100

1	From Aviation Fuel Tax Account	\$ 1,561,600
2	From Highway Fuel Tax Account	9,417,000
3	From Federal Program Receipts	51,667,300
4	From Other Program Receipts	527,100
5	From Public Employees' Retirement Fund	162,600
6	From Teachers' Retirement Fund	177,000
7	From Veterans' Loan Fund	277,100
8	From Agricultural Revolving Loan Fund	82,000
9	From Fish and Game Fund	2,005,900
10	From International Airport Revenue Fund	10,133,200
11	From School Fund (Cigarette Tax)	387,000
12	From FICA Administration Fund Reserve Account	19,300
13	From Special Surplus Property Revolving Reserve	
14	Account	141,800
15	From Small Business Enterprise Revolving Fund	
16	Reserve Account	1,500
17	From Second Injury Fund Reserve Account	120,000
18	From Sick and Disabled Fishermen's Fund	
19	Reserve Account	213,600
20	From Inter-Agency Receipts	7,686,500

21 \* Sec. 8. The following appropriations are made from taxes and revenues  
 22 for the fiscal year beginning July 1, 1971 and ending June 30, 1972 to be  
 23 distributed among the eligible political subdivisions of the state according  
 24 to the statutes and regulations authorizing the apportionments.

25	Alaska Business License Tax	\$ 2,668,400
26	Aviation Fuel Tax	88,400
27	Electric and Telephone Coopera-	
28	tive Tax	380,500
29	Fish Processors Taxes	408,400

1	Liquor Licenses	\$	400,300	
2	Amusement and Gaming Devices Tax		53,000	
3	National Forest Receipts		284,500	
4	Cigarette Tax		<u>1,548,000</u>	
5	TOTAL, SHARED TAXES AND REVENUES	\$	5,831,500	

6	From General Fund			\$ 4,195,100
7	From Aviation Fuel Tax Account			88,400
8	From School Fund (Cigarette Tax)			1,548,000

9 \* Sec. 9. The following appropriations are made for capital projects  
 10 beginning July 1, 1971.

11 Department of Revenue

12	Employee Housing, Nome	\$	24,400	
13	From General Fund			\$ 24,400

14 University of Alaska

15	Building Improvements for McIntosh,			
16	Nerland, Stevens and Lathrop Halls;			
17	The Patty Gymnasium; Bunnell Build-			
18	ing; and Library and Fine Arts			
19	Building at College	\$	1,400,000	
20	From General Fund			\$ 1,400,000

21 Department of Health and Welfare

22	Vocational Rehabilitation Area,			
23	API - Anchorage	\$	49,000	
24	Recreational Camp, Harborview			
25	Hospital, Valdez		40,000	
26	Health Center, Galena		<u>102,000</u>	
27	Total, Department of Health and Welfare	\$	191,000	
28	From General Fund			\$ 191,000

29 Department of Commerce

1	Scale Facility - Fairbanks		
2	Richardson Highway	\$	16,000
3	From General Fund		\$ 16,000
4	Department of Military Affairs		
5	Civil Air Patrol Hangar, Palmer	\$	65,000
6	From General Fund		\$ 65,000
7	Department of Public Safety		
8	Offices, Cells, and Apartments;		
9	Barrow, Tok Junction, Haines,		
10	Moose Pass, and Nenana	\$	783,700
11	Detachment Headquarters, Palmer		99,000
12	Total, Department of Public Safety	\$	882,700
13	From General Fund		\$ 882,700
14	Department of Fish and Game		
15	Fire Lake Waste Treatment	\$	40,000
16	Fish Hatchery Troughs, Kitoi Bay		15,000
17	Employee Housing (Mobile Homes -		
18	General Fund), Bettles,		
19	Kotzebue, Cold Bay, and		
20	Dillingham		152,000
21	Employee Housing (Mobile Homes - Fish		
22	and Game Fund), Bettles and		
23	King Salmon		77,000
24	Fish Rearing Pond, Buskin River		65,000
25	Mobile Marine Field Station, Petersburg		50,000
26	Floating Warehouse, Cordova		22,500
27	Falls Creek Fishladder Modifications		20,000
28	Insulate a portion of King Salmon		
29	Warehouse		26,000

1	Total, Department of Fish and Game	\$	467,500	
2	From General Fund			\$ 305,500
3	From Federal Program Receipts			52,500
4	From Fish and Game Fund			109,500
5	Department of Public Works			
6	International Airport Projects at			
7	Anchorage and Fairbanks	\$	4,012,000	
8	Secondary Airport Maintenance			
9	Equipment		<u>317,500</u>	
10	Sub-total Airport Projects	\$	4,329,500	
11	State Building Projects:			
12	Site Improvements and			
13	Land Acquisition	\$	600,000	
14	Remodel Fourth and Fifth			
15	Floors, Capitol Build-			
16	ing	\$	483,000	
17	Air Conditioning, Anchorage			
18	and Fairbanks Court			
19	Building		346,500	
20	Exterior Painting, Alaska			
21	Office Building		<u>24,000</u>	
22	Sub-total, State Building			
23	Projects	\$	1,453,500	
24	Water and Harbor Projects			
25	including but not limited to			
26	facilities at Nome, Metlakatla,			
27	Wrangell, Kenai, Kodiak, Port			
28	Alexander, Kasaan, Tenakee, Kake,			
29	King Cove, Cordova, Anchorage,			

MEMORANDUM

State of Alaska  
DEPARTMENT OF ADMINISTRATION

TO:  Honorable William A. Egan  
Governor

DATE : April 25, 1971

FROM: Joseph R. Henri, Commissioner  
Department of Administration

SUBJECT: Senate Committee Substitute  
for H. B. 58; Budget

*JRH*

At your request members of the Department of Administration met with you and commissioners or other representatives of departments seriously affected by the Senate version of the budget. There follow highlight observations indicating the effects of some of the Senate reductions:

GOVERNOR'S OFFICE

State planning effort has been significantly reduced by deleting funding for the following contractual projects.

<u>Source of Funds</u>	<u>State</u>	<u>Federal</u>
Statewide Planning (Land Use & Transp.)	\$ 53,000	\$ 47,000
State Impact Area Planning	20,000	
Phase III of State Housing Study	20,000	
Science Conference Planning	5,000	
Governmental Space Planning Participation	5,000	
	<u>\$ 103,000</u>	<u>\$ 47,000</u>

Aid to rural communities in the form of grants by the Rural Development Agency has been reduced by \$49,500. This is a reduction of approximately 12% from the previous level.

The Public Defender Agency did not receive the additional employees that are required to process the additional clients now being experienced as well as the expected Court decision requiring defense of indigents for minor offenses. This reduction of \$76,200 also deleted an intern program which could have provided attorney services at a reduced rate to the State.

The program for the Center for the Administration of Justice was deleted in its entirety.

The allowance for the Contingency Fund was reduced by \$100,000 to a total of \$150,000.

\$200,000 additional allowed for the Council on the Arts, of which \$100,000 is General Fund, will not be required because the \$100,000 in federal receipts are not now anticipated.

4/25/71

DEPARTMENT OF ADMINISTRATION

The positions eliminated are currently authorized. This action would seriously handicap the department's ability to manage its operations and in turn handicap the central management ability of the State Government.

Deletion of the \$100,000 for implementing program budgeting will make it impossible to commence an adequate upgrading of the budget system, lose the investment of \$50,000 already made in the study, and cause serious legal implications with regard to the implementation contract already entered.

The reduction by the House of \$150,000 in data processing deletes the department's ability to provide new services to agencies or to make up by centralized services for the reductions in data processing personnel made in the various departments. The further cut of \$89,100 by the Senate will require elimination of certain existing systems, and a low level of service to others. Data processing will bear a heavy burden in program budgeting implementation, and again our ability to dramatically improve budgeting will have been deleted.

DEPARTMENT OF REVENUE

The principal cut in the Revenue Department budget - from the Revised Governor's Allowance - is in Treasury, a reduction of \$291,100, for a new total of \$322,500. This will not permit funding of any advisory or management services for investment of the general fund and will require the continuance of the existing arrangement only with the Bank of America. The reduced amount forecloses the possibility of more than one fund manager to gain the benefit of the test of competition. In addition support audit services vitally important in managing a fund of this size are not funded.

The cut in Treasury also deletes the position of Deputy Commissioner - Investments which is essential to running the investment program. This position has been filled by a contract investment officer in Juneau since the beginning of the year in anticipation of a full time Deputy Commissioner. The position is vital to running the investment program which requires constant contact with the manager of the general fund investment program as well as the two retirement funds. With the cut the entire day-to-day management operation is thrust on the Commissioner.

The cut in Treasury also disposes of the investment officers added by Executive Order 20 which are essential to the expanded State loan program, the State deposit policy as well as the investment program generally.

Finally, the cut eliminates the time sharing data processing program essential to cash forecasting both for general fund management and for revenue - expense estimates.

4/25/71

DEPARTMENT OF EDUCATION

Scholarship Loans:

The failure to fund the contractual provisions of the scholarship loan program to provide aid for private institutions is a breach of faith in face of the authorizing statutes which have led the institutions to postpone collection of tuition from students, thereby causing severe financial stress, and perhaps the demise of some of the schools.

District School Support

Deletion of pupil transportation will force the school districts to curtail other programs in the amount of \$4,575,000. The burden does not fall equally on all districts since a number do not have transportation while others with large geographic areas will be severely penalized.

Any reduction in the level of State support should be as carefully developed as was the original formula - and planning time should be provided. It is too late to cut the level at this time when budgets are complete, contracts issued for next year, and supplies and equipment must be ordered. A full year of transition time is necessary.

The reduction in revenue sharing programs and reimbursement of debt service will severely handicap municipalities which have approved sale of bonds for school facilities in the expectation of State sharing of costs. Now these sales will be jeopardized.

Boarding Home Program

The reduction in the boarding home program will mean that either some students now attending school in Alaska will be sent outside, or that boarding parents will receive a smaller stipend for the home care - in the face of rising costs - or possibly also, that some students will be denied an opportunity for a high school education.

Vocational Education

To so drastically reduce the aid to high school programs and the Seward Skill Center below the level of the current year strikes directly at youth and at the untrained. It will cause the number of unemployed and unemployables to grow - placing the State in an increasingly poor position to capitalize on its human and natural resources.

This is false economy of the worst type and one that trades in human loss.

4/25/71

DEPARTMENT OF EDUCATION - CONTINUED

State Operated Schools

The decrease of school operations to a level below the current year by an amount of 1 million is impractical. Student enrollment increases simply cannot be absorbed in the face of legislatively mandated salary increments and other cost increases.

The Governor's allowance of \$31,000,000 was predicated on the new State-Operated School corporation having a lump sum appropriation and flexibility of transfer, so as to make necessary adjustments. To go below that figure will require higher pupil-teacher ratios and possibly the closing of some of the smaller more operationally expensive schools - where the need for education is critical.

DEPARTMENT OF HEALTH AND WELFARE

The Commissioner's Office

The disallowance of the second Deputy Commissioner position in the Department of Health and Welfare will seriously curtail plans to provide the strong central control over a department exercising responsibility for administration of the major segment of programs relating to the citizens of this State. This comes at a time when the State is facing potentially serious problems in the delivery of health and social services.

Administrative Services and Comprehensive Planning

The Division of Administrative Services must have the \$64,800 restored (back to the Governor's revised budget) in order to maintain minimum support capability. Any reduction will result in unacceptable delays in processing vendor payments to businesses and citizens within the State. The \$48,300 reduction in Comprehensive Health Planning will jeopardize receipt of Federal Hill Burton Funding for hospital construction at a time when the legislature has been considering legislation to provide additional State funding for hospital operation and construction.

Public Health

The budget initially proposed for the Division of Public Health represented the lowest figure possible to maintain the program level presently provided. The \$245,900 reduction will necessitate curtailment of vital public health services in community health, laboratories, alcoholism, child health, and nursing. In contrast to the expressions by the legislature seeking improved health care through medicaid and other health programs the reductions imposed by the Senate Finance Committee will cause a reduction in health care already provided at a minimum level. Impact will be felt keenly in the bush where the delivery of these services is represented primarily by PH nurses which will have to be reduced in terms of nurses and nurses travel.

4/25/71

DEPARTMENT OF HEALTH AND WELFARE - CONTINUED

Mental Health

Mental Health reductions totaling \$540,300 will force curtailment of mental health services. \$508,000 of the reduction applies to API and Harborview hospitals which will force reductions in existing staff and in all probability closure of some wards.

Public Welfare

The food stamp program was reduced by \$9,700 inspite of a nearly doubled caseload since July of last year and increasing inability to meet responsibilities in Anchorage.

Corrections

The \$689,100 reduction will result in reduction of present employees. It will also reduce capability to place prisoners in Federal facilities outside the State inspite of reduced in-State capability.

Environmental Health

\$111,9000 reduction will limit travel of present staff and acquisition of new staff to meet environmental concern of the State. It is not consistent with Alaska's image of environmental concern.

DEPARTMENT OF LABOR

The chief cut in the Department of Labor was in the Manpower Training Division, where \$184,400 of State "seed (matching) money" was eliminated. The current fiscal year's budget contained approximately \$300,000 in this "seed money", which in turn generated nearly \$3.5 million in federal funds largely for such programs as the Skill Center (Seward) and several other manpower training programs.

The \$184,400 would generate \$2-2.5 million, for such badly needed and pushed programs as occupational safety, manpower training and related employment - unemployment keyed programs.

DEPARTMENT OF COMMERCE

The Department of Commerce is charged with regulation of Business and Professions, Public Service and Veterans' Loan Fund. Its areas of regulation are established and the maintenance level as projected by its requested budget is the bare minimum required.

Less than maintenance level will highly curtail regulation in banking, insurance, professional and vocational areas. It will curtail necessary surveillance of mobile units on motor vehicle inspections which are necessary to satisfy Bureau of Public Roads towards obtaining federal funding for highways. It will also limit checking of fish buying scales which would be harmful to the commercial fishing industry.

4/25/71

DEPARTMENT OF COMMERCE - CONTINUED

Alaska Public Utilities Commission

With less than program maintenance level this will curtail hearings and investigations which must be held in connection with regulation of public utilities. Rate-making is a function the State cannot neglect. Every Alaskan is directly affected.

Alaska Transportation Commission

With problems that have arisen in surface and air transportation it is necessary to increase hearings in these areas. In fact the commission has a large backlog of hearings scheduled now and each month the requests for hearings grow.

DEPARTMENT OF PUBLIC SAFETY

The Senate version reduced the Governor's revised request by \$536,400. Three very critical areas are affected:

Technical Services: The reduction will completely delete the criminal justice information services program. This is virtually the entire record update program of the department, which is 75% funded with federal money. It is urgent that \$100,000 be restored, as approximately \$95,000 of State funds is needed for federal matching.

Travel and Aircraft Charter: The trooper academy session scheduled for the fall of 1971 is deleted. Likewise eliminated is the roving patrol program in the Kuskokwim and Lower Yukon areas. An addition of \$120,000 is required to furnish present-level services.

Equipment and Lease: These costs are directly related to the department's highway patrol. The reductions will drastically affect the opening and strengthening of posts at Cantwell, Talkeetna, Glennallen and Paxson. For vehicles, associated equipment and mileage costs, the department requires the addition of \$180,000.

DEPARTMENT OF NATURAL RESOURCES

The Governor's Allowance funding would permit the department to maintain a reduced, but fairly adequate program in Natural Resource management. The addition of special project funds and an equal reduction in the budget will obviously reduce the maintenance level of the department's operating programs drastically. It is unrealistic to fund special programs at the expense of operating programs. The Governor's allowances, without special funds is the lowest feasible budget which will permit the State to carry out its duties to the citizens of Alaska.

4/25/71

DEPARTMENT OF NATURAL RESOURCES - CONTINUED

The reduction in the Parks budget will mean that at least one-third of the Parks and Recreation facilities will have to be closed.

The reduction in Geological Survey will cancel the continuation of the on-going aero-magnetic survey program and negate the cooperative aero-magnetic program with the U. S. Geological Survey. This program is a mineral evaluation program distinct and separate from the Governor's Geophysical project, which is also deleted.

The appropriation of \$100,000 for an access road may be important but not at the expense of an equal reduction in the Lands operating budget.

An appropriation in addition to the operating budget, is necessary for the pipeline monitoring program. Such funding should be separate from the maintenance level budget. The State cannot escape its responsibility.

The Governor's request for approximately \$50,000 for personnel expansion in the North Central District Land office is necessary. Additional personnel will be essential to provide for services to the citizens after the land freeze is terminated.

The reduction of inside travel funds for professional employees whose job is to provide field surveys, conservation surveillance, and public information is shortsighted. Thus, travel funds for the Geological Survey geologist and oil and gas engineers should be restored.

The State of Alaska is the owner of the resources in all its lands. Therefore, the Governor's geophysical program, which is designed to provide information for evaluating the very essential oil and gas resource, is advisable. Revenue from this resource provides some 40% of the State's income. The Geophysical program is a small investment on this magnitude of revenue.

DEPARTMENT OF FISH AND GAME

Division of Commercial Fish, Management:

The reduction of \$319,000 will result in the agency being unable to fund the field activities necessary to competently manage the State's fisheries.

Contractual Services:

The reduction of \$121,700 will cause a shortage of funds required to cover the fixed costs of rents, communications, equipment leasing and other contractual services which are absolutely vital to fisheries management.

Division of Protection:

Reducing personal services by \$217,000 will result in less protection effort in the field while the public is demanding more protection of the State's resources.

4/25/71

#### DEPARTMENT OF ECONOMIC DEVELOPMENT

The proposed reductions will seriously curtail the Department of Economic Development's efforts which are directed towards promoting industrial development in the State of Alaska. A reduction of \$173,800 from the current year's appropriation in the Industrial Development Division will result in a mere housekeeping function. Services that may be discontinued include the publication of industrial brochures, development of a statewide economic forecasting model, and compilation and dissemination of pertinent economic data to potential investors.

It has been estimated that for each dollar of State money expended by the department, the State economy realizes ten dollars. The reasonableness of reducing a program which encourages additional State revenues is impossible to understand.

#### DEPARTMENT OF PUBLIC WORKS

Adequate transportation is essential for Alaska's economic development. Significant budget cuts have already been programmed by the Commissioner in the Public Works Department in order to reduce expenses and yet maintain an acceptable level of transportation services. Additional reductions in transportation operation and maintenance funds as proposed by the Senate will result in significant reductions in services in every area of the State. The cuts could well prohibit jet aircraft service to several areas of the State which was scheduled to begin this year - could result in significant reductions in marine highway scheduling in communities which have no other means of surface transportation - could significantly reduce our ability to plan new improvements already approved by prior bond programs.

Proposed Senate cuts in Building planning and design, custodial and maintenance services are poor economy. If it our intention to invest millions of dollars in buildings and then not protect the investment with good maintenance programs, we should not expend the money in the first place.

Communications equipment for all State departments depreciates in time. The deletion of replacement equipment is not a savings. This deletion requires even greater expenditures at a later date and aggravates maintenance costs for the forthcoming year. Equipment replacement should be accomplished on a routine basis.

#### DEPARTMENT OF HIGHWAYS

The reduction in the maintenance budget will eliminate the maintenance on the new Anchorage-Fairbanks Highway due to be opened to traffic this fall. The Department could possibly keep the highway closed during the winter but will need at least a portion of the funds in the spring and summer of 1972. Further the level of maintenance throughout the State will be reduced probably mostly in snow removal and sanding during the winter. The important bridge repair program will be cut below acceptable limits - cycle maintenance throughout the State will be greatly curtailed. The department could receive federal citations for inadequate maintenance thus jeopardizing federal highway funds.

4/25/71

Cycle maintenance reduction, in light of the tremendous pavement wear created by having allowed studded tires on bare pavements during summer months, should appear to be unrealistic.

The department strongly recommends reestablishment of \$700,000 for the Anchorage-Fairbanks Highway and \$500,000 in cycle maintenance.

#### OVERTIME

In the Senate version, no allowance has been made for the payment of overtime with general State funds. If it is the will of the legislature that the State eliminate the policy of paying time-and-one-half (or any allowance) for overtime then a statute or resolution is appropriate. As the case now stands, the personnel rules require overtime payment; if an employee works overtime, he will have to be paid, thus reducing the amount of appropriation available for programs both the legislature and executive want. If the legislature intends that no overtime should be paid, an explicit policy to that effect is in order.

It should also be pointed out that by leaving monies for overtime only in programs funded from special funds, a gross inequity is perpetrated by recognizing that certain employees are to be paid overtime while others are, in effect, to be denied. At the same time, employees subject to the provision of the Fair Labor Standards Act must be paid overtime regardless of the presence or absence of State laws or regulations.

ANALYSIS OF CSHB 58 & SCSHB 58 - RECAP OF GOVERNOR'S ADDITIONS  
INCREASES/(DECREASES) FROM GOVERNOR'S REVISED BUDGET

PROGRAM	GOVERNOR'S REVISED BUDGET	CSHB 58	INCREASE/ (DECREASE)	SCSHB 58	INCREASE/ ( DECREASE)
Geophysical Program	\$ 500,000	\$ 500,000	\$ -0-	\$ -0-	\$ (500,000)
Stream Clearing	750,000	-0-	(750,000)	750,000	-0-
Dept of Environmental Affairs	500,000	-0-	(500,000)	-0-	(500,000)
Salary Increases	4,500,000	-0-	(4,500,000)	4,500,000	-0-
Center for Admin. of Justice	100,000	100,000	-0-	-0-	(100,000)
Youth Involvement in Government	200,000	200,000	-0-	200,000	-0-
Consumer Protection	200,000	-0-	(200,000)	-0-	(200,000)
State Employees U.I. Coverage	900,000	-0-	(900,000)	-0-	(900,000)
Pipeline Construction Monitoring	500,000	-0-	(500,000)	-0-	(500,000)
TOTAL	\$8,150,000	\$ 800,000	\$ (7,350,000)	\$5,450,000	\$ (2,700,000)



Alaska Court System

State of Alaska

ADMINISTRATIVE DIRECTOR  
ROBERT N. REEVES

OFFICE OF ADMINISTRATIVE DIRECTOR

941 FOURTH AVENUE  
ANCHORAGE, ALASKA  
99501

March 24, 1971

The Honorable George Hohman  
Chairman, House Finance Committee  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99801

Dear Chairman Hohman:

Attached hereto is the Alaska Court System capital improvements budget. This should have been submitted to you several weeks ago. Due to a mistake in the Governor's Planning Office, it was not transmitted to you as it should have been. I discovered this error on March 22.

I have examined the budget and reduced it from a total of \$483,900 to \$295,500 as shown on the attached schedule. I feel that these are the most essential items and I would be happy to explain this to your committee at your convenience.

Yours Sincerely,

  
Robert N. Reeves

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Alaska Court System

State of Alaska

DIRECTOR PERSONNEL-PURCHASING  
CLARENCE W. ERICKSON

OFFICE OF ADMINISTRATIVE DIRECTOR

951 FOURTH AVENUE  
ANCHORAGE, ALASKA  
99501

February 5, 1971

Mr. Dale E. Wynn  
Capital Improvements Planner  
Division of Planning and Research  
Office of the Governor  
Pouch A  
Juneau, Alaska 99801

Dear Sir:

In regards to our recent discussion on the subject of the submission of a Capital Improvements Budget for the Alaska Court System, we are enclosing a summary and detail of proposed projects that are scheduled basically for this FY 1970-71.

We apologize for the delay, but examination of our request will disclose that even as of now we are still awaiting more finalized information to be exact in our request. Lacking this basic information, our submission is based on as good an estimate as we can obtain.

Please note that all of the requests with the exception of the library improvement program indicate the Division of Buildings has participated in the planning, as evidenced by Mr. Simpson's signature.

The specialized equipment lists for the Anchorage Court Building are not included as yet but will be submitted immediately after a determination is made of the building size and information relative to courts and personnel are