

LEG. FINANCE - BILLS 1981 - 1982 1660

SB 264 - SB 267 1660

COMMITTEE REPORT

SENATE

FURTHER: None

3/10/81

Date: _____

Mr. President:

The Committee on FINANCE has had SB 264

making a special appropriation to the Citizens' Advisory Commission on Federal Management Areas in Alaska

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with CS for _____ same title
- new title
- and recommends _____
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the _____ Committee

MEMBERS SIGNING
DO PASS

MEMBERS HAVING
OTHER RECOMMENDATIONS:

CHAIRMAN

Funding Information
General Fund \$90,000
Other Funds -0-
\$90,000

Introduced: 3/10/81
Referred: Finance

1 IN THE SENATE

BY FAHRENKAMP

2 SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Citizens'
7 Advisory Commission on Federal Management Areas in
8 Alaska; and providing for an effective date."

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

10 * Section 1. The sum of \$90,000 is appropriated from the general fund to
11 the Citizens' Advisory Commission on Federal Management Areas in Alaska for
12 the fiscal year ending June 30, 1981.

13 * Sec. 2. This Act takes effect on the effective date of secs. 1 and 2
14 of an Act establishing the Citizen's Advisory Commission on Federal Manage-
15 ment Areas in Alaska.

ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST Session

SENATE BILL NO. 264

By FAHRENKAMP

"An Act making a special appropriation to the Citizens' Advisory Commission on Federal Management Areas in Alaska; and providing for an effective date."

Introduced in the Senate 3/10/81

HISTORY IN THE SENATE

19 81

3 10

Read first time and referred to Committee on Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration
PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reconsideration
PASS Effective Date
Yeas Yeas
Nays Nays
Absent Absent
Excused Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

CORRECTION

THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY

ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST Session

SENATE BILL NO. 264

By FAHREMKAMP

"An Act making a special appropriation to the Citizens' Advisory Commission on Federal Management Areas in Alaska; and providing for an effective date."

Introduced in the Senate 3/10/81, 1981

HISTORY IN THE SENATE

19 81

3 10

Read first time and referred to Committee on Finance

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration	
PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed
Signed by President
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration	
PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed
Signed by Speaker
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.

Funding Information
General Fund \$90,000
Other Funds -0-
\$90,000

Introduced: 3/10/81
Referred: Finance

1 IN THE SENATE

BY FAHRENKAMP

2 SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a special appropriation to the Citizens'
7 Advisory Commission on Federal Management Areas in
8 Alaska; and providing for an effective date."

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

10 * Section 1. The sum of \$90,000 is appropriated from the general fund to
11 the Citizens' Advisory Commission on Federal Management Areas in Alaska for
12 the fiscal year ending June 30, 1981.

13 * Sec. 2. This Act takes effect on the effective date of secs. 1 and 2
14 of an Act establishing the Citizen's Advisory Commission on Federal Manage-
15 ment Areas in Alaska.

16
17
18
19
20
21
22
23
24
25
26
27
28
29

COMMITTEE REPORT

SENATE

FURTHER: Finance

3/11/81

Date: _____

Mr. President:

The Committee on RESOURCES has had SB 267 making a supplemental appropriation to Dept. of Fish & Game for Tsirku River crib dam

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

[] do pass [] do not pass

[] do pass with attached amendments(s)

[X] replace with CS for SB 267 (p. 1) same title new title

and recommends 4 to pass

[] AND attaches a "Letter of Intent" [] New Fiscal Note

[] reports it back without recommendation

[] referred to the _____ Committee

MEMBERS SIGNING
DO PASS

1 Tischer
1 David P. ...
1 Vicki Stuegel
1 Don Gilman
1 Bob Mulcahy

MEMBERS HAVING
OTHER RECOMMENDATIONS:

1 Dettyo Fahrenberg Do Pass
CHAIRMAN

Original Sponsor: Rules/Governor

Offered: 4/15/81
Referred: Finance

Funding Information

General Fund	\$499,300
Other Funds	-0-
	<u>\$499,300</u>

1 IN THE SENATE

BY THE RESOURCES COMMITTEE

2 CS FOR SENATE BILL NO. 267 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations for the
7 Tsirku River crib dam and for implementation of the
8 Alaska National Interest Lands Conservation Act; and
9 providing for an effective date."

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

11 * Section 1. The sum of \$100,000 is appropriated from the general fund
12 to the Department of Fish and Game, division of fisheries rehabilitation,
13 enhancement, and development, to reimburse the Office of the Governor,
14 contingency fund, for the money spent on the emergency construction of a
15 crib dam on the Tsirku River.

16 * Sec. 2. The sum of \$399,300 is appropriated from the general fund to
17 the Department of Natural Resources for implementation of the Alaska National
18 Interest Lands Conservation Act.

19 * Sec. 3. The unexpended and unobligated portions of the appropriations
20 made by this Act lapse into the general fund June 30, 1981.

21 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
22 070(c).

Introduced: 3/11/81
Referred: Resources and
Finance

Funding Information
General Fund \$100,000
Other Funds -0-
\$100,000

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

1 IN THE SENATE

2 SENATE BILL NO. 267

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Fish and Game for the Tsirku River crib
8 dam; and providing for an effective date."

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

10 * Section 1. The sum of \$100,000 is appropriated from the general fund
11 to the Department of Fish and Game, division of fisheries rehabilitation,
12 enhancement, and development, for the purpose of reimbursing the Office of
13 the Governor, Contingency Fund, for the money spent on the emergency con-
14 struction of a crib dam on the Tsirku River.

15 * Sec. 2. The unexpended and unobligated part of the appropriation made
16 in sec. 1 of this Act lapses into the general fund June 30, 1981.

17 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
18 070(c).

06267

March 10, 1981

The Honorable Jalmar Kerttula
President of the Senate
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Mr. President:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill which would make a supplemental appropriation to the Department of Fish and Game, division of fisheries rehabilitation, enhancement, and development (F.R.E.D.).

Last fall the Tsirku River, near Haines, eroded through an old channel, routing heavily silt-laden water into the rich spawning beds of C. kat Lake. Continued silt deposit would seriously threaten salmon production in the lake. In the past this area has annually produced an average of 160,000 sockeye and 10,000 to 20,000 coho in addition to cutthroat trout and char. A crib dam, using all local materials, would preserve this salmon spawning area.

Construction of the dam needed to be complete by April 1 before spring melting produced high water on the river. If the project were delayed until next fall, when weather conditions produced lower water levels again, the new channel could be so well established that an engineering solution would be much costlier. By that time the silt deposits would also have seriously damaged the spawning habitat.

I recently authorized the use of \$100,000 from the governor's contingency fund by the Department of Fish and Game, F.R.E.D. division, for construction of the crib dam on the Tsirku River. The use of contingency fund money was necessary because of the crucial time factor in constructing this project. This appropriation would be used to reimburse the contingency fund.

Sincerely,



Jay S. Hammond
Governor

MEMORANDUM

State of Alaska

TO Jerry Reinwand
Executive Assistant
Office of the Governor

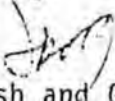
DATE: February 9, 1981

FILE NO:

RECEIVED

TELEPHONE NO: 465-4100

FEB 10 1981

FROM: Ronald O. Skoog 
Commissioner
Department of Fish and Game

SUBJECT: Chilkat Lake
Flood Control
Project

BUDGET AND MANAGEMENT

Last summer, the Tsirku River flooded its banks and eroded a secondary channel that allows heavily silt-laden water to flow into Chilkat Lake at a point about 10 miles northwest of Haines. This eroded channel flooded, and made unusable, an ADF&G weir cabin. More seriously, however, is the fact that the silt from the Tsirku River is now being deposited onto the rich coho and sockeye salmon spawning and rearing areas of Chilkat Lake, and continued silt deposition seriously threatens the salmon production of the Lake.

As soon as the Department became aware of the problem, we initiated studies, recently concluded. The results indicate that the problem can be solved by building a crib dam, in the eroded channel, at a point about 600 feet downstream from where the Tsirku bank was breached. A dam at this point would create a 600 foot buffer pool, protecting the dam, while channeling flood water back into the main channel of the Tsirku. ADF&G engineers estimate that the dam can be built for about \$100,000 if local materials (sand, gravel, rock, and logs) are used and the construction is done by contractors from the Haines area. If the dam is to be constructed this year -- and this year's construction is highly desirable -- it will have to be accomplished by April 1, prior to the expected time of the high spring runoff. If construction is not accomplished during March, then the next possible construction date is after November 1, because of high water levels. Enclosed are two sketches which show the general nature of the work to be accomplished.

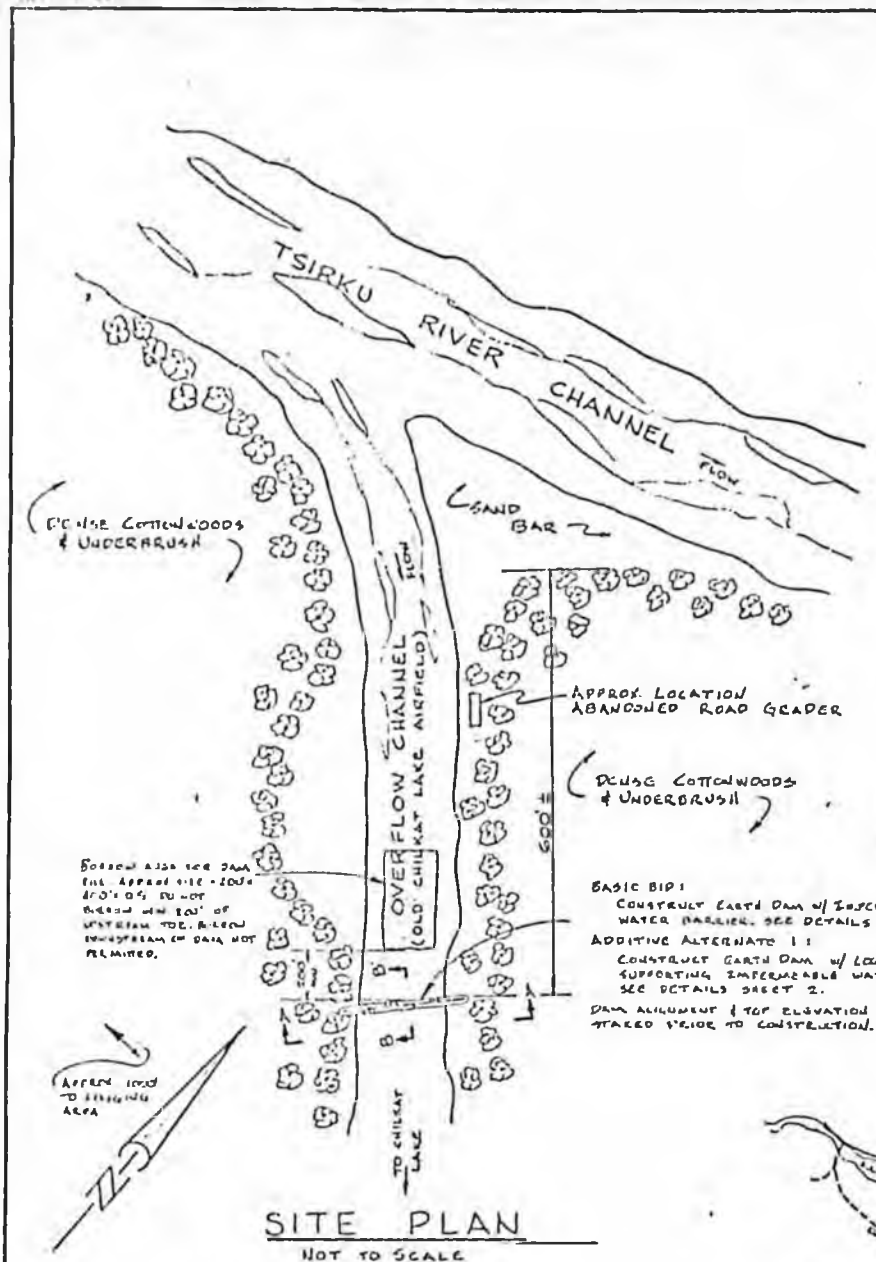
ADF&G has nearly completed the construction documents for the dam, has applied for the necessary permits, and has requested funding, through Budget and Management, by means of a supplemental request to the FY 81 budget. However, we have been advised by Budget and Management that such funding probably could not be obtained in time to award a construction contract this spring. Therefore, ADF&G is requesting that \$100,000 from the Governor's Contingency Fund be appropriated for this high priority project.

The construction plans and approved permits should be completed within two weeks. Securing a construction contractor may take another two weeks. Actual construction should require no more than two weeks. We can make it -- provided the spring thaws are not too early -- but time is short!

If you have any questions concerning this project, please contact the Director of FRED, Bob Roys, at 465-4160.

Enclosures

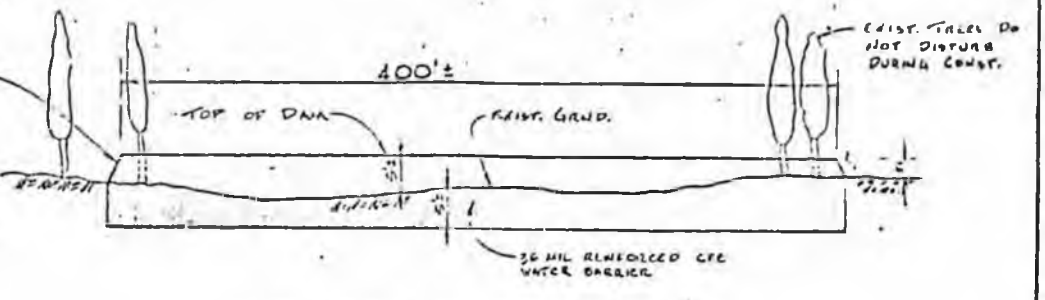
cc: Bob Roys



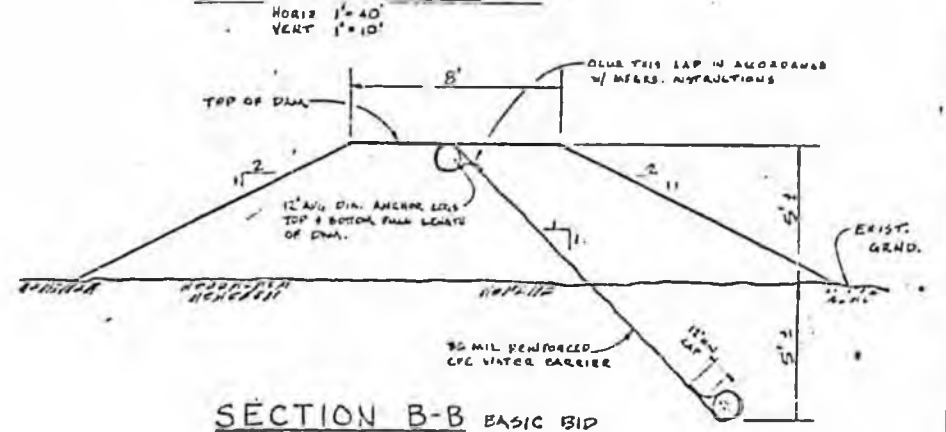
APPROXIMATE QUANTITIES

BASIC BID	
EARTH FILL	1500 CY
STRUT. EX. & BR.	700 LF
CPE MEMBRANE	8000 SF
ANCHOR & SEAM LOGS	11000 LF
ADDITIONAL w/ ADD. ALT. 1	
STRUT. EX. & BR.	400 LF
LOGS	45000 BF
1/2" WIRE ROPE	4000 LF
3/4" WIRE ROPE	800 LF
SADDLE CLIPS	64 EA
STAPLES	400 LB
SPICES	400 LB
STEEL STRAPS	21 EA

THESE QUANTITIES ARE PRESENTED FOR GENERAL INFORMATION ONLY. ADP&G ASSUMES NO RESPONSIBILITY FOR THEIR ACCURACY.



SECTION A-A BASIC BID



SECTION B-B BASIC BID

GENERAL NOTES:

1. FILL MATERIAL FOR THE DAM MAY BE OBTAINED AT THE LOCATION SHOWN ON THE A&E PLAN. ALL FILL & BACKFILL SHALL BE COMPACTED IN 12" LIFTS BY USING SUCCESSIVE PASSES WITH CONSTRUCTION EQUIPMENT. COMPACTED SHALL BE TO THE SATISFACTION OF THE PROJECT INSPECTOR.
2. THE WATER BARRIER SHALL BE 35 MIL REINFORCED CEMENTATED PORTLAND CEMENT (CPE) AVAILABLE FROM INTERNATIONAL SALES, 405 S. LAUREL ST. SEATTLE, WA. 98144 (206) 465-0000. ALL SEAMS & JOINTS SHALL BE GLOUED IN ACCORDANCE WITH MANUFACTURER'S INSTRUCTIONS. ALL TURNS & PUNCTURES SHALL BE REPAIRED PRIOR TO PLACING FILL.
3. LOGS MAY BE OBTAINED ADJACENT TO THE PROJECT AT NO COST TO THE CONTRACTOR. LOGGING WITHIN 50 YDS. OF THE OVERFLOW CHANNEL IS NOT PERMITTED. PERMISSIBLE LOGGING AREAS WILL BE FENCED. ACCESS TO THE LOGGING AREA SHALL BE FROM DOWNSTREAM OF THE DAM. LOGS SHALL BE REMOVED TO RIGHT AND ALL LIMBS SHALL BE REMOVED FROM THE LOGS, FALLING ABOVE EXIST. GROUND LEVEL SHALL BE CHINED UP LIMBS.
4. ALL WIRE ROPE SHALL BE CAP IMPROVED FLOW STEEL W/ FIBER CORE, OR AN APPROVED EQUAL.

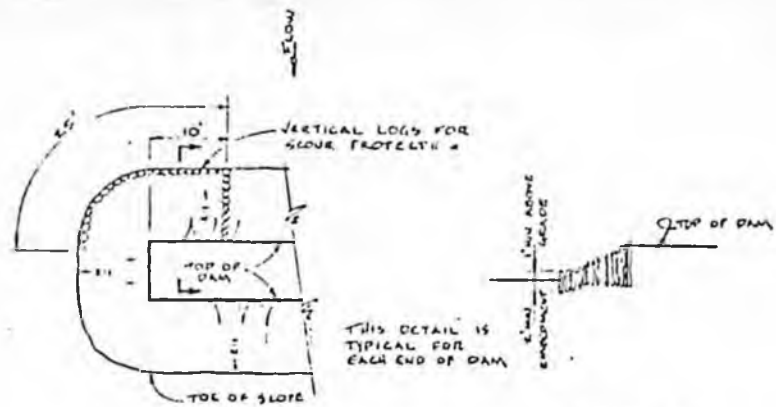


CAUTION

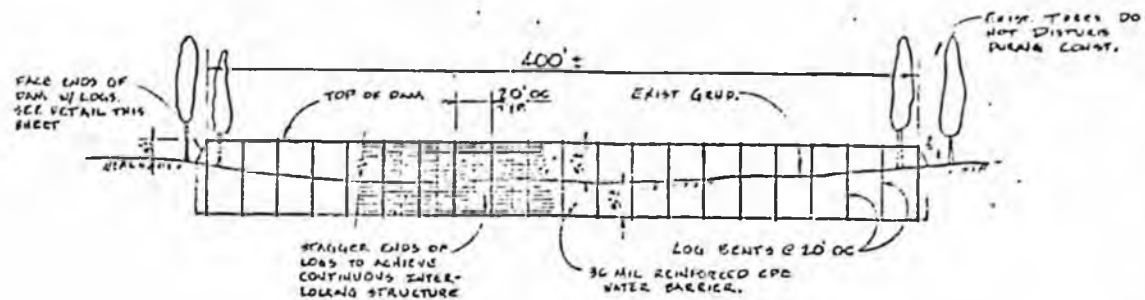
THE TSIRKU RIVER IS SUBJECT TO EXTREME FLUCTUATIONS IN FLOW. HIGH WATER CONDITIONS COULD MAKE EXECUTION OF THE WORK IMPOSSIBLE & HAZARDOUS.

REVISED 12-8-80

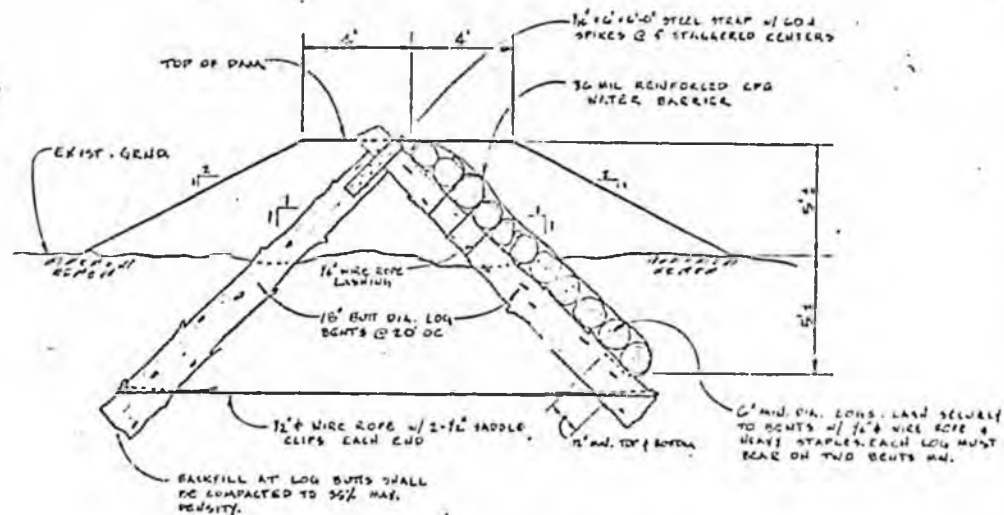
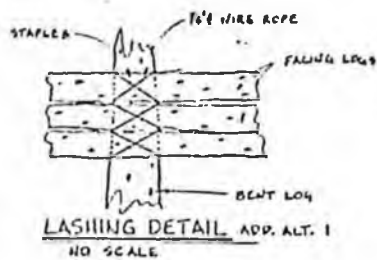
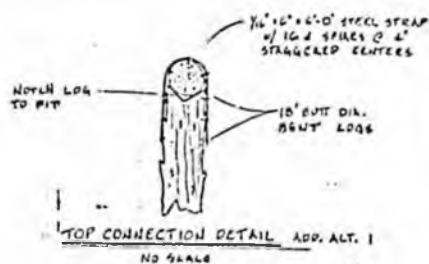
ALASKA DEPARTMENT OF FISH AND GAME			
PROJECT NUMBER			
FLOOD CONTROL DAM			
FOR CHILKAT LAKE NEAR KLUKWAN, AK			
DESIGNED BY	ENGINEERED BY	DATE	SHEET 1 OF 2
ATL	JV	2/11/80	
APPROVED BY	DATE	SCALE	SC-P-0111
ATL	24-8-80		



PLAN SECTION
SCOUR PROTECTION DETAIL BASIC BID 4 ADD. ALT. 1
1" = 10'



SECTION A-A ADDITIVE ALTERNATE 1
HORIZ 1" = 40'
VERT 1" = 10'



SECTION B-B ADDITIVE ALTERNATE 1
3/8" = 1'-0"

ALASKA DEPARTMENT OF FISH AND GAME			
FLOOD CONTROL DAM			
FOR CHILDERS LAKE NEAR KILBUCK, AK.			
DESIGNED BY	CHECKED BY	DATE	SCALE
HTA	JV	DEC 1950	1" = 2'
APPROVED	DATE	PROJECT	
HTA	12-6-50	50-100-2	

MEMORANDUM

State of Alaska

RECEIVED

FEB 2 1981

BUDGET AND MANAGEMENT

TO: Ron Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: February 2, 1981

FILE NO

TELEPHONE NO: 465-4100

FROM: Ronald O. Skoog *[Signature]*
Commissioner
Department of Fish and Game

SUBJECT: C.I.P. Budget
Requests

It has recently come to my attention that this Department has certain needs for C.I.P. monies which were not expressed in our FY 82 request. Two such projects are described below. In addition, a recent environmental disruption requires immediate response via a supplemental C.I.P. appropriation. That project is also described below.

Russell Creek Hatchery: Remedial construction, \$3,709.0, FY 82 C.I.P. Improper design has resulted severe restrictions in the production capabilities of this new hatchery. The Attorney General's office is gathering information relative to the determination of legal responsibility for the water problems we have there that result in a need for continuous short term maintenance by the hatchery crew.

My Anchorage staff, which is providing the Attorney General's office with depositions relative to the design related deficiencies of the Russell Creek Hatchery, inform me that the Department of Transportation and Public Facilities supports the attainment of FY 82 funds as a demonstration of our need for remedial construction at Russell Creek.

The cost breakdown for the Russell Creek remedial project is as follows:

Surface water intake	603.0
Flood bypass channel	463.0
Adult holding and spawning	545.0
Fish weir improvements	22.0
Auxiliary generator room	7.0
Subtotal	1,640.0
Contractor's mobilization	360.0
Inflation: 1979-1981 @ 12%	420.0
Design fees	400.0
Administration and inspection	250.0
Contingencies	400.0
Total	\$3,700.0

Newhalen River (Bristol Bay): Study and possible removal of a velocity barrier to sockeye salmon, \$64.0, FY 82 C.I.P. The Newhalen River connects Lake Illiamna to Lake Clark, which is a major sockeye salmon spawning area. In 1980, about 2,000,000 sockeyes were prevented from reaching those spawning grounds because high water in the Newhalen River resulted in a velocity barrier to salmon. This is a phenomenon which occurs periodically, and which should be alleviated if possible.

February 2, 1981

The FRED Division proposes to complete biological, engineering, and fish passage design work which will assess the conditions which result in a velocity barrier and the measures to be taken in overcoming this barrier.

The cost breakdown for a Newhalen River project is:

Engineering field studies	21.8
Analysis of barrier effects and environmental assessment	30.6
Design of alternative fish passage facilities	11.6
Total	<u>\$64.0</u>

Commercial Fisheries
2051102

Chilkat Lake: Restoration of the lake's integrity following encroachment by the glacial, Tsirku River. \$100.0, supplemental C.I.P. Last fall, the Tsirku River, which is a major glacial, braided river near Haines, eroded its banks and broke through into an old channel. This channel is routing glacial water to non-glacial Chilkat Lake, which supports important numbers of rearing sockeye and coho salmon.

The commercial and sport fisheries of Lynn Canal are important to the economy and recreation of Northern Southeast Alaska. Chilkat Lake is an important rearing area for Upper Lynn Canal salmon. The inundation of that lake with glacial water of the Tsirku River will result in a drastic decline in production of salmon for the entire sport, troll, seine, and gillnet fisheries of Icy Strait, the Juneau area and Lynn Canal. Additionally, glacial water entering the Chilkat Lake outlet prevents operation of the Commercial Fisheries Division salmon enumeration weir which forms an important element of the Lynn Canal gillnet fisheries management program.

The Tsirku River declines to low flood stage during late winter and early spring, at which time members of our Commercial Fisheries Division can ford the river with 6-wheel-drive vehicles to supply their smolt and adult salmon weir at the outlet of Chilkat Lake. If we are to dam the old channel now utilized by the Tsirku River and prevent further degradation of Chilkat Lake as a salmon rearing environment, we should do it in the spring!

The cost of the Tsirku River - Chilkat Lake projects is as follows:

Materials, including logs purchased from the Schnabel mill	33.7
Excavation and fill	17.0
Development of log dam	17.2
Contractor's overhead and profit	9.9
Contingencies	7.4
Inflation	7.4
Administration and inspection	7.4
Total	<u>\$100.0</u>

I appreciate your support for these recently identified projects.

ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST... Session

SENATE BILL..... NO. 267...

By THE RULES COMMITTEE BY....
REQUEST OF THE GOVERNOR

"An Act making a supplemental appropriation to the Department of Fish and Game for the Tsirku River crib dam; and providing for an effective date."

Introduced in the Senate 3/11/ 81
....., 19....

HISTORY IN THE SENATE

19	81	Read first time and referred to Committee on										
3	11	Resources and Finance										
4	15	Reported back with <i>Resources</i> recommendation that <i>replace</i> <i>with (Res) to do pass to Fin</i>										
		Read second time and										
		Read third time and										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reconsideration										
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date											
Yeas	Yeas											
Nays	Nays											
Absent	Absent											
Excused	Excused											
		Reported correctly engrossed										
		Signed by President										
		Sent to House										

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19	Read first time and referred to Committee on										
	Reported back with recommendation that										
	Read second time and										
	Read third time and										
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date										
Yeas	Yeas										
Nays	Nays										
Absent	Absent										
Excused	Excused										
	Reconsideration										
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date										
Yeas	Yeas										
Nays	Nays										
Absent	Absent										
Excused	Excused										
	Reported correctly engrossed										
	Signed by Speaker										
	Returned to Senate										

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19	Received from House
	To enrolling
	Reported correctly enrolled
	Sent to Governor
 by Governor
	Filed with Lt. Governor
	Chapter No.

5/19/81

Pegues ✓

Original Sponsor: Rules/Governor

<u>Funding Information</u>	
General Fund	\$886,199
Other Funds	-0-
	<u>\$886,199</u>

1 IN THE SENATE BY THE FINANCE COMMITTEE
 2 CS FOR SENATE BILL NO. 267 (Finance)
 3 IN THE LEGISLATURE OF THE STATE OF ALASKA
 4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations; and pro-
 7 viding for an effective date."

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

9 * Section 1. The sum of \$100,000 is appropriated from the general fund
 10 to the Department of Fish and Game, division of fisheries rehabilitation,
 11 enhancement, and development, to reimburse the Office of the Governor,
 12 contingency fund, for the money spent on the emergency construction of a
 13 crib dam on the Tsirku River.

14 * Sec. 2. The sum of \$45,000 is appropriated from the general fund to
 15 the Department of Natural Resources for implementation of the Alaska National
 16 Interest Lands Conservation Act.

17 * Sec. 3. The sum of \$125,000 is appropriated from the general fund to
 18 the Department of Natural Resources for contractual services to complete the
 19 computer development program related to land sales contracts and mining
 20 claims.

21 * Sec. 4. The sum of \$25,000 is appropriated from the general fund to
 22 the Department of Fish and Game, Board of Fisheries, for travel and per diem
 23 expenses associated with the unanticipated 22-day extension of the December
 24 1980 regulatory meeting of the Board of Fisheries.

25 * Sec. 5. The sum of \$49,700 is appropriated from the general fund to
 26 the Department of Fish and Game to cover unanticipated expenses related to
 27 new subsistence salmon regulations enacted by the Board of Fisheries for the
 28 Cook Inlet region.

29 * Sec. 6. The sum of \$541,499 is appropriated from the general fund to

1 the Department of Natural Resources to cover appropriation overexpenditures
2 and unpaid vendor and interagency billings for the fiscal year ending June 30,
3 1980.

4 * Sec. 7. The unexpended and unobligated portions of the appropriations
5 made by this Act lapse into the general fund June 30, 1981.

6 * Sec. 8. This Act takes effect immediately in accordance with AS 01.10.-
7 070(c).

8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

2/3/81

March 10, 1981

The Honorable Jalmar Kerttula
President of the Senate
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Mr. President:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting a bill which would make a supplemental appropriation to the Department of Fish and Game, division of fisheries rehabilitation, enhancement, and development (F.R.E.D.).

Last fall the Tsirku River, near Haines, eroded through an old channel, routing heavily silt-laden water into the rich spawning beds of Chilkat Lake. Continued silt deposit would seriously threaten salmon production in the lake. In the past this area has annually produced an average of 160,000 sockeye and 10,000 to 20,000 coho in addition to cutthroat trout and char. A crib dam, using all local materials, would preserve this salmon spawning area.

Construction of the dam needed to be complete by April 1 before spring melting produced high water on the river. If the project were delayed until next fall, when weather conditions produced lower water levels again, the new channel could be so well established that an engineering solution would be much costlier. By that time the silt deposits would also have seriously damaged the spawning habitat.

I recently authorized the use of \$100,000 from the governor's contingency fund by the Department of Fish and Game, F.R.E.D. division, for construction of the crib dam on the Tsirku River. The use of contingency fund money was necessary because of the crucial time factor in constructing this project. This appropriation would be used to reimburse the contingency fund.

Sincerely,
S/SSH

Jay S. Hammond
Governor

MEMORANDUM

State of Alaska

TO: Jerry Reinwand
Executive Assistant
Office of the Governor

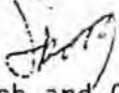
DATE: February 9, 1981

FILE NO:

RECEIVED

TELEPHONE NO: 465-4100

FEB 10 1981

FROM: Ronald O. Skoog 
Commissioner
Department of Fish and Game

SUBJECT: Chilkat Lake
Flood Control
Project

BUDGET AND MANAGEMENT

Last summer, the Tsirku River flooded its banks and eroded a secondary channel that allows heavily silt-laden water to flow into Chilkat Lake at a point about 10 miles northwest of Haines. This eroded channel flooded, and made unusable, an ADF&G weir cabin. More seriously, however, is the fact that the silt from the Tsirku River is now being deposited onto the rich coho and sockeye salmon spawning and rearing areas of Chilkat Lake, and continued silt deposition seriously threatens the salmon production of the Lake.

As soon as the Department became aware of the problem, we initiated studies, recently concluded. The results indicate that the problem can be solved by building a crib dam, in the eroded channel, at a point about 600 feet downstream from where the Tsirku bank was breached. A dam at this point would create a 600 foot buffer pool, protecting the dam, while channeling flood water back into the main channel of the Tsirku. ADF&G engineers estimate that the dam can be built for about \$100,000 if local materials (sand, gravel, rock, and logs) are used and the construction is done by contractors from the Haines area. If the dam is to be constructed this year -- and this year's construction is highly desirable -- it will have to be accomplished by April 1, prior to the expected time of the high spring runoff. If construction is not accomplished during March, then the next possible construction date is after November 1, because of high water levels. Enclosed are two sketches which show the general nature of the work to be accomplished.

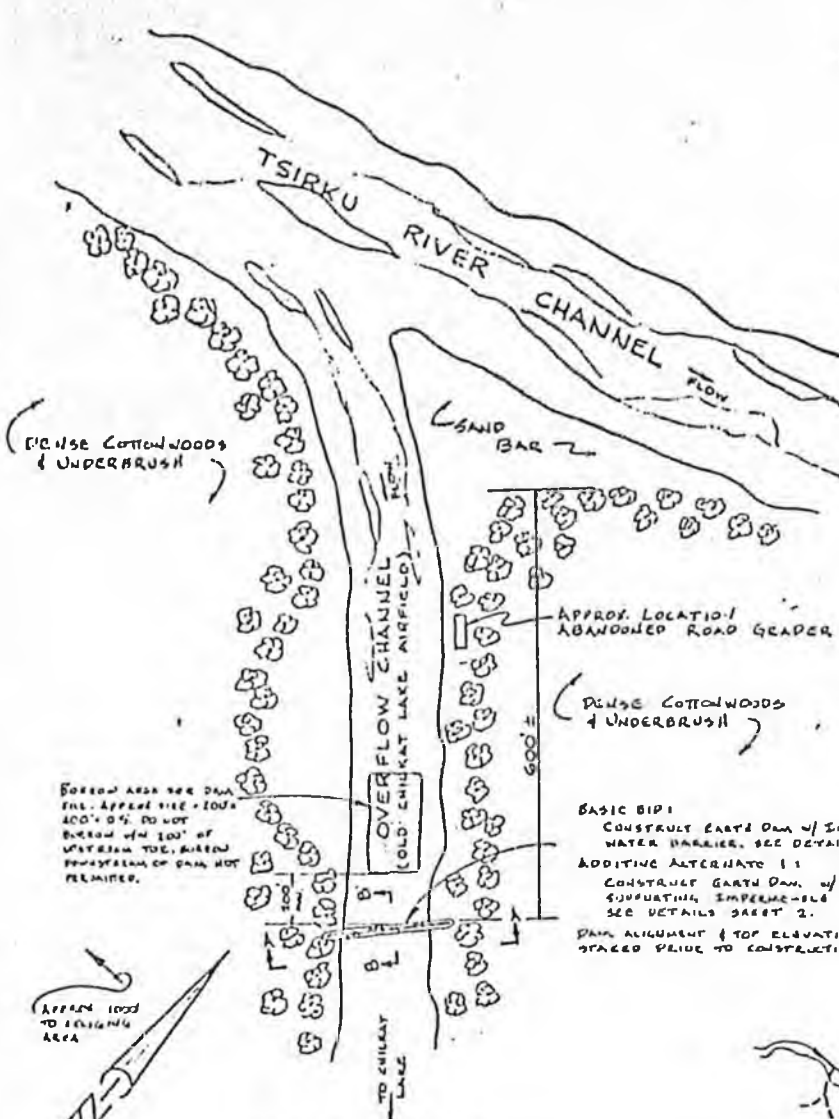
ADF&G has nearly completed the construction documents for the dam, has applied for the necessary permits, and has requested funding, through Budget and Management, by means of a supplemental request to the FY 81 budget. However, we have been advised by Budget and Management that such funding probably could not be obtained in time to award a construction contract this spring. Therefore, ADF&G is requesting that \$100,000 from the Governor's Contingency Fund be appropriated for this high priority project.

The construction plans and approved permits should be completed within two weeks. Securing a construction contractor may take another two weeks. Actual construction should require no more than two weeks. We can make it -- provided the spring thaws are not too early -- but time is short!

If you have any questions concerning this project, please contact the Director of FRED, Bob Roys, at 465-4160.

Enclosures

cc: Bob Roys



SITE PLAN
NOT TO SCALE

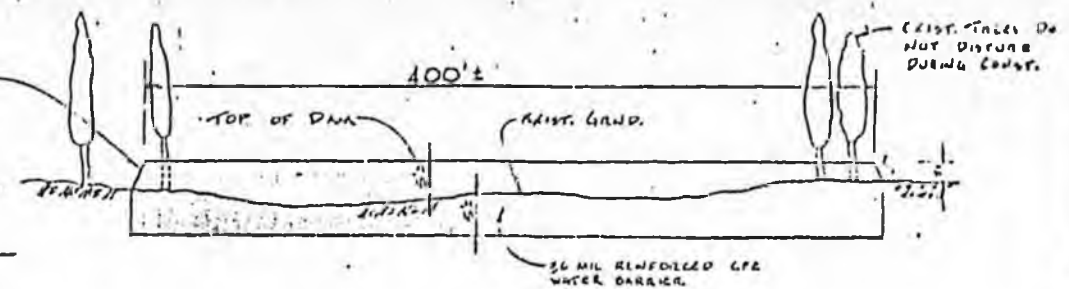


LOCATION MAP
1" = 1 MILE

APPROXIMATE QUANTITIES

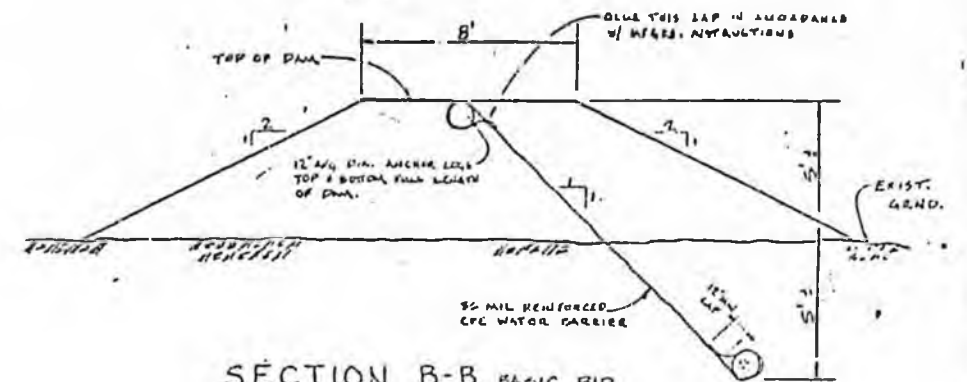
BASIC BID	
EARTH FILL	1500 CY
STRUT. CL. & SS	700 CY
CPE WEABEAVE	8000 SF
ANCHOR & SCOUR LOGS	11000 LB
ADDITIONAL w/ ADD. ALT. 1	
STRUT. CL. & SS	400 CY
LOGS	45000 LB
1/2" WIRE ROPE	4000 LF
1/4" WIRE ROPE	800 LF
SADDLE CLIPS	81 EA
STAPLES	400 LB
SPICES	400 LB
STEEL STRAPS	21 EA

THESE QUANTITIES ARE PREPARED FOR GENERAL INFORMATION ONLY. ADF&G ASSUMES NO RESPONSIBILITY FOR THEIR ACCURACY.



SECTION A-A BASIC BID

HORIZ 1" = 40'
VERT 1" = 10'



SECTION B-B BASIC BID

96' = 1'-0"

GENERAL NOTES:

1. FILL MATERIAL FOR THE BARTH DAM MAY BE OBTAINED AT THE LOCATION SHOWN ON THE SITE PLAN. ALL FILL & BACKFILL SHALL BE COMPACTED IN 12" LIFTS BY USING SUFFICIENT PASSES WITH CONSTRUCTION EQUIPMENT. COMPACTION SHALL BE TO THE SATISFACTION OF THE PROJECT INSPECTOR.
2. THE WATER BARRIER SHALL BE 36 MIL REINFORCED CHLORINATED POLYETHYLENE (CPE) AVAILABLE FROM INTERNATIONAL SALES, 405 S. LAWRENCE ST., SEATTLE, WA. 98101 (206) 461-0000. ALL SCAMS & JOINTS SHALL BE GROUTED IN ACCORDANCE WITH MANUFACTURER'S INSTRUCTIONS. ALL TURNS & PUNCTURES SHALL BE REPAIRED PRIOR TO PLACING FILL.
3. LOGS MAY BE OBTAINED ADJACENT TO THE PROJECT AT NO COST TO THE CONTRACTOR. LOGGING WITHIN 50 YDS. OF THE OVERFLOW CHANNEL IS NOT PERMITTED. PERMISSIBLE LOGGING AREAS WILL BE FLAGGED. ACCESS TO THE LOGGING AREA SHALL BE FROM DOWNSTREAM OF THE DAM. LOGS SHALL BE REASONABLY STRAIGHT AND ALL BUMPS SHALL BE REMOVED AND IN LOGS FALLING ABOVE EXIST. GROUND LEVEL SHALL BE CHISED UP LIMBS.
4. ALL WIRE ROPE SHALL BE CAP IMPROVED W/ STEEL W/ FIBER CORE, OR AN APPROVED EQUAL.

CAUTION

THE TSIRKU RIVER IS SUBJECT TO EXTREME FLUCTUATIONS IN FLOW. HIGH WATER CONDITIONS COULD MAKE EXECUTION OF THE WORK IMPOSSIBLE & HAZARDOUS.

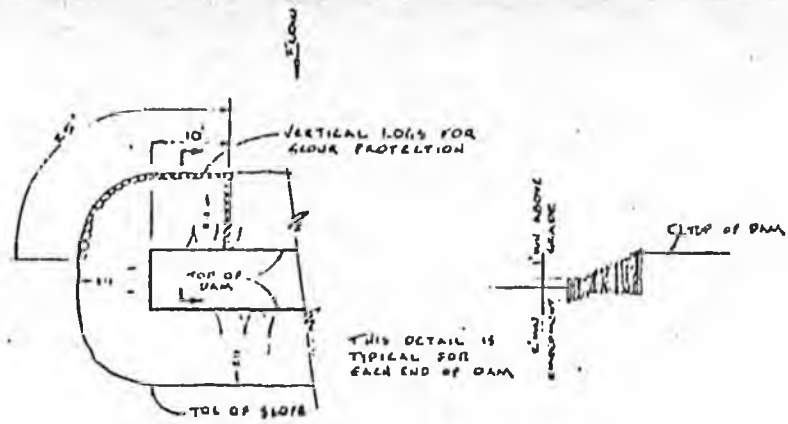
REVISED 11-6-80

ALASKA DEPARTMENT OF FISH AND GAME

PROJECT NUMBER: 80-100-1000

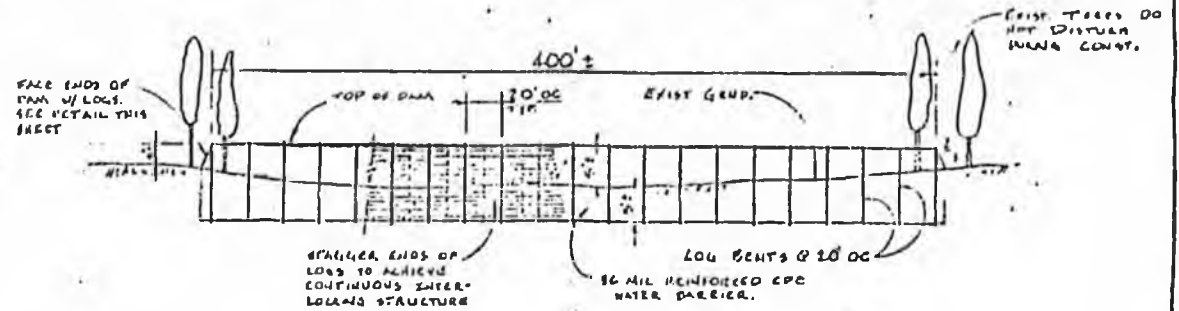
PROJECT NAME: FLOOD CONTROL DAM FOR CHILKAT LAKE NEAR KLUKWAN AL

DATE: 11/1/80	BY: J.V.	SCALE: AS SHOWN	SHEET: 2 OF 2
---------------	----------	-----------------	---------------



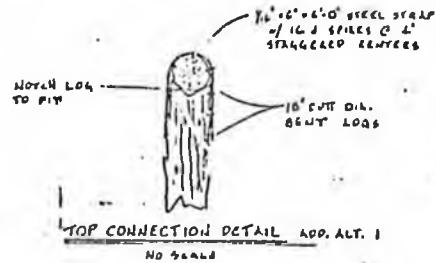
PLAN SECTION
SCOUR PROTECTION DETAIL BASIC BID & APP. ALT. 1

1" = 10'

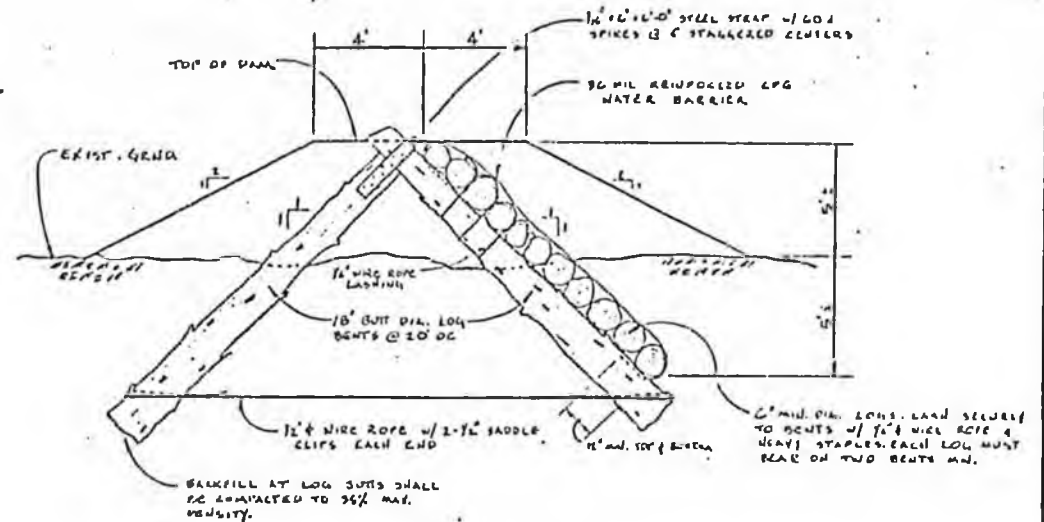


SECTION A-A ADDITIVE ALTERNATE 1

HORIZ 1" = 40'
VERT 1" = 10'

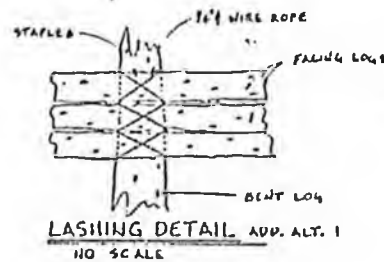


TOP CONNECTION DETAIL APP. ALT. 1
NO SCALE



SECTION B-B ADDITIVE ALTERNATE 1

3/8" = 1'-0"



LASHING DETAIL APP. ALT. 1
NO SCALE

ALASKA DEPARTMENT OF FISH AND GAME			
FLOOD CONTROL DAM			
FOR CHILDAT LAKE NEAR KLUWAN, AK.			
DESIGNED BY HTA	ENGINEERED BY JV	DATE DEC 1950	SHEET NO. 2
DRAWN BY HTA	SCALE AS SHOWN	PROJECT NO. 57-704-1	

MEMORANDUM

State of Alaska

RECEIVED

FEB 2 1981

BUDGET AND MANAGEMENT

TO: Ron Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: February 2, 1981

FILE NO:

TELEPHONE NO: 465-4100

FROM: Ronald O. Skoog *[Signature]*
Commissioner
Department of Fish and Game

SUBJECT: C.I.P. Budget
Requests

It has recently come to my attention that this Department has certain needs for C.I.P. monies which were not expressed in our FY 82 request. Two such projects are described below. In addition, a recent environmental disruption requires immediate response via a supplemental C.I.P. appropriation. That project is also described below.

Russell Creek Hatchery: Remedial construction, \$3,709.0, FY 82 C.I.P. Improper design has resulted severe restrictions in the production capabilities of this new hatchery. The Attorney General's office is gathering information relative to the determination of legal responsibility for the water problems we have there that result in a need for continuous short term maintenance by the hatchery crew.

My Anchorage staff, which is providing the Attorney General's office with depositions relative to the design related deficiencies of the Russell Creek Hatchery, inform me that the Department of Transportation and Public Facilities supports the attainment of FY 82 funds as a demonstration of our need for remedial construction at Russell Creek.

The cost breakdown for the Russell Creek remedial project is as follows:

Surface water intake	603.0
Flood bypass channel	463.0
Adult holding and spawning	545.0
Fish weir improvements	22.0
Auxiliary generator room	7.0
Subtotal	<u>1,640.0</u>
Contractor's mobilization	360.0
Inflation: 1979-1981 @ 12%	420.0
Design fees	400.0
Administration and inspection	250.0
Contingencies	400.0
Total	<u>\$3,700.0</u>

Newhalen River (Bristol Bay): Study and possible removal of a velocity barrier to sockeye salmon, \$64.0, FY 82 C.I.P. The Newhalen River connects Lake Illiamna to Lake Clark, which is a major sockeye salmon spawning area. In 1980, about 2,000,000 sockeyes were prevented from reaching those spawning grounds because high water in the Newhalen River resulted in a velocity barrier to salmon. This is a phenomenon which occurs periodically, and which should be alleviated if possible.

The FRED Division proposes to complete biological, engineering, and fish passage design work which will assess the conditions which result in a velocity barrier and the measures to be taken in overcoming this barrier.

The cost breakdown for a Newhalen River project is:

Engineering field studies	21.8
Analysis of barrier effects and environmental assessment	30.6
Design of alternative fish passage facilities	<u>11.6</u>
Total	<u>\$64.0</u>

Chilkat Lake: Restoration of the lake's integrity following encroachment by the glacial, Tsirku River. \$100.0, supplemental C.L.P. Last fall, the Tsirku River, which is a major glacial, braided river near Haines, eroded its banks and broke through into an old channel. This channel is routing glacial water to non-glacial Chilkat Lake, which supports important numbers of rearing sockeye and coho salmon.

The commercial and sport fisheries of Lynn Canal are important to the economy and recreation of Northern Southeast Alaska. Chilkat Lake is an important rearing area for Upper Lynn Canal salmon. The inundation of that lake with glacial water of the Tsirku River will result in a drastic decline in production of salmon for the entire sport, troll, seine, and gillnet fisheries of Icy Strait, the Juneau area and Lynn Canal. Additionally, glacial water entering the Chilkat Lake outlet prevents operation of the Commercial Fisheries Division salmon enumeration weir which forms an important element of the Lynn Canal gillnet fisheries management program.

The Tsirku River declines to low flood stage during late winter and early spring, at which time members of our Commercial Fisheries Division can ford the river with 6-wheel-drive vehicles to supply their smolt and adult salmon weir at the outlet of Chilkat Lake. If we are to dam the old channel now utilized by the Tsirku River and prevent further degradation of Chilkat Lake as a salmon rearing environment, we should do it in the spring!

The cost of the Tsirku River - Chilkat Lake projects is as follows:

Materials, including logs purchased from the Schnabel mill	35.7
Excavation and fill	17.0
Development of log dam	17.2
Contractor's overhead and profit	9.9
Contingencies	7.4
Inflation	7.4
Administration and inspection	7.4
Total	<u>\$100.0</u>

I appreciate your support for these recently identified projects.

Funding Information
General Fund \$100,000
Other Funds -0-
\$100,000

Introduced: 3/11/81
Referred: Resources and
Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 267

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making a supplemental appropriation to the
7 Department of Fish and Game for the Tsirku River crib
8 dam; and providing for an effective date."

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

10 * Section 1. The sum of \$100,000 is appropriated from the general fund
11 to the Department of Fish and Game, division of fisheries rehabilitation,
12 enhancement, and development, for the purpose of reimbursing the Office of
13 the Governor, Contingency Fund, for the money spent on the emergency con-
14 struction of a crib dam on the Tsirku River.

15 * Sec. 2. The unexpended and unobligated part of the appropriation made
16 in sec. 1 of this Act lapses into the general fund June 30, 1981.

17 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
18 070(c).

19
20
21
22
23
24
25
26
27
28
29

Original Sponsor: Rules/Governor

Offered: 4/15/81
Referred: Finance

Funding Information
General Fund \$499,300
Other Funds -0-
\$499,300

1 IN THE SENATE BY THE RESOURCES COMMITTEE

2 CS FOR SENATE BILL NO. 267 (Resources)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act making supplemental appropriations for the
7 Tsirku River crib dam and for implementation of the
8 Alaska National Interest Lands Conservation Act; and
9 providing for an effective date."

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

11 * Section 1. The sum of \$100,000 is appropriated from the general fund
12 to the Department of Fish and Game, division of fisheries rehabilitation,
13 enhancement, and development, to reimburse the Office of the Governor,
14 contingency fund, for the money spent on the emergency construction of a
15 crib dam on the Tsirku River.

16 * Sec. 2. The sum of \$399,300 is appropriated from the general fund to
17 the Department of Natural Resources for implementation of the Alaska National
18 Interest Lands Conservation Act.

19 * Sec. 3. The unexpended and unobligated portions of the appropriations
20 made by this Act lapse into the general fund June 30, 1981.

21 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
22 070(c).

23

24

25

26

27

28

29

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

JAY S. HAMMOND, GOVERNOR

POUCH AM
JUNEAU, ALASKA 99811
PHONE: (907) 465-2211

June 3, 1981

The Honorable Don Bennett and Ed Dankworth
Co-Chairman, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, AK 99811

JUN 9 1981

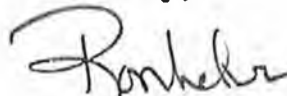
Amendment to SB267
Department of Natural Resources
Division of Parks
Supplemental Request: \$70,600
GF to replace federal funds

Dear Senators Bennett and Dankworth:

Please amend ~~SB 267~~ to include an FY81 general fund supplemental appropriation of \$70,600 to the Department of Natural Resources, Division of Parks for operating shortfalls in the Historic Resources Management BRU resulting from federal budget rescissions.

The federal funds rescinded earlier this year equals approximately 20% of the Division of Parks' operating budget and 76% of the capital budget. While the long range impacts of these rescissions are being analyzed to determine whether or not to convert existing and proposed programs to State general funding, the short range impact on the Division's operating capabilities has become critical. Specifically, the Division's entire fiscal and accounting staff is supported by surcharges on capital projects funded by the rescinded Land and Water Conservation Fund, and all but one planner position is funded by other rescinded federal source funds. For the remainder of FY81, sufficient surcharges from federally approved prior year projects exist to continue to support the Division's fiscal staff. However, the minimum funding required for the Division's Historic Architect and Grants Administrator positions under the Historic Resources Management BRU can only be met by an FY81 general fund supplemental appropriation totaling \$70,600.

Sincerely,



Dr. Ronald D. Lehr
Director

Included in HB 297

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

JAY S. HAMMOND, GOVERNOR

POUCH AM
JUNEAU, ALASKA 99811
PHONE: (907) 465-2211

May 29, 1981

Honorable Ed Dankworth and Don Bennett
Co-Chairmen, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, AK 99811

Amendment to SB 267
Supplemental Appropriation of \$70,000 GF
Department of Transportation and
Public Facilities
Russell Creek Hatchery Legal Costs

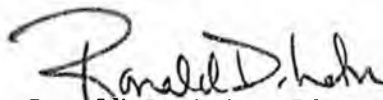
Dear Senators Dankworth and Bennett:

Please amend SB 267 to include a \$70,000 GF supplemental appropriation to the Department of Transportation and Public Facilities. This supplemental is needed to pay legal fees incurred in a suit by the department against CH2M Hill Corporation for faulty design of the Russell Creek Hatchery. DOTPF has filed claims against CH2M Hill in excess of \$600,000 and feels that they have an excellent chance winning the suit. There are not sufficient balances available in the current project appropriations to cover the additional legal fees associated with this suit.

Please add a section to SB 267 to read as follows:

"The sum of \$70,000 GF is appropriated from the general fund to the Department of Transportation and Public Facilities for legal fees associated with the Russell Creek Hatchery Project."

Sincerely,



Ronald D. Lehr, Director
Division of Budget and Management
Office of the Governor

MEMORANDUM


State of Alaska Department of Transportation & Public Facilities

TO: Ron Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: May 27, 1981

FILE NO:

TELEPHONE NO:

FROM: John C. Bates 
Deputy Commissioner
Department of Transportation
and Public Facilities

SUBJECT: Supplemental Request/
Russell Creek Hatchery

The Department of Transportation and Public Facilities requests a supplemental appropriation of \$70,000 to pay legal fees in the case of DOT/PF vs. CH2M Hill, Corporation.

The Department is suing the CH2M Hill, Corporation for faulty design of the Russell Creek Hatchery which will result in damages of over two million dollars. The amount of the five claims against CH2M Hill is in excess of \$600,000 and the department has an excellent chance of winning the suit.

The Attorney General's Office has hired outside legal services to represent the state. Currently they are expecting billings from the lawyers of approximately \$100,000 prior to the beginning of the next fiscal year. Neither the Department of Transportation and Public Facilities nor the Department of Fish and Game have funds from which to pay the legal fees. This supplemental will enable the state to continue to press its suit against CH2M Hill and allow the state to pay the legal costs which have accrued thus far.

Your support for this supplemental will be appreciated.

cc: Loren Rasmussen, Claims

STATE OF ALASKA

DEPARTMENT OF NATURAL RESOURCES

OFFICE OF THE COMMISSIONER

JAY S. HAMMOND, GOVERNOR

POUCH M
JUNEAU, ALASKA 99811
PHONE: (907) 465-2400

May 15, 1981

The Honorable Dick Eliason
Alaska State Senate
Pouch V
Juneau, AK. 99811

Dear Senator Eliason:

In response to an inquiry by your office, I have reviewed our supplemental request for work related to the Alaska Lands Act contained in SB 267.

Our original request was based on the assumption that supplemental funding would be available by April 1. Subsequently, the supplemental request was reduced based on the assumption that supplemental funding would be available on May 1 (see attached letter to Senator Fahrenkamp).

Now that we have lost the opportunity to get any appreciable work done prior to the start of the new fiscal year and because of uncertainty as to the level of funding which might be appropriated for implementation of the Lands Act, the value of supplemental funding is greatly diminished.

For these reasons, the only supplemental funds which would be of immediate value are:

Native Allotments - \$20.0 to complete the review of allotments on State selected lands prior to the June 2 deadline for immediate conveyance under Section 905.

Chugach Study - \$15.0 to fulfill contractual obligations created by State participation in the Chugach Study. This project is also under a short Congressionally mandated deadline.

Senator Dick Eliason

-2-


May 15, 1981

Bristol Bay - \$10.0 to hire a project manager in sufficient time to coordinate field activities in Bristol Bay for the coming summer. Would also provide travel funds for one organizational meeting of the project steering committee, including two local representatives from Bristol Bay.

Therefore, the total supplemental request, assuming a June 1 date for availability of funds, is \$45.0.

If you have any further questions, please let me know.

Sincerely,


Jeff Haynes
Deputy Commissioner

MEMORANDUM

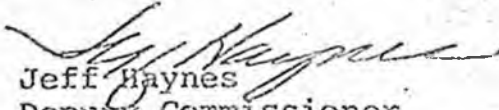
State of Alaska

TO: Senator Fahrenkamp

DATE: April 10, 1981

THRU: Jerry Reinwand

FILE NO:

FROM: 
Jeff Haynes
Deputy Commissioner
Department of Natural Resources

TELEPHONE NO:

SUBJECT: Supplemental Appropriation
for Alaska Lands Bill

The purpose of this memorandum is to request FY '81 Supplemental funding for the Department of Natural Resources' new responsibilities as a result of the Alaska Lands Bill. It is my understanding SB 267 will provide the vehicle for this funding request.

The Governor's budget request for FY '81 Supplemental funding for the Department of Natural Resources totalled \$619.8. It includes proposed expenditures for eight projects as follows:

Chugach Region Study	\$ 55.3
Bristol Bay Cooperative Study	\$112.2
North Slope Oil & Gas Study	\$ 26.0
Native Allotment Review	\$160.0
ANSCA Land Review	\$ 14.0
Navigability/Submerged Lands Defense	\$184.5
Map Production/Status Plat Update	\$ 55.0
Additional Administrative Support	\$ 7.9

One assumption used in preparing this supplemental request was that funds would be available on April 1st. As this assumption obviously proved to be optimistic, significant reductions may be made by changing that assumption to May 1st. Further, given the shorter time remaining in the current fiscal year, we can reasonably defer the creation of most positions until July 1st.

Therefore, the Supplemental request we feel it critical to include in SB 267 is:

Chugach Study \$ 55.3

The Chugach Study which examines the impact of Chugach Native Selections in Prince William Sound has already begun and will continue until November 1981. Without this funding, the State would be forced to drop out as a participant. These funds are for travel and contractual services. No new positions will be created.

Bristol Bay Study

\$ 58.0

Bristol Bay was designated as a Cooperative Federal/State/local planning region in the lands bill. The study includes/examination of possible changes in land status and the preparation of land use plans prior to the scheduled oil and gas lease sales. This study resulted from the Governor's insistence that the State play a strong role in future management of Bristol Bay. One position would be created to lead the project supplemental by contractual funds. The balance of the FY '81 work can be shifted to FY '82.

North Slope Oil & Gas Study

\$ 26.0

These are three oil and gas studies in the bill leading to additional leasing on federal lands in Alaska. This will allow the Division of Minerals & Energy Management and the Division of Geologic & Geophysical Surveys to participate in the planning for these sales. Two geologist positions would be created.

Native Allotment Review

\$100.0

Approximately 4,000 Native Allotments will be approved on June 2, 1981 under terms of the Alaska Lands Bill which may potentially impede access to State lands or possess mineral values. The Department is working with BLM to try to review each of these allotments and to file protests where applicable to prevent "instant conveyance." These funds are for contractual services to prepare maps, review case files, and write protests.

ANSCA Land Review

\$ 0

Defer until FY '82.

Navigability/Submerged Land Defense

\$100.0

This very important project constitutes the largest component of the Department's request for FY '82. Approximately 6,000,000 acres of navigable river and lake beds are at stake which are valuable for mineral potential, oil and gas potential, and acres for sport hunting and fishing. A five year statute of limitations in the lands bill terminates the State's right to appeal adverse navigability determinations in 1986. Where water bodies are determined to be navigable, the State receives title to the water bodies under the Submerged Lands Act of 1953. These funds will be used to gather hydrologic and historical data in three regions - Bristol Bay, Arctic Slope, and the Upper Yukon. No new positions will be created in FY '81. As this project does not have an immediate deadline, we can defer additional action until July 1st. We strongly urge careful consideration of our FY '82 budget amendment by the Resources Committee.

Map Production/Land Status

\$ 55.0

This is a one time request to prepare maps showing new conservation unit boundaries, working maps for Native Corporation amendments, and update of department Status plats. These are all contractual funds.

Administrative Support

\$ 5.0

To provide clerical assistance to the department to prevent these projects from superseding DNR's currently approved work program. No new permanent position will be created with these funds.

TOTAL FY 81 SUPPLEMENTAL

\$399.3

MEMORANDUM


State of Alaska

TO: Virginia Stonkus
Budget & Management

DATE: April 10, 1981

FILE NO:

TELEPHONE NO:

FROM:  Reed Stoops
Director
Research & Development

SUBJECT: Budget Detail FY '81
Supplemental Request for
Alaska Lands Bill.

The deletions reflected in the April 10 memorandum to Senator Fahrenkamp are detailed for you as follows:

Chugach Study - no change

<u>Bristol Bay Study</u>	<u>original</u>	<u>Modified</u>
100	12.2	6.0
200	5.0	2.0
300	90.0	50.0
400	3.0	0
500	2.0	0

North Slope Oil & Gas - no change

Native Allotments

100	3.8	0
200	8.6	0
300	146.6	100.0
400	1.0	0
500	0	0

ANSCA Land Review - Deferred

Navigability

100	62.4	0
200	8.0	0
300	104.9	100.0
400	2.8	0
500	6.4	0

Map Production/Status Plat - no change

Administrative Support

100	5.9	0
200	0	0
300	0.5	5.0
400	0.3	0
500	1.2	0

RS:msp

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

JAY S. HAMMOND, GOVERNOR

POUCH AM
JUNEAU, ALASKA 99811
PHONE: (907) 465-2211

APR 29 1981

April 27, 1981

Honorable Don Bennett and Ed Dankworth
Co-Chairmen, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to SB 267
Various Appropriation Adjustments
Department of Natural Resources
NRMEC, Public Protection and Development
Categories
FY 80 Overexpenditures and Unpaid Billings

Dear Senators Bennett and Dankworth:

Please amend SB 267 to include a general fund supplemental appropriation totalling \$541,499 to the Department of Natural Resources for FY 80 shortfalls due to appropriation overexpenditures, and unpaid vendor and interagency billings. The categories affected and the amounts requested are indicated as follows:

<u>Category</u>	<u>Overexpenditure</u>	<u>Unpaid Billings</u>
NRMEC	414,601	116,184
Development	5,662	1,179
Public Protection	-0-	3,873
TOTAL	420,263	121,236

The cumulative DNR FY 80 appropriation authorization, and related overexpenditures and unpaid billing totals are identified by category below. An abridged explanation of each shortfall experienced is also provided. Additionally, a detailed analysis conducted by Budget and Management is presented in Attachment I.

Department of Natural Resources FY 80
Overexpenditures and Unpaid Bills

<u>NRMEC Category</u>	<u>GF Appropriation</u> (Includes retro salary increases)	<u>GF Expenditures</u>	<u>Unpaid Bills</u>	<u>Authorization Needed</u>	<u>Supplemental Request</u>	<u>Cause for Overexpenditure</u> (See Legend below)
Mgmt & Adm	\$1,660,361	\$1,667,141	\$655	\$1,667,796	\$7,435	A
Minerals & Energy Mgmt	1,625,431	1,510,127	515	515	515	E
Geolog. & Geophy. Prog.	1,877,118	1,976,913	7,279	1,984,192	107,074	B, C
Royalty Oil & Gas Board	153,914	151,314	805	805	805	E
Oil & Gas Conservation	1,801,300	1,731,802	0	0	0	
Land Management	1,821,074	1,833,796	76	1,833,872	12,798	B
Lands Admin. & Support	1,811,592	1,817,436	2,392	1,819,828	8,236	A, B
Cadastral Engineering	3,376,400	3,314,205	780	780	780	E
Forest Prot. & Mgmt	3,414,163	3,320,403	1,495	1,495	1,495	E
District Ops. (Lands)	5,224,779	5,389,928	72,187	5,462,115	237,336	B, C
AK Conser. Action Corps.	92,000	167,000	1,207	168,207	76,207	B
Parks & Rec.-Districts	2,134,009	2,086,685	27,878	27,878	27,878	E
Park Management	551,348	588,348	877	589,225	37,877	A, B
Historic Resource Mgmt.	163,553	175,864	38	175,902	12,349	C
NRMEC Total	25,707,042	25,730,962	116,184	13,732,610	530,785	
<u>Public Protection Category</u>						
Division of Agriculture	781,109	647,514	3,873	3,872	3,873	F
<u>Development Category</u>						
Division of Agriculture	140,143	145,805	1,179	146,984	6,841	D
TOTAL DNR	26,628,294	26,524,281	121,236	13,883,466	541,499	

Legend

- A. RSA receipts not collected. Authorization was not restricted to prevent overexpenditure.
- B. Unrealized Federal Receipts. Authorization was not restricted to prevent overexpenditure.
- C. Personal Services charges not closely monitored to prevent overexpenditure.
- D. Failure to adequately monitor expenditure of authorized Federal Funds.
- E. Failure to adequately convert FY 80 expenditure account codes to FY 81 expenditure account codes.
- F. Program transferred to Department of Environmental Conservation. Prior year authorization was not transferred.

The explanations offered by the Department for the appropriation overexpenditures focused on two principal factors. The first is based on the approved funding authorizations by appropriation displayed on the monthly Authorization Balance Reports. The appropriations shown are the total of general funds and funds anticipated from all other sources. If receipts from sources other than the general fund are not realized and if the appropriation level is not adjusted to reflect this fact, then the appropriation level will be overstated. The Department failed to adjust non general fund authorizations to equal the actual receipts of non general funds.

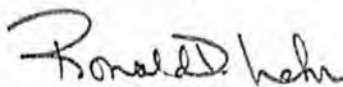
A second factor for overexpenditure resulted from DNR's failure to collect valid receivables from federal sources, other state agencies, and even other divisions within the Department. Failure to collect revenue resulted in expenditure of general funds instead of federal or inter-agency receipts. The supplemental is necessary to match existing general fund expenditures with the related authorizations to spend general funds.

The Department identified three major causes for the unpaid bills. The first cause is directly attributable to overexpenditures. The second cause is due to management's failure to follow the normal accounting practice of encumbering funds when making purchases or issuing contracts. The third cause relates to the Department's failure to make adequate conversions of FY 80 expenditure account codes to FY 81 account codes. This is primarily due to the Department's FY 81 reorganization.

The supplemental request for FY 80 overexpenditures will be recorded as an increase in prior year (FY 80) general fund appropriations by category and by appropriation item. Since outstanding prior year bills can only be paid out of current year appropriations, the supplemental request for FY 80 unpaid billings will be recorded as an increase in current year (FY 81) general fund appropriations where such unpaid billings continue to exist.

Given the magnitude and scope of the supplemental request, the appropriate and timely allocation of these funds within each appropriation item will be closely monitored by Budget and Management. Additionally, procedures for rectifying the Department's poor management and accounting practices as documented in Attachment I will be initiated in cooperation with Department management and fiscal staff.

Sincerely,



Dr. Ronald D. Lehr
Director

Attachments

ATTACHMENT I

STATE
of ALASKA

MEMORANDUM

TO: Ronald D. Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: April 27, 1981

FILE NO:

TELEPHONE NO:

FROM: *U. Stonkus* *BL*
Bob Rehfeld, Program Budget Analyst
Virginia Stonkus, Program Budget Analyst
Division of Budget and Management
Office of the GovernorSUBJECT: Analysis of Department of
Natural Resources FY 80
Overexpenditures and
Unpaid Billings

We have reviewed the Department of Natural Resources' (DNR) general fund supplemental appropriation request for FY 80 shortfalls due to appropriation overexpenditures and unpaid vendor and interagency billings. The magnitude and scope of the request warranted a detailed analysis of DNR's management and accounting practices to specifically determine what factors contributed and/or are contributing to the problems exemplified therein. A work plan was developed to focus on DNR's individual appropriation items, by category, and to identify issues relating to appropriation overexpenditures and to unpaid billings. The tasks generated by this approach involved the following activities:

- a) Gather all recent Legislative Audits and Internal Audits on DNR programs affected by the supplemental request
- b) Obtain copies of DNR's FY 80 lapsed balances and accounting worksheets as of August 30, 1980.
- c) Determine why the need for an FY 80 supplemental is only now becoming apparent.
- d) Meet with DNR management and fiscal staff to develop policies and improved accounting measures to rectify inadequate program and expenditure controls.

The analysis is now complete, and is presented by category below. Recommendations for improvements to DNR's management and accounting policies will be finalized and presented to you within the next two weeks.

Category: NATURAL RESOURCES MANAGEMENT AND ENVIRONMENTAL CONSERVATION

I OVEREXPENDITURES -

Following are listed the appropriations for FY 80 within the NRMEC category together with lapsed balances. Negative balances are shown in parentheses.

<u>Appropriation Items</u>	<u>FY 80 GF Lapse Balances</u>	
Management and Administration	(6,780.35)	
Minerals & Energy Management	115,304.00	
Geological & Geophysical Programs	(99,795.17)	
Oil & Gas Conservation	69,498.40	
Royalty Oil & Gas Board	2,600.15	
Land Management	(12,721.74)	
Lands Administration & Support	(5,844.41)	
Cadastral Engineering	62,194.69	
Forest Protection & Management	93,760.35	
District Operations (Lands)	(165,148.58)	
Alaska Conservation Action Corps	(75,000.00)	NOTE 1
Parks & Recreation - Districts	34,197.22	
Park Management	(37,000.00)	NOTE 2
Historic Resource Management	<u>(12,310.55)</u>	
Balance	(37,045.99)	

NOTE 1 (Alaska Conservation Action Corps): At the request of the Department, the Division of Legislative Audit initiated a review last year of the YCC program carried in this appropriation. The report is not yet completed; however, from a Preliminary Audit Report dated February 25, 1981 it appears that an FY 1980 supplemental appropriation is necessary in the amount of at least \$70,344. The \$75,000 indicated is a high estimate to cover any revisions of the Legislative Audit estimate.

NOTE 2 (Park Management): In a letter dated December 4, 1980, the Division of Legislative Audit pointed out the need to request an FY 1980 supplemental appropriation to cover accumulated program receipt shortfalls of an amount estimated to be between \$35,000 and \$37,000 for a special project "Alaska Public Survey" carried in this appropriation. \$37,000 is a high estimate to cover this situation.

ANALYSIS

The total FY 80 GF appropriation for the Department of Natural Resources for NRMEC was \$25,707,042 (includes retro salary increases). Of the 14 individual appropriations, eight were overspent for a cumulative negative lapse balance of approximately \$414,600.80. Additionally, unpaid vendor billings totaled \$116,183.31. Each of the negative balances indicated above are addressed separately, based upon a detailed accounting of all code charges made against the individual appropriations. An analysis of justifications (where appropriate) for unpaid vendor billings will also be reviewed separately.

A. Management & Administration

FY 80 GF Appropriation	Lapse Balance
\$1,660,361.0	(\$6,730.35)

The principal issue identified as causing this overexpenditure was a commingling of accounts established for a special purpose and general operating budget appropriations. This has been a recurring problem with DNR. (Reference - Division of Legislative Audit, Review of the Department of Natural Resources, July 1, 1978 - June 30, 1979, Recommendation #1). In this particular case, an RSA between the Governor's Office and DNR/Commissioner's Office was prepared for a specific purpose (West Coast Oil Surplus Study, RS 01-7973, \$60,000.0 GF, encumbered June 28, 1979.) The estimated Interagency Receipts were recorded as an increase in the GF operating authorization. The work was performed, but DNR was negligent in collecting monies due and owing under the terms of the RSA. With RSA receipts not collected, there were also no authorization restrictions submitted and no overexpenditure controls in place to preclude management from expending beyond the actual GF appropriation.

B. Geological & Geophysical Programs

FY 80 GF Appropriation	Lapse Balance
\$1,877,118.0	(\$99,795.17)

Five separate components had been established and were charged against this appropriation. In the case of one component, a previously designated continuing account rolled a prior year (FY 79) negative balance of \$11,778.15 into the current year (FY 80). Additionally, there was a commingling of special appropriations from federal sources as well as from RSA's. When actual federal receipts differed from the appropriation totals, no authorization adjustments were made to reduce the authorization levels, thus no overexpenditure controls were in place to preclude program managers from expending beyond actual receipt balances. In one case, a project was overspent by \$33,403.89 due to management's negligence in monitoring personal service charges as shown on the monthly Combined Payroll Register Report and the Monthly Authorization/Expenditure Report.

C. Land Management

FY 80 GF Appropriation	Lapse Balance
\$1,821,074.0	(\$12,721.74)

This case involves federal funds appropriated through the operating budget where the actual receipt of funds was less than that which was authorized. Therefore, the expenditure authorization was overstated to the extent of the receipt shortfall. Additionally, there are examples of coding errors (recording an appropriation to the wrong code), double recordings and late accounting reconciliations. While certain program managers have initiated procedures to rectify past years' accounting and management errors, the balance of unrealized federal receipts due to overstated expenditure authorizations in continuing accounts over a minimum of two years hampered total accounting adjustments.

D. Lands Administration and Support

FY 80 GF Appropriations	Lapse Balance
\$3,376,400	(\$5,844.41)

This overexpenditure resulted from the combined errors of a previously designated continuing account rolling a prior year negative balance into FY 80 (\$16,682.17), and program managers' negligence in collecting inter/intra agency monies due and owing under terms of RSA's. Additionally, authorizations for the unrealized special purpose funds (RSA's) were commingled with the operating budget appropriation, causing an overstatement of expenditure authorization. No authorization adjustments were made to reduce the authorization balances thus no overexpenditure controls were in place to preclude program managers from expending beyond the GF appropriations based on the recorded expenditure authorization. Overall, it appears there was general disregard for expenditure control.

E. District Operations

FY 80 GF Appropriation	Lapse Balance
\$5,224,779	(\$165,148.58)

There are two principal causes for this particular overexpenditure. First, in the operating budget components, estimated federal receipts authorized for District Operations totaled \$399,500.0; actual federal receipts realized totaled only \$131,800.0. No authorization adjustments were made to reduce the amount of federal funds actually available, thus no overexpenditure controls were in place to preclude program managers from expending beyond the unrealized receipt shortfalls.

A second cause of the overexpenditure relates to adjustments to the operating budget appropriations as a result of FCCSHB66, and the impact of the Delta Barley Fire.

In a Department of Natural Resources prepared Fiscal Note for FCCSHB66 (Chapter 85, SLA 1979), the amount of \$3,000,000 was estimated as the funding necessary for the management and disposal of public lands. This amount was in addition to regular operating budget appropriations. The Legislature funded the fiscal note in the amount of \$1,950,000. This funding level was a best estimate with the little experience as to the costs involved with a land disposal program. Complicating this situation, particularly in the Northcentral District (Fairbanks) portion of the district Operations (Lands) budget, was the onset of the fire season with insufficient funding in the Fire Suppression Fund. To assure prompt payment of personnel and vendors, fire costs were charged to operating budget accounts for land disposal with the understanding that those costs would be adjusted to the Fire Suppression Fund when funds required were appropriated by the Legislature. In the confusion of the situation, the personal services budget relating to fires was overspent and the fact was not evident until the appropriate charges had been adjusted out of operating budget accounts into the Fire Suppression Fund. The result was that the cost of operating budget personnel was more than had been anticipated.

resulting in the overexpenditures (Reference, A Special Review of the Department of Natural Resources Fire Management Office, Division of Legislative Audit, October 12, 1979).

F. Alaska Conservation Action Corps

FY 80 GF Appropriation	GF Balance
\$61,640	(\$75,000) (See Note 1)

As noted earlier, the Division of Legislative Audit recently completed a review of the State's YCC/ACAC program. Their audit of the accounts shows that a shortfall occurred equal to at least \$70,000 in FY 80.

Except for Fiscal Year 1980, ACAC made up past shortfalls by spending State general matching funds. Since the program did not receive a general fund match appropriation for Fiscal Year 1981 and it has used its calendar 1980 Federal grant, it has already experienced a shortfall calculated as follows:

Calendar 1980 Federal grant receipts	\$189,000
Less amount used 1/1 - 6/30/80	(114,109)
Unused grant at 6/30/80	74,891
Less amount used 7/1 - 11/30/80	(148,835)
Shortfall at 11/30/80	\$(73,944)

In essence, the shortfall in this program has been a reoccurring problem which culminated when in FY 80 Federal receipts were significantly overstated, causing general funds to be expended when Federal receipts were not realized.

Again, there were no authorization adjustments to reduce the overstated authorization and no overexpenditure controls to affect the almost total lack of monitoring by the program managers.

G. Park Management

FY 80 GF Appropriation	Lapse Balance
\$551,348.0	(\$37,000) (See Note 2)

The overexpenditure in this appropriation occurred, as in other instances, when authorizations associated with special projects were combined with regular operating appropriations. Adequate controls were not in existence to prevent overexpenditures on the various projects by program managers. Additionally, an unauthorized expenditure authorization was recorded in the amount of \$60,200. The department also failed to collect the receipts due on an RSA. These two situations contributed to the overexpended appropriation.

H. Historic Resource Management

FY 80 GF Appropriation
\$163,553.0

Lapse Balance
(\$12,310.55)

In the case of Historic Resource Management, the shortfall resulted from management's failure to rectify an underbudgeted personal services situation through personnel layoffs, or covering personal services overexpenditures by underspending in other lines (travel, contractual, commodities).

II Unpaid Billings

Following are listed the appropriations within the NRMEC category indicating the amounts of unpaid bills:

<u>Appropriation</u>	<u>Unpaid Billings</u>
Management & Administration	655.13
Minerals & Energy Management	515.10
Geological & Geophysical Programs	7278.75
Royalty Oil & Gas Board	805.00
Land Management	75.63
Lands Administration & Support	2391.60
Cadastral Engineering	779.59
Forest Protection & Management	1495.01
District Operations (Lands)	72187.37
Alaska Conservation Action Corps	1207.38
Parks & Recreation - Districts	27877.79
Park Management	877.08
Historic Resource Management	37.88
Total	\$116,183.31

Justification for delay in payment of billings beyond the close of FY 80 are varied, and are described in detail below:

- A. In cases where positive lapsed balances are recorded, the problem can be attributed to late processing and/or untimely invoice submissions. Generally, bills remaining after close-out of a fiscal year in the August following can be paid from the next fiscal year's funding so long as the appropriation from which they are paid indicates a positive prior year lapsed balance. However, DNR totally restructured its FY 81 budget which precluded a direct correlation of account codes from prior year to current year. Since DNR Management was extremely late in completing the accounting correlation transactions, resulting in delays past the close of the cut-off period, the standard processing practice for late billings was not pursued.

Delays in payment of billings can be further broken out into three general categories: (1) the vendor simply billed too late, or sent an invoice to the wrong agency; (2) field offices did not submit the

invoice with payment approval in a timely manner; (3) payment delay in DNR's central fiscal office (needed more information concerning appropriation codes to be charged, returned T/A's for corrections, coding errors, etc.); and (4) encumbrances on allocations for bills outstanding were not processed.

- B. Where negative lapsed balances are recorded, the unpaid billings are a direct result of overexpenditure of appropriations. In a number of cases, overexpending personal services authorizations resulted in insufficient unobligated balances within the appropriation level. Where sufficient balances did exist in personal services, no attempt was made to redistribute available allocations for appropriate vendor payments.

Concerning District Operations (Lands), the problem was that the Division overspent its personal services budget. This occurred because the costs of personnel involved with fires were mixed with operating personnel. When fire personnel costs were adjusted out it was found that operating personnel costs exceeded what had been anticipated. Consequently, the personnel costs exhausted the appropriation leaving vendors unpaid and the appropriation with a negative balance.

- C. In the case of the Royalty Oil and Gas Board, that activity was transferred to and is funded in the Department of Commerce and Economic Development for FY 81. Account codes were not correlated and converted; consequently, late billings could not be processed in the normal manner.

As a point of information, of the total of \$116,183.31 of unpaid billings roughly 90% of the total (\$104,545.10) is due and owing to other State agencies as follows:

Central Duplicating	1,243.07
DOT/PF Vehicle Charges	100,579.84
DOT/PF Equipment	1,928.00
Surplus Property	794.19
Total	<u>\$104,545.10</u>

CATEGORY: DEVELOPMENT

I. Overexpenditure

Following is the appropriation within the Development Category indicating the FY 80 shortfall for DNR:

<u>FY 80 GF Appropriation</u>	<u>Lapse Balance</u>
Agriculture Development	
\$519,081.0	(\$5,622.21)

Overexpenditure in the Development Category resulted primarily from the commingling of a continuing federal grant with a general fund appropria-

tion, generating a misrepresentation of balances available. Since the federal grant was for a specific purpose, expenditures were made from the general fund appropriation in the amount of \$5,662.21. As a result of the unauthorized general fund expenditure, there is insufficient funding available in the federal grant authorization to carry forward to the current fiscal year.

II Unpaid Bills

A breakout of unpaid vendors and inter-agency billings within the Development Category, by allocation, follows:

<u>Allocation</u>	<u>Unpaid Billings</u>
Plant Materials Center	\$316.21
Administration & Support	497.88
Agricultural Loan Fund	<u>364.51</u>
Total	\$1,178.60

In the case of the Plant Materials Center and the Agriculture Loan Fund the delay in payment can be attributed to (1) accounting delays in DNR's central fiscal office; (2) one vendor did not submit a billing until November, 1980 for charges incurred June 3, 1980; and (3) overexpended allocations within the appropriation. Vendor payments were also delayed by the department's reorganization, hampering FY 80 - FY 81 account code conversions for late billings.

Delays in payment in the Administration and Support allocation resulted from billings that were rejected by the computer due to insufficient unencumbered balances in line item authorizations. At year end closing, no attempt was made to adjust those authorization levels to allow vendor payments to be made.

CATEGORY: PUBLIC PROTECTION

I Unpaid Billings

DNR's request for unpaid vendor billings in the Public Protection Category are for amounts remaining outstanding under the Agriculture Inspection appropriation. For FY 81, responsibility for Agriculture Inspection was transferred to and is funded within the Department of Environmental Conservation. Because of that situation, account codes were not correlated and converted in a timely manner, and as a consequence the standard processing practice for late billings could not be pursued.

Delays in payment also resulted from insufficient unencumbered balances in line item authorizations. Since control levels had been established at the allocation level, line item authorizations had not been adjusted by Revised Program to accurately reflect expenditure patterns. As a result, billings were rejected by the computer due to insufficient unencumbered balances in line item authorizations. DNR management was negligent in not correcting this situation before year end closing.

It should be noted that, while unpaid vendor billings do show for this appropriation in DNR, a general fund lapse balance of \$233,589.56 was recorded for this appropriation. However, effective July 1, 1980, responsibility for this program was transferred to the Department of Environmental Conservation. While the FY 81 appropriation was transferred via RSA, DNR neglected to transfer prior year authorizations. Since outstanding prior year bills are paid out of current year appropriations up to the amount of positive lapse balances, and since DNR no longer has a current year appropriation for the program, a supplemental appropriation is requested.

SUMMARY

It is apparent from the magnitude and pervasiveness of the Department of Natural Resources' overexpended appropriations, particularly in the NRMEC Category, that management's concern for overexpenditure control, appropriate and timely revenue collections and/or adjustments, and general compliance with governmental accounting principals has been inadequate. As noted throughout this analysis, the majority of the overexpenditures recorded and the late billings accumulated could have been obviated if adequate accounting safeguards had been in place and if program managers carried out their responsibility of monitoring actual appropriation authorizations. Had the Department not undergone a total reorganization beginning in FY 81, the number and scope of the management problems and accounting errors experienced may not have been recognized, e.g., the commingling of continuing accounts and general operating accounts. On the other hand, it is apparent from past audit reports that corrective measures for such problems and errors had been recommended prior to that time. While this supplemental will rectify the results of poor management practices in the past, Department assurances for future fiscal and accounting improvements will be closely monitored.

PLEASE NOTE:

In those instances where unpaid billings are less than a positive lapse total, outstanding payments may be made from current year appropriations by reducing those appropriation levels by the unpaid amount. However, since we are in the final quarter of FY 81, and in the interest of an equitable settlement of those payments still due and owing, the efficacy of this supplemental request is warranted.

MEMORANDUM

State of Alaska
DEPARTMENT OF NATURAL RESOURCES

RECEIVED
APR 13 1981
BUDGET AND MANAGEMENT

Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: April 10, 1981

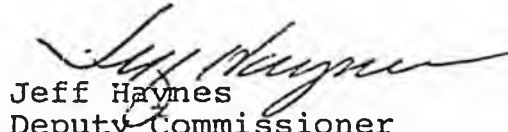
FILE NO:

RECEIVED

TELEPHONE NO:

APR 13 1981

FROM:


Jeff Haynes
Deputy Commissioner

SUBJECT:

BUDGET AND MANAGEMENT
Request for Supplemental
Appropriation

The Department of Natural Resources requests a supplemental appropriation in the amount of \$37,045.99 for FY 1980 appropriations in the Natural Resources Management and Environmental Conservation category as indicated hereafter.

Following are listed the appropriations within the NRMEC category together with lapsed balances. Negative balances are shown in parenthesis.

<u>Appropriation</u>	<u>Balances</u>
Management & Administration	(6,780.35)
Minerals & Energy Management	115,304.00
Geological & Geophysical Programs	(99,795.17)
Oil & Gas Conservation	69,498.40
Royalty Oil & Gas Board	2,600.15
Land Management	(12,721.74)
Lands Administration & Support	(5,844.41)
Cadastral Engineering	62,194.69
Forest Protection & Management	93,760.35
District Operations (Lands)	(165,148.58)
Alaska Conservation Action Corps	(75,000.00) NOTE 1
Parks & Recreation - Districts	34,197.22
Park Management	(37,000.00) NOTE 2
Historic Resource Management	(12,310.55)
Balance	(37,045.99)

NOTE 1 (Alaska Conservation Action Corps): At the request of the Department, the Division of Legislative Audit initiated a review last year of the YCC program carried in this appropriation. The report is not yet completed; however, from a Preliminary Audit Report dated February 25, 1981 it appears that an FY 1980 supplemental appropriation is necessary in the amount of at least \$70,344. The \$75,000 indicated is our high estimate to cover any revisions of the Legislative Audit working estimate.

NOTE 2 (Park Management): In a letter dated December 4, 1980, the Division of Legislative Audit pointed out the need to request an FY 1980 supplemental appropriation to cover accumulated program receipt shortfalls of an amount estimated to be between \$35,000 and \$37,000 for a special project "Alaska Public Survey" carried in this appropriation. \$37,000 is our high estimate to cover this situation.

Each of the negative balances indicated previously are addressed separately following, based upon the detailed accounting worksheets provided to your office:

a. Management and Administration - The problem here is that an RSA was incorrectly mixed with the general fund appropriation because of the control level input to data processing. The consequence was an apparent misrepresentation of balances available to the program manager. While the balances existed, the RSA portion was for a specific purpose. The program manager made expenditures beyond the general fund appropriation evidently based on the stated expenditures authorization.

b. Geological and Geophysical Programs - In this appropriation, the problem is essentially the same as (a) above, only more so. There was a commingling of special appropriations from federal sources as well as from RSA's. Also, in one instance, a continuing account carried forward a negative balance from the prior year of \$11,778.15.

c. Land Management - This case involves federal funds appropriated through the operating budget where the actual receipt of funds is less than that which was estimated and authorized. Therefore, the expenditure authorization was overstated to the extent of the receipt shortfall.

d. Lands Administration and Support - Interagency receipts were included in the operating budget appropriation which were never realized causing a situation parallel to (c) above. In addition, a continuing account carried forward a negative balance of \$16,682.17.

e. District Operations (Lands) - The operating budget for this appropriation included federal funds which were not fully realized. Consequently, the expenditure authorization was overstated to the extent of the receipt shortfall. However, there are other circumstances involved with this appropriation which warrant further explanation.

In the Fiscal Note for FCCSHB66 (Chapter 85, SLA 1979) the amount of \$3,000,000 was established as the funding necessary relating to the management and disposal of public lands, in addition to operating budget appropriations. Initial funding was in the amount of \$1,950,000 (about 65%) which was consistent with the level of other initial operating budget appropriations in the NRMEC category. When the last third of the appropriation was provided (Section 3, Chapter 6, SLA 1980) the amount was \$596,000. Consequently, where the Fiscal Note indicated a requirement of \$3,000,000, the department received funding of \$2,546,000 for a shortfall of \$454,000.

It is to be noted that the reduced funding was at the request of the department which believed it could do the job for the lesser amount. The revised forecast of needs was a best estimate with the little experience as to the costs involved with an extensive land disposal program. Complicating this situation, particularly in the Northcentral District (Fairbanks) portion of the District Operations (Lands) budget, was the onset of the fire season with insufficient funding in the Fire Suppression Fund. To assure prompt payment of personnel and vendors, fire costs were charged to operating budget accounts with the understanding that those costs would be adjusted to the Fire Suppression Fund when funds required were appropriated by the Legislature. In the confusion of the situation, personnel costs relating to fires was overestimated and the fact was not evident until the appropriate charges had been adjusted out of operating budget accounts into the Fire Suppression Fund. The result was that the cost of operating budget personnel was more than had been anticipated when the reduced funding had been requested by the department.

f. Historic Resource Management - This appropriation involves a situation parallel to that set forth in (a) above involving the commingling of RSA funding with the operating budget appropriation because of control level input to data processing.

As previously reported to your office and verified by your staff, we have taken steps necessary to control special appropriations and funding through RSA's by establishing and identifying them individually as separate accounts.

Since two of the appropriations were affected by negative carry forward balances from FY 1979 (b) above/\$11,778.15, (c) above/\$16,682.17) in the amount of \$28,460.32, it is suggested that the department's NRMEC lapse for FY 1979 be the source of funding for that amount. The source of funding for the remaining \$8,585.67 that is suggested is the general fund lapse of \$133,589 reported from the department's FY 1980 appropriation for the Public Protection category.

MEMORANDUM

State of Alaska

DEPARTMENT OF NATURAL RESOURCES

TO Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

Already in file
DATE: April 13, 1981

FILE NO: ~~0100~~

TELEPHONE NO:

SUBJECT: 5051004

Request for Supplemental
Appropriation

RECEIVED
APR 21 1981
BUDGET AND MANAGEMENT

FROM: *Jeff Haynes*
Jeff Haynes
Deputy Commissioner

The Department of Natural Resources requests a supplemental appropriation in the amount of \$116,183.31 for FY 1980 appropriations in the Natural Resources Management and Environmental Conservation category as indicated hereafter.

This request covers billings delayed in payment beyond the close of the cut-off date for FY 1980 processing and reflects the amount owed to vendors for goods and services rendered for which they have not been reimbursed.

Following are listed the appropriations within the NRMEC category indicating the amounts of unpaid bills:

<u>Appropriation</u>	<u>Unpaid Billings</u>
Management & Administration	655.13
Minerals & Energy Management	515.10
Geological & Geophysical Programs	7,278.75
Royalty Oil & Gas Board	805.00
Land Management	75.63
Lands Administration & Support	2,391.60
Cadastral Engineering	779.59
Forest Protection & Management	1,495.01
District Operations (Lands)	72,187.37
Alaska Conservation Action Corps	1,207.38
Parks & Recreation - Districts	27,877.79
Park Management	877.08
Historic Resource Management	37.88
Total	<u>\$116,183.31</u>

The reasons for delay in payment of billings beyond the close of FY 1980 are varied and are discussed following:

a. In the case of the Royalty Oil and Gas Board, that activity was transferred to and is funded in the Department of Commerce and Economic Development for FY 1981. Because of that situation, account codes were not correlated and converted; consequently, late billings could not be processed in the normal manner.

April 13, 1981

b. With respect to the appropriations listed in my April 10, 1981 memorandum, same subject, indicating negative balances, the problem would appear to be overexpenditure of the appropriations. However, at the time of closing out FY 1980 books, balances were shown as available except in District Operations (Lands) due to the problems of overstatement of revenues and commingling of RSA and other fund source authorizations as described in referenced memorandum. Because, as you know, the department totally restructured its FY 1981 budget as compared to that of FY 1980 the accounting information did not correlate and, as a consequence, the standard processing practice for late billings could not be pursued.

c. Concerning District Operations (Lands) there is a lengthy explanation of the circumstances pertaining to that appropriation in the memorandum referenced. The resultant problem was that personnel costs to the program were underestimated. Because the costs of personnel involved with fires were mixed with operating personnel, control was lost. When fire personnel costs were adjusted out it was found that operating personnel costs exceeded what had been anticipated. Consequently, since personnel expenditures borrow from other code line authorizations, the personnel costs exhausted the appropriation leaving vendors unpaid and the appropriation with a negative balance.

d. In the instances of positive balances of appropriations listed in the memorandum referenced, the delays in payment of billings fall in three general categories. First, because the vendor simply billed too late; second, field offices did not submit payment approval timely; and third, payment delay was a problem in our central fiscal office. In the latter case we did not accumulate reasons on our central office delays. Of those delays, some would be due to problems with the billings which would have to be resolved prior to payment and, when resolved, the processing period was over. Delays could have been encountered by machine rejection requiring correction and other delays could have simply been human errors. As indicated earlier, the budget restructuring prevented following the routine processing practice for late billings.

As a point of information, of the total of \$116,183.31 of unpaid billings, the amount of \$104,545.10 is due to other state agencies as follows:

Central Duplicating	1,243.07
DOT/PF Vehicle Charges	100,579.84
DOT/PF Equipment	1,928.00
Surplus Property	794.19
Total	<u>\$104,545.10</u>

The source of funding suggested for this supplemental is the general fund lapse from the department's FY 1980 appropriation for the Public Protection category which was reported as \$133,589.56. An amount of \$3,873.14 in unpaid bills for the appropriation Agricultural Inspection to be paid from that source reduces the balance to \$129,716.42. Also, the amount of \$8,585.67 was suggested from that source in connection with NRMEC category negative balances which reduces the amount available to \$121,130.75 which is sufficient to cover.

MEMORANDUM

State of Alaska

DEPARTMENT OF NATURAL RESOURCES

TO: Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: April 10, 1981

FILE NO:

RECEIVED
BUDGET AND MANAGEMENT

FROM: *Jeff Haynes*
Jeff Haynes
Deputy Commissioner

TELEPHONE NO:

SUBJECT: Request for Supplemental
Appropriation

The Department of Natural Resources requests a supplemental appropriation of \$1,178.60 for the FY 1980 appropriation for Agricultural Development in the Development category.

This request covers billings delayed in payment beyond the close of the cut-off date for FY 1980 processing and reflects the amount owed to vendors for goods and services rendered for which they have not been reimbursed.

The appropriation was composed of three allocations with unpaid bills as follows:

<u>Allocation</u>	<u>Amount</u>
Plant Materials Center	\$316.21
Administration & Support	497.88
Agricultural Loan Fund	<u>364.51</u>
Total	1,178.60

In the case of the Plant Materials Center and the Agricultural Loan Fund it has been determined that the delays in payment were due to problems in our central fiscal office although in one instance the vendor simply billed too late for processing. Because, as you know, the department totally restructured its FY 1981 budget as compared to that of FY 1980, the accounting information did not correlate and as a consequence the standard processing practice for late billings could not be pursued.

Delays in payment in the Administration and Support allocation were due to billings being rejected by machine because line item authorizations were insufficient. At year end closing, time precluded correcting the situation.

The Agricultural Loan Fund lapsed \$21,572 in FY 1980 and its unpaid bills should be appropriated from that source. A general fund lapse of \$24,591 has been reported to your office for the Development category and that is the appropriation source recommended for the Plant Materials Center as well as Administration and Support.

MEMORANDUM

State of Alaska
DEPARTMENT OF NATURAL RESOURCES

TO: Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: April 10, 1981

FILE NO:

TELEPHONE NO:

FROM: *Jeff Haynes*
Jeff Haynes
Deputy Commissioner

SUBJECT: Request for Supplemental
Appropriation

RECEIVED
APR 10 1981
BUDGET AND MANAGEMENT

The Department of Natural Resources requests a supplemental appropriation of \$3,850.64 for the FY 1980 appropriation for Agricultural Inspection in the Public Protection category.

This request covers billings delayed in payment beyond the close of the cut-off date for FY 1980 processing and reflects the amount owed to vendors for goods and services rendered for which they have not been reimbursed.

Agricultural Inspection was transferred to and is funded in the Department of Environmental Conservation for FY 1981. Because of that situation, account codes were not correlated and converted and late billings could not be processed in the normal manner.

Delays in payment were due essentially to our control levels being established at the allocation level, rather than the appropriation level, and that line item authorizations had not been adjusted by Revised Program to accurately reflect expenditure patterns. Consequently, billings were rejected by machine because, although the allocation was sufficient, the line item authorization was not. At year end closing, time precluded correcting the situation.

A general fund lapse of \$133,589 has been reported to your office for this appropriation and that is the appropriation source recommended.

MEMORANDUM

State of Alaska
DEPARTMENT OF NATURAL RESOURCES

TO: Ronald D. Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: April 10, 1981

FILE NO:

TELEPHONE NO:

FROM: 
Jeff Haynes
Deputy Commissioner

SUBJECT: Request for Supplemental
Appropriation

RECEIVED
APR 10 1981
BUDGET AND MANAGEMENT

The Department of Natural Resources requests a net zero-balance supplemental FY 1980 operating budget appropriation in the Development category.

A general fund lapse of \$24,591 has been reported to your office for the Development category. However, we have found in the Administration and Support allocation of the Agricultural Development appropriation that a federal grant was inadvertently commingled with the general fund appropriation because of an error in control level input to data processing.

The consequence of the commingling was a misrepresentation of balances available to the program manager. While the balances were there, the federal grant portion was for a specific purpose. The program manager being misled, made expenditures which borrowed from the federal grant in the amount of \$5,662.21.

As a result of the above, we have insufficient funding available in the federal grant authorization to carry forward to the current fiscal year.

As previously reported to your office and verified by your staff, we have taken the steps necessary to control special appropriations by establishing and identifying them individually as separate accounts.

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

POUCH AM — JUNEAU 99811
PHONE 465-2213

JAY S. HAMMOND, GOVERNOR

March 25, 1981

The Honorable Don Bennet and Ed Dankworth
Co-Chairmen, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to S.B. 267
\$805,600 GF for D-2 implementation
in five Departments

Dear Senators Bennett and Dankworth:

Please revise S.B. 267 to appropriate \$805,600 general funds for State Activities related to implementation of the Alaska National Interest Lands Conservation Act. Please add five (5) new sections to S.B. 267 to read as follows:

1. The sum of \$31,300 is appropriated from the general fund to the Office of the Governor, Division of Policy Development and Planning, for D-2 implementation activities.
2. The sum of \$62,700 is appropriated from the general fund to the Department of Law for D-2 implementation activities.
3. The sum of \$614,900 is appropriated from the general fund to the Department of Natural Resources for D-2 implementation activities.
4. The sum of \$46,700 is appropriated from the general fund to the Department of Public Safety for D-2 implementation activities.
5. The sum of \$50,000 is appropriated from the general fund to the Department of Transportation and Public Facilities for D-2 implementation activities.

This supplemental request is being submitted as an amendment to an existing bill in order to speed consideration. The request is fully documented and justified in the D-2 implementation budget being submitted under separate cover.

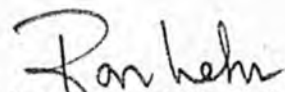
Bennett and Dankworth
Senate Finance Committee

--2--

March 25, 1981

Thank you for your assistance.

Sincerely,

A handwritten signature in cursive script that reads "Ron Lehr".

Dr. Ronald D. Lehr
Director

CC: The Honorable Bettye Fahrenkamp
Chairman, Senate Resources Committee
The Honorable Sam Cotten
Chairman, House Finance Committee
Jay Hogan
Keith Specking

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

POUCH AM — JUNEAU 99811
PHONE 465-2213

JAY S. HAMMOND, GOVERNOR

March 27, 1981

Honorable Don Bennett and Ed Dankworth
Co-Chairmen, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to SB 267
Department of Fish and Game
Amendment Request: \$74,700 to cover
expenses incurred and related to action
of the Boards of Fisheries

Dear Senators Dankworth and Bennett:

Please revise SB 267 to include two additional supplemental requests. This appropriation adjustment is necessary because of recent activities and decisions of the Board of Fisheries.

The request for \$25,000 in General Funds will pay travel, per diem and other expenses related to the twenty-two day extension of the December Board of Fisheries meeting. The request for \$49,700 will fund the seasonal positions and related expenses required to comply with recent unanticipated directives from the Board of Fisheries. The directives result from the new subsistence salmon regulations for the Cook Inlet region. The positions are needed to monitor the subsistence salmon harvest.

Please add the new sections to SB 267 to read as follows:

"The sum of \$25,000 is appropriated from the General Fund to the Department of Fish and Game, Boards of Fisheries and Game, to cover travel and per diem expenses associated with the unanticipated 22 day extension of the December regulatory meeting of the Board of Fisheries."

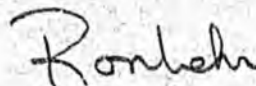
The sum of \$49,700 is appropriated from the General Fund to the Department of Fish and Game to cover unanticipated expenses related to new subsistence salmon regulations enacted by the Board of Fisheries for the Cook Inlet region."

Bennett and Dankworth, Co-Chairmen
Senate Finance Committee

--2--

March 27, 1981

Sincerely,



Dr. Ronald D. Lehr
Director

Attachments

CC: Sam Cotten, Chairman
House Finance Committee
Jim Duncan, Speaker
House of Representatives
Jalmar Kerttula, President
Senate

MEMORANDUM

State of Alaska MAR 12 1981

BUDGET AND MANAGEMENT

TO: Ronald D. Lehr, Director
Division of Budget and Management
Office of the Governor

DATE: March 10, 1981

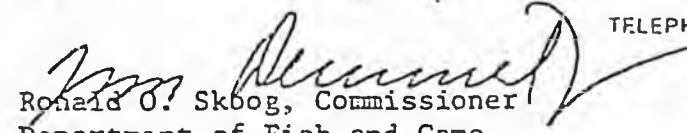
FILE NO:

~~30510~~

3051105

TELEPHONE NO:

465-4100

FROM: 
Ronald O. Skogog, Commissioner
Department of Fish and Game

SUBJECT:

Request for FY 81
Supplemental Appropriation-
Division of Boards

The Division of Boards requests a general fund supplemental appropriation of \$25,000 to cover unanticipated expenditures associated with the extension of the December finfish regulatory meeting of the Board of Fisheries. As you are aware, this session lasted 22 days longer than originally scheduled, being moved from Anchorage to Juneau on January 5 and finally adjourning on January 26, 1981. This extension was necessary to accommodate the large volume of testimony from the public, and to adequately deal with the increasing legal complexity of the Board's deliberations.

The Division has calculated the actual cost of these additional days at \$37,700, as follows:

1) Travel and <u>per diem</u> for Board members -----	\$28,000
2) Room rental -----	2,700
3) Other (R&R and J&R Court Reporting Services) -----	7,000
	<u>\$37,700</u>

Part of this overage can be absorbed by the Division within its existing budget, but we project a shortfall in the travel line item of approximately \$25,000. Since it is clearly not State policy to limit the duration of Board meetings or otherwise preclude the public's participation in the regulatory process, we request your support of this additional appropriation.

If you have further questions, please contact Greg Cook, Executive Director of the Division of Boards.

cc: Greg Cook
Janet Green

OK

MAR 12 1981
BUDGET AND MANAGEMENT

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

CATEGORY	NRMEC
COVER PROGRAM	Fish and Game Support Functions
AGENCY	Fish and Game
DIVISION	Administration and Support
BUDGET REQUEST UNIT	Boards of Fish and Game
BUDGET COMPONENT	
APPROPRIATION	Boards of Fish and Game
ALLOCATION	

81-220

	INITIAL AUTHORIZATION	RP Ctl120	RP Ctl50	RP	RP Suppl	RP	RP	RP	AMENDED AUTHORIZATION
01	PERSONAL SERVICES	93.7			(.4)				93.3
02	TRAVEL	100.0	27.8	25.0		25.0			177.8
03	CONTRACTUAL	27.2			.4				27.6
04	COMMODITIES	4.1							4.1
05	EQUIPMENT								
06	LANDS, BUILDINGS								
07	GRANTS, CLAIMS								
08	MISCELLANEOUS	200.0							200.0
	TOTAL	425.0	27.8	25.0	-0-	25.0			502.8
1002	FEDERAL RECEIPTS								
1003	G/F MATCH								
1004	GENERAL FUND	425.0	27.8	25.0		25.0			502.8
1005	I/A RECEIPTS								
1020	PROGRAM RECEIPTS								
15	FULL TIME	36.0							36.0
16	PART TIME								
17	TEMPORARY								
18	MAN-MONTHS	36.0							36.0

MEMORANDUM


State of Alaska

TO: Ronald D. Lehr, Director
Division of Budget and Management
Office of the Governor


DATE: March 26, 1981

FILE NO:

S 05 11 09

FROM:  Ronald O. Skoog, Commissioner
Department of Fish and Game

TELEPHONE NO: 465-4100

 SUBJECT: FY-81 Supplemental,
Commercial Fisheries

The Department of Fish and Game, Division of Commercial Fisheries, requests a general fund supplemental appropriation of \$49.7 for FY 81 to cover unanticipated expenses relating to new subsistence salmon regulations enacted by the Board of Fisheries for the Cook Inlet region. The Board's direction to the Department included mandates for harvest monitoring and, in one case, quota limitation.

The figures indicated below represent a three month effort beginning in April, 1981. A budget amendment for this area and the Tanana River region in the amount of \$102.0 is being submitted for FY-82. Specific projects requiring increased FY 81 seasonal staff, travel, charters, etc., are as follows:

	<u>ESTIMATED COST</u>	<u>POSITIONS*</u>
Kachemak Bay Subsistence Fishery Monitoring	\$12.1	1 Seasonal
English Bay/Pt. Graham Sub. Fishery Monitoring	5.6	2 Seasonals
Tyonek Subsistence Fishery Monitoring	22.0	2 Seasonals
English Bay Weir	<u>10.0</u>	<u>2 Seasonals</u>
TOTAL	\$49.7	7 Seasonals

*Seasonal positions already exist and man months will simply be extended.

cc. Commercial Fisheries
Janet B. Green

STATE OF ALASKA
Office of the Governor
Budget & Management Div.

REVISED PROGRAM SUMMARY
by
BUDGET COMPONENT

CATEGORY	Natural Resource Management
COVER PROGRAM	Fisheries Resource Conservation
AGENCY	Fish and Game
DIVISION	Commercial Fisheries
BUDGET REQUEST UNIT	Commercial Fisheries
BUDGET COMPONENT	Salmon
APPROPRIATION	Commercial Fisheries
ALLOCATION	Commercial Fisheries

		INITIAL AUTHORIZATION	This RP Request	RP 81-P	RP Sal. Inc	RP 81-167	RP 81-220	RP	RP	AMENDED AUTHORIZATION
01	PERSONAL SERVICES	4,337.8	28.9		651.6	10.0	(20.4)			5007.9
02	TRAVEL	237.9	3.8							235.7
03	CONTRACTUAL	1,414.0	4.6				20.4			1439.3
04	COMMODITIES	311.1	5.2							317.2
05	EQUIPMENT	73.4	7.2							80.6
06	LANDS, BUILDINGS									
07	GRANTS, CLAIMS	76.7	-0-							76.7
08	MISCELLANEOUS	396.3	-0-							396.3
	TOTAL	6,842.4	49.7		651.6	10.0	-0-			7,553.7
1002	FEDERAL RECEIPTS	422.2	-0-			10.0				432.2
1003	G/F MATCH	374.0	-0-							374.0
1004	GENERAL FUND	5,946.2	49.7		651.6					6647.5
1005	I/A RECEIPTS									
1028	PROGRAM RECEIPTS	100.0	-0-							100.0
15	FULL TIME	93.4	-0-	2						95.4
16	PART TIME	311.0	-0-	6						317.0
17	TEMPORARY	35.0	-0-							35.0
18	MAN-MONTHS	2,031.1	12.0	43						2086.1

Division of Commercial Fisheries Supplemental Budget Request for Subsistence
Fishery Regulations Recently Enacted by the
Board of Fisheries

Activity	Cost Estimate:	
	FY 81	FY 82
Cook Inlet		
Kachamak Bay Subsistence Monitoring	12.1	25.5
English Bay/Pt. Graham Sub. Monit.	5.6	17.1
Tyonek Subsistence Monitoring	22.0	18.0
English Bay Weir	<u>10.0</u>	<u>20.2</u>
Cook Inlet Total	49.7	80.8
Tanana River		
Tanana River Subsistence Monitoring	-0-	20.1
Wood River/Nenana River Survey	<u>-0-</u>	<u>1.1</u>
Tanana River Total	-0-	21.2
Grand Total	49.7	102.0

Back up line item detail attached.

2. <u>English Bay and Port Graham Catch Monitoring (May 16-Sept 30)</u>		<u>FY'81</u>	<u>1981</u>	<u>FY'82</u>	<u>1982</u>
		<u>1981</u>			<u>1982</u>
Line 100	^{1/} - FT I, 4.5mm @ 1811/mo. (English Bay)	\$ 2717	5433		2717
	- FT I, 4.5mm @ 1811/mo. (Port Graham)	2717	5433		2717
	Line Total	5434	10866		5434
Line 200	- Transportation of supervisor	100	300		100
Line 300	- Skiff charter	100	300		100
Line 400	-	0	0		0
Line 500	-	0	0		0
	*Total	<u>5634</u>	<u>11466</u>		<u>5634</u>

*FY'81 - \$ 5,634.00

FY'82 - \$17,100.00

^{1/} Line 100 salaries schedules 30% benefits

3. Shellfish and Salmon Monitoring (Kachemak Bay April-Oct 30)

	<u>FY'81</u> <u>1981</u>	<u>1981</u>	<u>FY'82</u>	<u>1982</u>
Line 100 ^{1/} - FB I, 7nm @ 2776	\$ 0,328	\$11,104		\$ 8,328
Line 200 - ^{salaries} Transparencies of samples to Seldovia	0	200		0
Line 300 - Air charter (Apr-Jun) 13 hrs @ 125/hr	1,625	0		1,625
Air charter (July-Oct) 17 hrs @ 125/hr	0	2,125		0
Vehicle mileage 3000 @ .27/mile.	348	462		348
Line Total	<u>1,973</u>	<u>2,587</u>		<u>1,973</u>
Line 400 - Crab pots, lines and buoys	450	0		0
Boots, rain gear, gloves, etc.	250	0		0
Davit	100	0		0
Boat fuel	250	0		0
Line Total	<u>1,050</u>	<u>0</u>		<u>0</u>
Line 500 - Three wheel Honda ATC 185	0	1,295		0
Binoculars	100	0		0
Marine portable VHF radio	650	0		0
Line Total	<u>750</u>	<u>1,295</u>		<u>0</u>
*Total	12,101	15,186		10,301

*FY'81 = \$12,101.00

FY'82 = \$25,487.00

1/ Line 100 salaries includes 30% benefits

		<u>FY'81</u>	<u>FY'82</u>
2.	<u>Tyonek Harvest Monitoring (May - June)</u>		
Line 100	^{1/} - Two FBI, 4mm @ 2776/mo	\$11,104	\$11,104
Line 200	- Travel (six round trips @ 600)	3,600	3,600
Line 300	- Housing rental (Tyonek) Repair of ATV's	1,500 500	1,500 500
	Line Total	<u>\$ 2,000</u>	<u>\$ 2,000</u>
Line 400	- Food 45 day @ 10/day Sample supplies Rain gear, hip boots Fuel and tools	450 200 300 300	450 200 300 300
	Line Total	<u>\$ 1,250</u>	<u>\$ 1,250</u>
Line 500	- Two ATV with traders	<u>4,000</u>	<u>0</u>
	*Total	\$21,954	\$17,954

*FY'81 = \$21,954.00

*FY'82 = \$17,954.00

^{1/} Line 100 salaries includes 30% benefits.

Cook Inlet
Subsistence Budget Request

I. Lower Cook Inlet

1. English Day Weir (June 1 - Sept 30)

	<u>FY '81</u>		<u>FY '82</u>
	<u>1981</u>	<u>1981</u>	<u>1982</u>
Line 100 <u>1/</u> - FT III, 4mm @ 2161 FT II 4mm @ 1918	\$ 2161 1918	\$ 6483 5754	\$ 2161 1918
Line Total	<u>4079</u>	<u>12237</u>	<u>4079</u>
Line 200 - Transport of supplies \$25/wk x 16 wk.	100	300	100
Line 300 - Air charter 4 hrs x \$280/hr Cabin rental @ 300/mo.	280 300	840 900	280 300
Line Total	<u>580</u>	<u>1740</u>	<u>580</u>
Line 400 - Food 120 days @ 10/day Weir Materials Boots and safety gear Sampling gear Cots, mattresses and cooking items	300 1500 200 200 600	900 0 0 0 0	300 0 0 0 0
Line Total	<u>2800</u>	<u>900</u>	<u>300</u>
Line 500 - Radio and 2 crystals Two shotguns	2000 400	0 0	0 0
Line Total	<u>2400</u>	<u>0</u>	<u>0</u>
*TOTAL	9959	15177	5059

*FY'81 = \$ 9,959.00

FY'82 = 20,236.00

1/ Line 100 salaries include 30% Benefits

STATE OF ALASKA

OFFICE OF THE GOVERNOR

BUDGET & MANAGEMENT

March 27, 1981

JAY S. HAMMOND, GOVERNOR

POUCH AM
JUNEAU, ALASKA 99811
PHONE: (907) 465-2211

Honorable Ed Dankworth and Don Bennett
Co-Chairmen, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Amendment to SB 267
Amendment Request \$125,000 GF
Department of Natural Resources
To Complete Land Sales Contracts
Revenue and Billing System

Dear Senators Dankworth and Bennett:

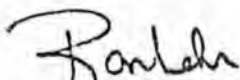
Please revise SB 267 to appropriate \$125,000 GF to allow the Department of Natural Resources to complete the Land Sales Contracts Revenue and Billing system during FY 81.

The Department of Natural Resources currently relies upon the Department of Administration's Anchorage Data Center for computer services. Recent technical problems at the Center have delayed the completion of the revenue and billing system and had a serious impact on the ability of the ALARS project to complete its objectives in a timely fashion. As a result, the Department of Natural Resources, with the concurrence of the Department of Administration, has decided to contract with a private sector firm for program development for the balance of FY 81. The Department of Administration intends to request additional funds in FY 82 to upgrade the Anchorage Data Center and prevent a recurrence of this supplemental request.

Please add a new section to SB 267 to read as follows:

The sum of \$125,000 is appropriated from the General Fund to the Department of Natural Resources for contractual services to complete computer development program related to land sales contracts and mining claims.

Sincerely,



Dr. Ronald D. Lehr
Director

Attachments

cc: Senator Fahrenkamp, Chairman, Senate Resources Committee
Representative Cotten, Chairman, House Finance Committee
Jay Hogan
Keith Specking

MEMORANDUM

State of Alaska

TO:

Ron Lehr
Director
Division of Budget
and Management

DATE: March 16, 1981

FILE NO:

5051006

TELEPHONE NO:

FROM:

Robert E. LeResche
Commissioner

SUBJECT: Supplemental Appropriation

The attached memorandum to Commissioner Hudson describes a recent problem with the Anchorage Data Center which has had a serious impact on our ability to meet our ALARS objectives and time schedule.

In summary, a supplemental appropriation of \$125,000 is necessary to prevent further delays in implementing our land sale contract revenue and billing system and mining claim subsystem. If absolutely necessary, these funds may be deducted from our FY 82 capital budget request, however, the net result would be to shift additional funding from FY 82 to FY 83.

Attachment

MEMORANDUM

State of Alaska

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF RESEARCH AND DEVELOPMENT

TO
WILLIAM R. HUDSON, Commissioner
Department of Administration

DATE:
March 12, 1981

FILE NO:

TELEPHONE NO:
465-2400

FROM:
ROBERT E. LeRESCHER
Commissioner

SUBJECT:
Supplemental Appropriation,
Data Processing

During the past two weeks, members of the Division of Research and Development and the Division of Data Processing have met to seek resolution of technical problems in the Anchorage Data Center. These problems, experienced by my Department as a user, are having a serious impact on the development of our ALARS project. Specifically, the completion of the Revenue and Billing System for land sale contracts and projected completion of the mining claim subsystem are in jeopardy until we achieve a stable program development environment for our staff and contractors.

After several meetings, there is concurrence between the two divisions that a significant upgrade in the Anchorage Data Center is required to solve these problems and that the present situation could be improved by removing our development programs from the Anchorage Data Center. This would decrease the load on the computer and allow full attention to be devoted to maintaining a stable production environment for the programs which have been completed.

The cost associated with removing program development from the Anchorage Data Center to Boeing Computer Services is estimated to be \$125,000 for the balance of FY81. This assumes a monthly billing rate of approximately \$50,000, the deferral of the June billing until July, and a period of service from March 15 through June 30. Due to the current charge back system, this will require supplemental funding unless the Division of Data Processing releases funds currently charged to my Department under pending RSAs.

Beginning in FY82, the Department will also require additional funding in the amount of \$50,000 per month until the upgraded Anchorage Data Center is operational and producing service equivalent to Boeing. This should be budgeted in your FY82 budget amendment. I strongly urge that such funding be sought for several months after the projected completion date for the upgrade to protect against unexpected delays.

While it is unpleasant to seek supplemental funding, it is very clear that this is necessary. The cost to the Department of undependable computer service is extremely high due to the expense of contractual programming agreements which must be paid while the contractors are unable to obtain reasonable computer response and the backlog of high profile department services to the public continues to build beyond acceptable limits. Failure to obtain supplemental funds will cause problems which will be very difficult for both of our departments to handle.