

LEG. FINANCE - BILLS 1985 - 1986 2452

CSHB 574 cont. 2452

The parties to this lawsuit have agreed to a lump sum retroactive payment in the amount of \$2 million for the period July 1, 1982 to June 30, 1986. This is considerably less than a month-by-month detailing of the amount due to each APA client would produce, but is deemed fair and reasonable, due to its retroactive nature. The lump sum amount includes attorney fees of \$80,000 to Alaska Legal Services Corporation. It also will be distributed as pro-rata payments to all eligible clients, still living, who participated in the APA program during this four-year period. The individual payments may not exceed \$600. Considerable administrative cost savings will be realized due to the agreement to distribute retroactive payments on a pro rata basis, rather than on an individual entitlement basis.

Beginning July 1, 1986, the State will increase the APA base payment amount by \$19 per month, which is equal to the amount by which the FY86 base would have been increased had the full 7.4% January 1, 1983 COLA been granted. The Department's FY87 budget request includes the prospective costs of this settlement.

Attachment

cc: Harold M. Brown
Attorney General

1 IN THE SUPERIOR COURT FOR THE STATE OF ALASKA
2 THIRD JUDICIAL DISTRICT

3 HENRY TEMPLE and GABRIEL WASKY,)
4 On Behalf of Themselves and All)
5 Others Similarly Situated,)

6 Plaintiffs,)

7 vs.)

No. 4BE 84-34 CIV

8 JOHN PUGH, Commissioner)
9 Alaska Department of Health)
10 and Social Services, JOHN TABER,)
11 Director, Division of Public)
12 Assistance,)

PROPOSED CONSENT JUDGMENT

13 Defendants.)
14

15 RECITALS

16 Henry Temple, Gabriel Wasky, and the class they
17 represent filed this action on February 24, 1984. Their
18 Complaint alleged that the Commissioner of the Alaska Department
19 of Health and Social Services and the Director of the Division
20 of Public Assistance had violated AS 47.25.430(b) by failing to
21 pass along and match SSI cost of living adjustments to Adult
22 Public Assistance (APA) recipients for the years 1982 and 1983.
23 The plaintiffs sought to permanently enjoin future failures to
24 pass along and match such cost of living adjustments and to
25 recover for all class members those sums which the plaintiffs
26 alleged were due to them pursuant to AS 47.25.430(b).

27 The Superior Court for the State of Alaska, Fourth
28 Judicial District at Bethel, certified the plaintiff class on
29 March 6, 1985. Following briefing and oral argument, it found,
30 on July 10, 1985, that the Department of Health and Social
31 Services had violated AS 47.25.430(b) in 1982 by failing to
32 match a 7.4% cost of living adjustment increase for each APA
33 recipient. It ordered that the defendants and their successors
34 be permanently enjoined from failing to pass along and match the
SSI cost of living adjustments.

1 This pro rata distribution will be equal for
2 each individual. The length of time for
3 which an individual received APA benefits
4 will not affect his/her pro rata
5 distribution payment. An individual who
6 received benefits for one month will receive
7 the same payment as one who received
8 benefits for six months.

9 b. Eighty Thousand Dollars (\$80,000) to Alaska
10 Legal Services Corporation as attorneys'
11 fees and costs.

12 5. Notwithstanding any provision of paragraph 4(a),
13 no recipient shall receive a distribution in excess of \$600.00.

14 6. Defendants and the Department of Health and
15 Social Services will be responsible for administering the
16 settlement distribution.

17 7. Following the court's tentative approval of the
18 proposed Consent Judgment, the parties shall jointly prepare an
19 appropriate notice of the lawsuit to potential class members
20 pursuant to Civil Rule 23(c) and of the tentative approval of
21 the proposed Consent Judgment.

22 8. The notice as described in paragraph 7, will be
23 made as follows:

24 a. As soon as possible after June 1, 1986, defendants
25 will publish the notice twice during a thirty day period in all
26 newspapers listed in addendum.

27 b. As soon as possible after June 1, 1986, defendants
28 will also send the notice described above directly to:

29 (1) All individuals then receiving Adult Public
30 Assistance;

31 (2) All persons who are then residents of
32 nursing homes who receive APA benefits;

33 (3) All persons who are then receiving interim
34 assistance payments.

35 9. Following tentative approval of the proposed
36 Consent Judgment, and as soon as possible after June 1, 1986,
37 the parties will jointly prepare an appropriate claim form,
38 which may go out with the notices above. Defendants will send

1 the claim form to:

- 2 a. All persons who are then residents of nursing
3 homes who receive APA benefits;
4 b. All persons who are then receiving interim
5 assistance payments.

6 10. Those persons meeting the criteria listed in
7 paragraph 8(b)(1) will not be sent a claim form. Those persons
8 will automatically receive a pro rata payment as described in
9 paragraph 4(a), unless they timely exercise their option not to
10 participate as class members.

11 11. Within thirty days after the notice and claim
12 form is sent or the last notice is published individuals who
13 believe they are entitled to a pro rata distribution, with the
14 exception of those persons described in paragraph 8(b)(1), must
15 file a claim with the defendants.

16 12. The defendants will determine who is eligible for
17 a pro rata distribution, and will notify all claimants whether
18 their claim has been denied or accepted within 60 days after
19 receipt of the claim. In making this determination, the records
20 kept by the Alaska Department of Health and Social Services
21 shall be conclusive as to whether an individual received APA
22 benefits between July 1, 1982 and May 31, 1986.

23 13. The parties will petition the court for approval
24 of a final plan of distribution for the Consent Judgment before
25 November 15, 1986. The petition will request a hearing pursuant
26 to Rule 23(e) of the Alaska Rules of Civil Procedure for the
27 purpose of determining whether this proposed Consent Judgment
28 shall be approved by this court. Any member of the class may
29 appear at the hearing and show cause why the proposed Consent
30 Judgment should not be approved.

31 14. The parties will use their best efforts to cause
32 the preliminary hearing on the motion for tentative approval and
33 the hearing for the final approval of the Consent Judgment to
34 occur at the earliest possible dates.

15. All parties shall bear their own costs, expenses,

1 and attorneys' fees except as otherwise provided by this Consent
2 Judgment.

3 16. The terms of this judgment are specifically
4 conditioned upon legislative appropriation of the total sum of
5 \$2,000,000 during the 1986 legislative session. The Department
6 of Health and Social Services agrees to make good faith efforts
7 to secure the appropriation. The terms of this judgment are
8 specifically conditioned upon the agreement that no funds
9 described will be obtained from the on-going Adult Public
10 Assistance budget.

11 17. Notwithstanding the proposed settlement, in the
12 event that a final Order approving the proposed settlement is
13 not obtained, or funding is not appropriated as specified in
14 paragraph 4, the proposed Consent Judgment shall be null and
15 void and of no further force or effect.

16 Respectfully submitted this 11th day of February,
17 1986.

18
19 HAROLD M. BROWN
20 ATTORNEY GENERAL

ALASKA LEGAL SERVICES
CORPORATION

21
22 By: Dianne Olsen
23 Dianne Olsen
24 Assistant Attorney General

By: Donald S. Cooper
25 Donald S. Cooper
26 Attorneys for Plaintiff
27 Class

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DEPARTMENT OF LAW
OFFICE OF THE ATTORNEY GENERAL
ANCHORAGE BRANCH
1031 W. FOURTH AVENUE, SUITE 200
ANCHORAGE, ALASKA 99501
PHONE: (907) 278-3850

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- Anchorage Daily News
- Anchorage Times
- Juneau Empire
- Fairbanks Daily News
- Bethel Tundra Drum
- Senior Voice
- Nome Nugget
- Sitka Daily Centinel
- Kodiak Daily Minor
- Ketchikan Daily News
- Tundra Times
- Kenai Clarion

DEPARTMENT OF LAW
 OFFICE OF THE ATTORNEY GENERAL
 ANCHORAGE BRANCH
 1031 W. FOURTH AVENUE, SUITE 200
 ANCHORAGE, ALASKA 99501
 PHONE: 1907 276-3850

MEMORANDUM

TO: Jay Hogan, Associate Director
Office of Management & Budget

DATE: December 30, 1985

THRU: Loren Lounsbury, Commissioner *LL*
Department of Commerce & Economic
Development

FILE: 203

SUBJECT: General Fund Supplemental
Budget Request

FROM: William H. Hudson, Executive Director *WHH*
Alaska Seafood Marketing Institute

We have just completed a comprehensive audit & review of ASMI's Program Receipts for FY 83 and FY 84. It is now apparent that actual assessment collections were \$220,604.01 less than estimates used in the budget documents for those two fiscal years. Since appropriations for FY 83 and FY 84 were based in part on ASMI program receipts, we are hereby requesting a General Fund Supplemental appropriation in the amount of \$220,605.00 to cover this deficit.

The attached worksheets for the fiscal years in question show the actual ASMI appropriation by fiscal year, expenditures, lapse and collection data. While there are still receivables on the books now in Revenue, the attached correspondence indicates that the chances of collection are very small. If the \$156,060.00 had been collected, however, it would have reduced this request to a total of \$65,545.00, less than 3% of estimated receipts.

The approach to this review was to verify ASMI's authorization from the journal vouchers and the August 31 Authorization Balance Report for each fiscal year. Starting with operating budget expenditures which were subtracted from the total authorization to arrive at the lapse amount. This lapse was then subtracted from the program receipt authorization to arrive at the required program receipt amount. This amount was then compared to Revenue's collections through the month of February of the next fiscal year to arrive at the deficit. ASMI collections for the period July 1 through February 28 of each year are considered as prior year receipts since the new fiscal year assessments are not due until April 1.

For the two fiscal years in question the deficits are as follows:

FY	ESTIMATED RECEIPTS	ACTUAL RECEIPTS	LAPSE	DEFICIT	PERIC
FY 83	1,200,000.00	1,064,972.21	15,850.17	(\$119,177.62)	7-1-82/2-29-84
FY 84	1,289,000.00	996,735.36	190,838.25	(\$101,426.39)	3-1-84/2-28-85
				(\$220,604.01)	

ASMI Supplemental - Page 2

The FY 86 ASMI appropriation is fully committed at this time and a forced reduction would prove catastrophic to the ongoing promotional programs of ASMI. A restriction of our FY 87 request would seriously curtail the programs in a year when the industry is faced with large carryover quantities of product, the forecast of a huge pink salmon harvest in 1986 and problems with overseas seafood sales.

Your consideration of this request will be appreciated.

Note:

*\$152,000 in program receipts is still collectable,
the remaining \$131,400 is not -*

MEMORANDUM

State of Alaska RECEIVED

TO: Joan Brown, Director
Division of Administrative Services
Department of Commerce and
Economic Development

FROM: Jim Leet *JBL*
Chief, Enforcement Operations
Department of Revenue

DATE: December 3, 1985 DEC - 6 1985

FILE NO: 465-2366 DEPARTMENT OF COMMERCE
& ECONOMIC DEVELOPMENT
ADMINISTRATIVE SERVICES

TELEPHONE NO: Seafood Marketing Tax

SUBJECT:

Some of the information you requested can be secured on a regular basis from us, but much of it either rests with another division, or is beyond our control.

The majority of all Seafood Marketing Assessments (SMA) never come to Enforcement Division. Returns with the attached checks go first to Treasury where the payment is validated. The return is then sent to Audit for examination and further processing. If there was no payment with the return, or there was a math error, miscalculation, or deficiency error, Audit bills the taxpayer, and the case is loaded onto our Accounts Receivable (A/R) system. If it is paid within 60 days, we process the payment to Treasury, and withdraw it from the A/R. If it is appealed, we monitor it until it is abated or becomes collectible. It is then accounted for as an appeal collection. Those which are neither paid nor appealed become delinquent and are actively collected by our enforcement staff. We have the A/R broken down by the tax, penalty, and interest components, but we don't compile collection information this way. When the individual checks are processed to Treasury, each is accompanied by our payment posting memorandum form. This breaks these figures out, but we do not data capture this for our own purposes. Treasury's overall receipts figures serve all purposes we need. Below is a breakdown of SMA receivables as of December 2, 1985:

	<u>Total</u>	<u>Notice</u>	<u>Appealed</u>	<u>Delinquent</u>	<u>Uncollectible</u>
Value	\$156,060	\$6,524	\$8,074	\$137,372	\$4,090
Number	56	4	7	43	2

A large number of the 43 accounts which are delinquent are in bankruptcy, and collection may be deferred indefinitely.

Since Enforcement Division handles only a very small portion of the SMA taxes, we would not be the logical unit to compile an overall breakdown of components. All SMA matters go through Audit at one time or another, with the exception of accrued penalty or interest after deficiency assessments. The Treasury people get every payment made at any time through the year. The collections we made last year are reflected in the figures you got from Mary Sutton. The basic reason we keep track of delinquent collections by tax type is for cost recovery ratios. SMA is such a small percentage of our collections, that we lump it into "other." We don't have the further breakdown you want, The only way to get that is from the Treasury people. They have indicated that they do not have the personnel to break down all components of all tax types, even though AKSAS is capable of accepting this. Like them, we do not have the manpower to capture this information as a special project or in the future.

cc: Vern Voss, Treasury

2/12/85
SFC-85

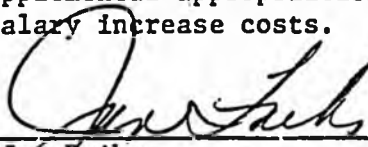
SENATE FINANCE COMMITTEE

LETTER OF INTENT

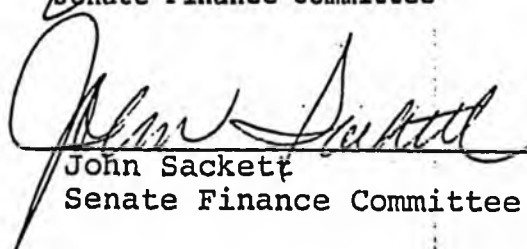
FOR

CSHB243 (Finance)

It is the intent of the legislature that negotiated salary schedules for employees covered by collective bargaining agreements and salary schedules for non-covered employees are approved and will be paid. For FY86, eighty percent of general fund support requirements are funded. Funding requirements from other fund sources are fully funded. The Court System may request a supplemental appropriation if it is unable to absorb unfunded salary increase costs.



Jan Faiks
Senate Finance Committee



John Sackett
Senate Finance Committee

May 12, 1985

HB 231 cont'd

The question being: "Shall SENATE CS FOR HOUSE BILL NO. 231 (FIN) (amount of general and temporary relief assistance) pass the Senate?" The roll was taken with the following result:

SCS HB 231 FIN 3RD

Yeas: 13 Eliason, Fahrenkamp, Ferguson,
Fischer Vic, Halford, Josephson,
Kerttula, Ray, Rodey, Sackett,
Sturgulewski, Zharoff, Ziegler

Nays: 7 Abood, Bennett, Coghill, DeVries,
Faiks, Fischer Paul, Kelly

and so, SENATE CS FOR HOUSE BILL NO. 231 (FIN) passed the Senate.

HB 243

CS FOR HOUSE BILL NO. 243 (FIN) (compensation of state officers and employees not covered by collective bargaining; establishing the annual compensation of elected state officials at the current salary level; efd) was read the second time.

Senator Sackett moved and asked unanimous consent for the adoption of the Senate Finance Committee Letter of Intent offered on page 1271. Without objection, the Senate Letter of Intent was adopted.

Senator Halford moved and asked unanimous consent that CS FOR HOUSE BILL NO. 243 (FIN) be advanced to third reading and placed on final passage. Without objection, it was so ordered.

CS FOR HOUSE BILL NO. 243 (FIN) was read the third time.

HB 243 cont'd

The question being: "Shall CS FOR HOUSE BILL NO. 243 (FIN) (compensation of state officers and employees not covered by collective bargaining; establishing the annual compensation of elected state officials at the current salary level; efd) pass the Senate?" The roll was taken with the following result:

CSHB 243 FIN 3RD

Yeas: 19 Abood, Bennett, Coghill, DeVries,
Eliason, Fahrenkamp, Faiks,
Ferguson, Fischer Vic, Halford,
Josephson, Kelly, Kerttula, Ray,
Rodey, Sackett, Sturgulewski,
Zharoff, Ziegler

Nays: 1 Fischer Paul

and so, CS FOR HOUSE BILL NO. 243 (FIN) passed the Senate.

Senator Halford moved and asked unanimous consent that the vote on the passage of the bill be considered the vote on the effective date clause. Without objection, it was so ordered.

CS FOR HOUSE BILL NO. 243 (FIN) was signed by the President and Secretary and returned to the House with a Senate Letter of Intent.

SECOND READING OF HOUSE RESOLUTIONS

HCR 31

HOUSE CONCURRENT RESOLUTION NO. 31 (proposing an amendment to the Uniform Rules of the Alaska State Legislature to include the Pledge of Allegiance as part of the daily order of business) was read the second time.

HOUSE CONCURRENT RESOLUTION NO. 31 was before the Senate on final passage.

Fiscal Year 1986
Operating and Capital Budget

State of Alaska
The Legislature



TRANSPORTATION DIVISION
STATE OF ALASKA
1000 EAST 10TH AVENUE
ANCHORAGE, ALASKA 99515

***** SENATE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: SENATE (\$29,725.3) VERSUS GOV.AMD. (\$31,818.4)
01 PERS. SERV.	-1302.6	-5.4%	REDUCE TO ADJUSTED BASE <\$1326.1>. ADD TEMPORARY COURT CLERK I - VALDEZ \$23.5.
02 TRAVEL	-122.5	-13.7%	REDUCE TO ADJUSTED BASE <\$122.5>.
03 CONTRACTUAL	-742.8	-12.5%	REDUCE TO ADJUSTED BASE <\$1512.1>, ADD INCREASED COURT SPACE \$769.3. (INCREASED COSTS OF EXISTING LEASES: PEIERSBURG \$105.0, YAKUTAT \$23.6, BARROW \$486.0, ANGOON \$14.0, KAKE \$11.2, CRAIG \$44.2, KIANA \$4.3, HOME \$13.8, AND PALMER \$67.2)
04 COMMODITIES	-37.8	-6.5%	REDUCE TO ADJUSTED BASE <\$37.8>.
05 EQUIPMENT	-103.4	-43.6%	REDUCE TO ADJUSTED BASE <\$103.4>.
08 MISC.	216.0	100.0%	ADD \$216.0 FOR ESTIMATED COSTS OF THE "PEEL" CASE.
** TOTALS	-2093.1	-6.6%	

POSITIONS AUTHORIZED TITLE	LOCATION	TYPE	APP	S&B COSTS	FED.FUND	GEN.FUND	OTH.FUND
28 COURT CLERK I	VALDEZ	TEMP	1	23.5			23.5
** TOTALS			1	23.5			23.5

LEGISLATIVE INTENT:

IT IS THE INTENT OF THE LEGISLATURE THAT THE COURT SYSTEM IS ALLOWED TO ACQUIRE NEEDED OFFICE SPACE FOR THE SUPERIOR COURT IN BETHEL.

LEGISLATIVE INTENT:

IT IS THE INTENT OF THE LEGISLATURE FOR THE COURT SYSTEM TO REVIEW AND IMPLEMENT A NEW SCHEDULE INCREASING FEES FOR COURT DOCUMENT FILINGS. THE ADDITIONAL PROGRAM RECEIPTS OBTAINED FROM THE INCREASED FEES SHALL BE USED TO REDUCE THE AMOUNT OF GENERAL FUNDS EXPENDED BY THE COURT SYSTEM.

LEGISLATIVE INTENT:

IT IS THE INTENT OF THE LEGISLATURE THAT THE COURT SYSTEM MAY REQUEST A SUPPLEMENTAL APPROPRIATION IF IT IS UNABLE TO ABSORB UNFUNDED SALARY INCREASE COSTS.

***** HOUSE ANALYSIS *****

OBJECT GROUP	VARIATION		DESCRIPTION: HOUSE (\$29,485.8) VERSUS GOV.AMD. (\$31,818.4)
01 PERS. SERV.	-1326.1	-5.5%	REDUCE TO ADJUSTED BASE <\$1326.1>.
02 TRAVEL	-122.5	-13.7%	REDUCE TO ADJUSTED BASE <\$122.5>.
03 CONTRACTUAL	-742.8	-12.5%	REDUCE TO ADJUSTED BASE <\$1512.1>, ADD INCREASED COURT SPACE \$769.3.
04 COMMODITIES	-37.8	-6.5%	REDUCE TO ADJUSTED BASE <\$37.8>.
05 EQUIPMENT	-103.4	-43.6%	REDUCE TO ADJUSTED BASE <\$103.4>.
** TOTALS	-2332.6	-7.3%	

NO NEW POSITIONS AUTHORIZED.

May 7, 1986

RE: Reappropriation of Multi-family Housing Assistance Funds to AIDA
Loan Insurance Account

These funds remain statewide in nature.

First, the reappropriation is not for an expenditure, but for a loan guarantee. The money backs up the private financing efforts of APC for wastewater treatment equipment. If the project is successful, the money becomes available for other purposes -- either other loan guarantees to other Alaskan businesses or re-appropriation to the general fund.

Second, even while the money is in the loan insurance account, it may be used for investments. AIDA will be entertaining a proposal by Anchorage Neighborhood Housing Services, for example, to invest part of the loan insurance account in that entity's projects. The investment, of course, will have to meet AIDA's statutory and bond covenant requirements, as will the use of the funds as a loan guarantee by APC. Thus, conceptually, the money may be used to benefit both the Sitka pulp mill and the Anchorage Neighborhood Housing Services over the next few years, and then used to benefit other Alaskans around the state in the future.

This approach does mark a philosophical change in legislative approach to helping Alaska's private sector. It's a change from direct loans to backing up private financing. Given the decline in state revenues, this approach will probably be used more frequently in the future.



MAY 3 1986

ALASKA INDUSTRIAL DEVELOPMENT AUTHORITY

1577 "C" STREET • SUITE 304 □ ANCHORAGE, ALASKA 99501-5177 □ (907) 274-1651

May 5, 1986

The Honorable Ben Grussendorf
Speaker of the House of Representatives
P.O. Box V
Juneau, Alaska 99811

Dear Mr. Grussendorf:

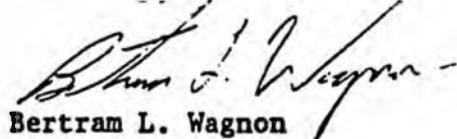
The Authority has been involved with attempting to provide assistance to the Alaska Pulp Corporation for pollution control equipment by having funds reappropriated from the multi-family housing loan security fund to the insurance account (AS 44.88.157) to be utilized to insure a loan between Alaska Pulp Corporation and a financial institution yet to be identified.

My understanding is that the primary purposes of this reappropriation is to assist the Alaska Pulp Corporation to meet mandated pollution control requirements, but that additionally, it is desired that Anchorage Neighborhood Housing Services should also be assisted if such assistance can be structured in such a way so as not to materially detract from the primary purposes of assisting the pulp mill.

Should this reappropriation become law, it would be my intention to meet and discuss with officials of Alaska Pulp Corporation the timing, structure, amount and form of such assistance. If, based upon the preceding, assistance in the form of a deposit would be made with Anchorage Neighborhood Housing Services provided the organization could meet the Authority's investment requirements contained in statute and covenants.

If I can furnish anything further, please advise.

Sincerely,



Bertram L. Wagon
Executive Director

BLW/rg

cc: The Honorable Don Clocksin
Alaska House of Representatives
P.O. Box V
Juneau, Alaska 99811

APC LOAN GUARANTEE PROPOSAL
March 21, 1986

Alaska Pulp Corporation requests a loan guarantee for purchase of wastewater treatment equipment to meet EPA water quality standards. Project cost is estimated at approximately \$10 million.

The loan guarantee would be through Alaska Industrial Development Authority's loan insurance account (AS 44.88.157). The statute provides for a guarantee of up to 90% of the project cost, or a maximum of \$9 million on a \$10 million project.

The loan insurance account has to be capitalized as no funds have been appropriated to the account to date. AIDA Director Burt Wagon has identified \$8.2 million in the AIDA multifamily housing loans security fund (AS 44.88.156(h)) which can be used to capitalize the loan account. These funds would have to be reappropriated in a reappropriations bill.

APC has identified collateral, i.e. an assignment of its timber contracts, as well as equipment, to be pledged to back the State's interest. The loan insurance guarantee would not go into effect until and unless successful completion of the test of the model treatment system is certified. One probable condition of the loan insurance agreement will be that Dept. of Environmental Conservation certify in writing to AIDA that the test has been successfully completed and that the switch to fullscale equipment will probably work before AIDA issues the loan guarantee. Other terms and conditions of the loan insurance agreement, such as APC's amortization schedule, term of the loan guarantee, etc. will be negotiated as part of the normal AIDA process.

Sitka loses almost 400 jobs and suffers the subsequent spinoff losses in the local economy if the mill closes. Sitka's local electricity rates would also probably increase fifty percent if mill closes as APC now makes a \$1.3 million annual payment for local power generation. The loss of the annual payment from APC might also endanger Sitka's ability to repay outstanding bonds.

3/25/86

Language for capitalization of the loan insurance account, AIDA,
for Alaska Pulp Corporation, Sitka:

* Sec. x. The unexpended and unobligated portion of the Alaska Industrial Development Authority multifamily housing loans security fund (AS 44.88.156(h)) is appropriated to the Alaska Industrial Development Authority loan insurance account (AS 44.88.157) to be available to insure or guarantee the financing of a wastewater treatment facility by the Alaska Pulp Corporation at Sitka.

* Sec. xx. The appropriation made by sec. x of this Act is for capitalization of a loan insurance account and does not lapse in accordance with AS 37.25.010.

* Sec. xxx. Section x of this Act takes effect on the date the board of directors of the Alaska Industrial Development Authority adopts a resolution that declares that the assets of the multifamily housing loan security fund (AS 44.88.156(h)) are surplus and are available for a transfer to the loan insurance account (AS 44.88.157).

MEMORANDUM

State of Alaska

TO: Jim Ayers, Special Assistant
Office of the Governor

DATE: March 24, 1986

FILE NO: 663-86-0411

TELEPHONE NO: 465-3600

FROM: Harold M. Brown
Attorney General

SUBJECT: Review of appropriation
of AIDA assets

By: Jonathan B. Rubini
Assistant Attorney General
Governmental Affairs-Juneau

I have briefly reviewed the proposed appropriation of Alaska Industrial Development Authority (AIDA) funds to provide a loan guarantee to facilitate the financing of the Alaska Pulp Corporation (APC) wastewater treatment facility in Sitka. I enclose a rough draft of modified language to be included in an appropriation bill. The appropriation would transfer the balance of the multifamily housing loan security fund (AS 44.88.156(h)), an amount estimated to be \$8.2 million, to be used to support the APC financing. While I do not see any insurmountable problems under AS 44.88.157, several comments are warranted.

First. I recommend inclusion of a section conditioning the appropriation upon the approval of the AIDA board of directors. The appropriation of assets of a public corporation with outstanding debt obligations raises a host of unique questions. Though conditioning the appropriation upon board approval is likely not a legal prerequisite, a degree of procedural comfort is provided bondholders through reserving a role for board review of any financial repercussions. A similar procedure was used in conjunction with the appropriation of multifamily housing loan security fund to support the DeLong Mountain transportation project. See sec. 9, ch. 67, SLA 1985.

Second. All parties should be aware that AS 44.88.157-(b) restricts the amount of the loan to be insured to the lesser of (1) \$10,000,000 for "a project," (2) 90 percent of the cost "of the project," or (3) 90 percent of the "appraised value of the project." At the least, an appraised value of the project will be required (which may be less than the cost of the project). I will need further information to determine what is to be included within the term "project."

Third. The appropriation language, as proposed and as revised, is stated in a project-specific fashion. While I believe a court would ultimately confirm this mode of appropriation, arguments to the contrary cannot be dismissed as frivolous. The principal issue arises under the separation of powers doctrine -- i.e., the limitation of executive discretion to deter-

Jim Ayers, Special Assistant
Office of the Governor
663-86-0411

March 24, 1986
Page #2

mine the most beneficial use of the insurance fund account under the standards prescribed by legislation. (That the identified loan guarantee is for the benefit of a private, for-profit entity would not likely be viewed as a significant consideration in this regard, if for no other reason that the loan insurance program was specifically designed to benefit private, for-profit entities.)

If you believe prudent, the appropriation can be stated in generic fashion, though the obvious consequence is that AIDA would enjoy full discretion to determine the recipient and terms of any loan insurance. Alternatively, you may wish to consider specific adoption of a procedure to allow the competitive solicitation of loan guarantee proposals if AIDA determines that such a process better serves the public interest. A similar procedure is established for grants to named recipients under AS 37.05.316.

Fourth. Since the loan guarantee is intended to exceed \$1,000,000, the loan must be made by either a state or federally chartered financial institution, or by CFAB. Further, the lender must retain 20 percent of the principal amount of the loan. AS 44.88.157(e).

Fifth. I do not have sufficient information to express any opinion as to the collateral which APC intends to offer in support of the underlying loan or the guarantee.

JBR/pjg

Enc.

cc w/enc.: Bertram Wagon, Executive Director
Alaska Industrial Development Authority

Molly McCammon, Special Assistant
Office of the Governor

Guy Bell, Budget Analyst
Office of Management and Budget
Office of the Governor

Arthur Peterson, Asst. Attorney General
Legislation/Regulations, Dept. of Law

HB 696

DRAFT LANGUAGE FOR AHFC

Sec. __. Notwithstanding the provisions of AS 18.56.-090(3) and (24), the Alaska Housing Finance Corporation may prepay at par value any debt owed the state and may purchase at par value home mortgage loans from the housing assistance loan fund (AS 44.47.380), in an amount not to exceed \$60,000,000, or from the Department of Revenue, in an amount not to exceed \$15,000,000.

Funding Information

General Fund	\$ 60,000,000
Other Funds	-0-
	<u>\$ 60,000,000</u>

Sen. Fairbairn

1 This funding will be included in House Bill 574, the
2 reappropriation bill when it gets to the Senate. HAD loans worth \$60
3 million will be sold to AHFC to strengthen AHFC's portfolio. The funds, in
4 turn, will be utilized to fund water and sewer projects.

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

8 * Section 1. The sum of \$ 43,956,400 is appropriated from the general
9 fund for to the Department of Administration for payment as grants to
10 municipalities for water, sewer and solid waste facilities under AS 37.05:

<u>APPROPRIATION</u>	<u>AMOUNT</u>
Akhiok - Sanitary Landfill Relocation	500,000
Aleknagik - Water and Sewer	90,000
Aniak - Waste Disposal Improvements	1,500,000
Buckland - Water and Sewer and Solid Waste	761,000
Cordova - Copper River Highway Sewer	900,000
Craig - Water Source Project	2,100,000
Emmonak - Water and Sewer	2,000,000
Fort Yukon - Water/Sewer System	900,000
Goodnews Bay - Water/Waste Disposal Improvements	150,000
Hooper Bay - Water, Sewer and Solid Waste	2,029,000
Hughes - Safe Water Facility	350,000
Juneau - City and Borough - Water and Sewer	1,738,000
Kasaan - Water and Sewer	30,000
Kasigluk - Washeteria Improvements	98,600
Kenai - Thompson Park Water & Sewer Improvements	1,433,000
King Cove - Water and Sewer Expansion	836,000
Kivalina - Water and Sewer Expansion	1,800,000
Klawock - Sewer Improvements	100,000

1	City of Kodiak - Water, Sewer, Solid Waste and Landfill	1,800,000
2	Kodiak Island Borough - Services Dist 1 Water/Sewer	2,121,100
3	Koyuk - Water and Sewer	2,000,000
4	Marshall - Safe Water Facility	151,600
5	McGrath - Water System	365,300
6	Mekoryuk - Waste/Water Disposal Improvement	750,000
7	Nenana - Water/Sewer, Phase II	4,000,000
8	Newhalen - Sewer System	549,800
9	Newtok - Water/Waste Disposal Improvements	200,000
10	Nightmute - Water/Waste Disposal Improvements	1,000,000
11	Nondalton - Water and Sewer	100,000
12	Ouzinkie - Water and Sewer Improvements	730,000
13	Palmer - Water and Sewer	1,300,000
14	Port Lions - Water and Sewer Renovations	380,000
15	St. Mary's Water and Sewer Renovations	650,000
16	St. Michael - Water and Sewer	1,500,000
17	St. Paul - Water, Sewer and Sanitary Landfill	1,000,000
18	Saxman - Industrial Zone Water Improv. Phase II	485,000
19	Selawik - Water and Sewer	840,000
20	Stebbins - Water and Sewer	1,600,000
21	Tanana - Waste Disposal Improvements	368,000
22	Thorne Bay - Water Storage Tank and replace water line	
23	crossing Deer Creek	200,000
24	Tunnunak - Water/Waste Disposal Improvements	1,750,000
25	Wasilla - Water and Sewer Extension	1,200,000
26	White Mountain - Water and Sewer	1,600,000

27 * Sec. 2. The sum of \$ 7,743,600 is appropriated from the general fund
 28 for payment to the Department of Environmental Conservation as grants for
 29 capital projects to the following municipalities and unincorporated commun-

ities participating in the village safewater program under AS 46.07:

<u>APPROPRIATION</u>	<u>AMOUNT</u>
Akiak - Waste Disposal Study	10,000
Alatna - Water/Waste Disposal Study	10,000
Atmautluak - Waste Disposal Demonstration Project	35,000
Beaver - Waste Disposal Study	10,000
Chignik Lagoon - VSW Project Completion	400,000
Crooked Creek - Water and Sewer Improvements	148,500
Egegik - Sewer System	706,900
Golovin - Water and Sewer	800,000
Igiugig - Water and Sewer	730,000
Iliamna - Sewer and Water	446,200
Kipnuk - Solid Waste Disposal Site	247,000
Kokhanok - Water and Sewer Feas. Study	15,000
Kongiganak - Water/Waste Disposal Improvements	1,245,000
Metlakatla - Storm Drains	500,000
Nikiski - Landfill	150,000
Nikolai - Safe Water Study	10,000
Nunapitchuk - Waste Disposal Demonstration Project	35,000
Quinhagak - Water/Waste Disposal Improvements	1,000,000
Red Devil - Water/Waste Disposal Study	10,000
St. George - VSW Project	800,000
Shungnak - Water and Sewer	400,000
Tuluksak - Water Disposal Demonstration Project	35,000

* Sec. 3. The sum of \$ 4,800,000 is appropriated from the general fund to the Department of Environmental Conservation for payment as grants to municipalities for water, sewer and solid waste facilities under AS 46.03:

<u>APPROPRIATION</u>	<u>AMOUNT</u>
Dillingham - Water and Sewer	950,000

1 Galena - Water and Sewer System - Phase II 2,250,000

2 Nulato - Water and Sewer System - Phase II 1,600,000

3 * Sec. 4. The sum of \$3,500,000 is appropriated from the general fund
4 to the Department of Community and Regional Affairs for the supplemental
5 housing program water, sewer and related utility projects.

6 * Sec. 5. This Act takes effect immediately in accordance with AS
7 01.10.070(c).

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Jay Hogan
5/12/86

	<u>Governor</u>	<u>House</u>	<u>Senate</u>	<u>Total</u>
Supplementals -	*10,534.8	397.5	0	10,932.3
Operating - Agencies	239.8	250.6	250.5	740.9
Operating - Legislature		68.0	215.2	283.2
Operating - U of A	0	480.0	195.7	675.7
Operating - Courts		57.0		57.0
Grants - Schools Supp.	464.0	1388.0		1852.0
FY86 Salary Incr. (Marine)	496.2		1342.4	496.2
FY87 Salary Incr. (Marine)			1342.4	1342.4
	<u>11,734.8</u>			<u>16,379.7</u>
	11,195.0	2,641.1	2,003.8	16,134.9
Grants - Opr.	<u>0</u>	3,171.2		
	234.0	<u>2,563.2</u>	1,460.7	4,631.9
Capital	11,734.8	5,812.3	3,464.5	21,011.6
School District Supplementals identified under grants:	<u>3,766.0</u>	13,740.0	9,797.3	27,303.3
Wanagee	150.0			
Adak	130.0			
Copper River	184.0			
Junior Students	1,388.0			

Legislature Supplementals: \$397.5 for ^{special} session.

MEMORANDUM

State of Alaska

HB 574
CMB

TO: Jay Hogan, Associate Director
Office of Management & Budget

DATE: February 13, 1986

FILE NO.:

THRU:

TELEPHONE NO.:

SUBJECT: Net/-0- Supplemental

FROM: *Richard L. Bantsee*
MG Edward G. Pagano
The Adjutant General
Dept. of Military & Veterans Affairs

Sec. 36

The Department of Military and Veterans Affairs requests a transfer of funding between appropriations (BRU's) in our current year FY-86 operating budget. I have reviewed all components as of January 1986 and have identified the following projected shortfalls and available funding to offset them.

31.1 AKNG/OTAG - Personal Services

Additional funding is needed to fund currently authorized positions through 30 June 1986 (does not include funding for premium pay or merit increases). The OTAG component has experienced negligible vacancy and turnover to date and no vacancies are anticipated.

8.0 AKNG/FMS - Contractual Services

Funding is needed for modification of office space to make more efficient use of existing space. This would alleviate the need to lease additional office space. Also is needed to comply with space standards and to alleviate electrical wiring hazards.

10.0 AKNG/DP&WP - Equipment

Funding is needed for the purchase of a data processing controller, terminal, and printer for the Anchorage office to access the state data processing systems (PROFS, AKSAS, Legislative Affairs).

Note: Funding for this purpose was deleted from our FY-86 budget request due to funding level constraints.

12.9 AKNG/OTAG - Equipment

Funding is needed to purchase navigational equipment (LORAN-C) for National Guard aircraft to enable them to participate in Search and Rescue missions in adverse weather conditions and out of sight of land. This is a life/safety measure.

Revised Original

24.7 39.0 Veterans Affairs/Veterans Services - Contractual

Additional funding is needed to fully fund the American Legion and VFW Veterans Service officer contracts due to the increased need for veterans assistance.

1.8 30.0 Veterans Affairs/Veterans Services - Grants

Additional funding is needed to fund the Veterans Burial Allowance Program at the current rate of usage.

Note: Deletion of the five year residency requirement has impacted the program.

Total 32.5 39.0 Disaster Png & Control/Civil Prep & Dis Relief - Equipment

Funding is needed for the purchase of communication equipment to replace obsolete and unrepairable HF radios and to purchase additional radio equipment to improve major disaster response capabilities.

(170.0) Recruiting & Retention/NG Benefits - NG Bonuses

Excess funding is available in the National Guard Benefits component to fund projected shortfalls and needs. The funding is available due to more stringent regulations and better administration of the National Guard Reenlistment Bonus Programs. Also more members are dropping off of the old ten days pay per year program than anticipated.

MEMORANDUM

State of Alaska

TO: Jay Hogan, Associate Director
Division of Budget Review
Office of Management and Budget

DATE: December 24, 1985

FROM: ^{RB} Robert J. Sundberg, Commissioner
Department of Public Safety

TELEPHONE NO: 465-4336

FROM: Jos Mapranath, Director
Division of Administrative Services
Department of Public Safety

RECEIVED
SUBJECT
JAN 7 1986

Change of Intent:
Aircraft Engine
Replacement to
Aircraft
Replacement
DPS 12-6083

BUDGET REVIEW

The Department of Public Safety, Division of Fish and Wildlife Protection, requests alteration of the intent of the Aircraft Engine Replacement capital project.

Appropriation Affected:

The specific appropriation which the Department wishes to change the intent of is Chapter 24, SLA 84, page 60, line 19.

Change in Original Project and Proposed New Intent:

The original Aircraft Engine Replacement project (the Grumman Goose assigned to Kodiak), in the amount of \$525,300, was to convert two Grumman Goose aircraft engines from the existing Pratt and Whittney R985 engines to Pratt and Whittney PT-6-34 turbine engines. The conversion would increase the Department's ability to perform resource protection and public safety functions.

Cost estimates obtained from vendors in July 1985 indicate that the engine conversion project will now cost between \$618,500 and \$700,000 and take up to two years to complete. As a result of these estimates, the Department is requesting that the \$525,300 be used instead for the purchase of a long range, twin, turbine propeller aircraft.

Intent of the Project:

The basic intent of the project was to improve the safety and performance of departmental aircraft patrols, which, in turn would increase the Department's ability to perform required resource protection and public safety functions.

This proposal requests that the intent be changed to Aircraft Replacement from Aircraft Engine Replacement. All the intended objectives outlined in the original project will be accomplished, but in a more safe, efficient and cost-effective manner.

Additional Funds Needed:

Additional funds will not be needed to accomplish the change proposed in this memo.

cc: Budget File

1 DEPARTMENT OF FISH & GAME (CONT.)				1
2		APPROPRIATION	APPROPRIATION	FUND SOURCES
3		ALLOCATIONS	ITEMS	GENERAL FUND OTHER FUNDS
4	HOME WAREHOUSE (ED 21)		212,000	212,000
5	FAIRBANKS OFFICE REPAIRS (ED 20)		119,000	110,000
6	SMETTISHAM HATCHERY COMPLETION (ED 4)		3,019,000	3,019,000
7	HABITAT DIVISION DATA MANAGEMENT (ED 99)		265,000	265,000
8	SHELLFISH & GROUND FISH ASSESSMENTS (ED 99)		253,000	253,000
9		*****	*****	
10		***** DEPARTMENT OF PUBLIC SAFETY *****		
11		*****	*****	
12	EDUCATION			
13	FISH AND WILDLIFE PROTECTION			
14	STATEWIDE EQUIPMENT (ED 99)		100,000	100,000
15	VESSEL SEIZURE COSTS (ED 99)		160,000	160,000
16	THREE 22' PATROL SKIFFS (ED 99)		108,000	108,000
17	TWO PATROL BOATS (ED 99)		240,000	240,000
18	AIRCRAFT HANGAR IMPROVEMENTS (ED 7-15)		132,400	132,400
19	<u>AIRCRAFT (ENGINE) REPLACEMENT (FD 27)</u>		525,300	525,300
20	LIFE AND PROPERTY PROTECTION			
21	DRIVER TESTING EQUIPMENT (ED 7-15)		35,000	35,000
22	CRIME IDENTIFICATION AND APPREHENSION			
23	DALTON HIGHWAY HOUSING (ED 95)		800,000	800,000
24	COLDFOOT HANGAR (ED 95)		372,600	372,600
25	DISPATCH CONSOLE - SILDOTHA (ED 5)		85,000	85,000

MEMORANDUM

State of Alaska

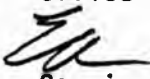
JAN 17 1986

TO: Jay Hogan
Associate Director
Division of Budget Review
Office of Management and Budget

DATE: January 15, 1986

FILE NO:

TELEPHONE NO: 465-2200

FROM:  Commissioner Eleanor Andrews
Department of Administration

SUBJECT: Monetary Terms of 1985-88
Agreements with MMP and MEBA

The International Organization of Masters, Mates and Pilots, Pacific Maritime Region (MMP), and the Marine Engineers Beneficial Association (MEBA) have signed their 1985-88 Agreements. This memorandum will recap the new MMP and MEBA Agreements' monetary terms as defined in AS 23.40.250(8) and provide our estimates of funding requirements. These estimates have been reviewed with the Alaska Marine Highway System, Department of Transportation and Public Facilities, and they have concurred with them:

I. MONETARY TERMS OF THE AGREEMENT WHICH REQUIRE AN APPROPRIATION FOR THEIR IMPLEMENTATION.

MMP: The new MMP agreement is effective from April 1, 1985, until March 31, 1988. It succeeds a one-year extension agreement (April 1, 1983, to March 31, 1984). One result of the recent contract settlement is the MMP's assent to no pay increase for 1984, following a pattern established by this Administration in its 1984 negotiations with the major bargaining units.

- A. General Wage Increases: The following figures represent the total personal services costs of the MMP wage increases. A variable benefits factor of 5.6695 percent was used for FY 86, and 6.2088 percent was used for other fiscal years.
1. 2.0% pay increase to the Southeast salary schedule effective July 1, 1985. Estimated cost, beginning FY 86: \$79.8 per year.
 2. 2.0% pay increase to the Southeast and Southwest salary schedules effective July 1, 1987. Estimated cost, beginning FY 88: \$102.8 per year.
 3. Cost-of-Living Adjustments (COLA) for Southwest employees to be paid in equal thirds, beginning FY 86: \$26.7 each year.
- B. Health Insurance Improvements: The MMP Agreement provides for the same health insurance coverage as applies to the Supervisory Unit, terminating the State's participation in the Northwest Marine Benefit Trust (NMBT) which had previously provided health coverage. The increased cost for this change in insurance is approximately \$27.05/month per

employee. Estimated increase for the life of this Agreement is \$24.7 per fiscal year.

Prior to Supervisory Unit health coverage, while negotiations were underway, funds were diverted from MMP members' Individual Retirement Accounts (IRAP's) to pay the NMBT health insurance increase of \$52.00/month per employee. As indicated above, the parties ultimately addressed the escalation of health insurance costs by changing to the more economical Supervisory Unit plan. The transition agreement provides for reimbursement of funds diverted from the members' IRAP's, which carries a one-time cost of \$56.3 for 76 employees in FY 86.

- C. PERS Coverage: A major achievement of the new MMP Agreement is the provision for including the Deck Officers in the Public Employees' Retirement System (PERS) as a substitute for retirement benefits now carried by the Northwest Marine Retirement Trust (NMRT) and the IRAP's mentioned above. The inclusion of MMP in PERS is an important step towards achieving uniform benefits for all State employees. Since the NMRT has been in financial trouble for some time, the transition to PERS also assures Deck Officers of a more equitable and secure retirement benefit.

The PERS actuary was asked to estimate the costs of including MMP in PERS. Applying the percentages he supplied to the bargaining unit's expected gross pay during the various contract years, and offsetting the costs of current NMRT and IRAP contributions yielded the following cost increases: FY 86 - \$40.9; FY 87 - \$495.2; FY 88 - \$515.3. The low FY 86 figure is caused by the delayed effective date of the PERS coverage--only one month of FY 86 PERS coverage has been assumed.

- D. PERS Post-Retirement Health Coverage for NMRT Retirees: As part of the contract's economics the parties agreed to provide post-retirement health care for a group of 14 (or fewer) MMP retirees who retired under the NMRT pension plan before the 1985 negotiated entry into PERS. These individuals are presently paying for their own health insurance coverage. An effective date of June 1, 1986, is assumed since the actual effective date of coverage depends on date of legislative appropriation. However, the agreement provides that retirees will be reimbursed an amount equal to the monthly cost of this coverage (\$175.00 per retiree) for months from July 1, 1985, until the effective date of the coverage. The estimated cost of coverage for FY 86 is \$2.5, which covers only the month of June 1986. Reimbursement for the balance of FY 86 will require \$27.0. A full twelve months' coverage, or \$29.4 per year, will be incurred in each of the next fiscal years.

- E. Uniform and Laundry Allowance Increases: Effective July 1, 1985, the contract provides an increase of \$62/year in the uniform allowance. This results in an annual increase of \$4.7.
- F. License Insurance: License insurance is calculated as a percentage of the gross wages of employees. Because of the salary and COLA increases, the license insurance costs will increase. The increases range from approximately \$.3 for FY 86 to a cumulative increase of approximately \$.8 by FY 88.

We estimate that the new MMP Agreement will require a total additional appropriation of \$238.1 for FY 86. Further, we project that the MMP labor agreement will increase FY 87 funding requirements by the cumulative amounts of \$689.7 and \$839.4 in FY 88. (See Attachment 1 for a more detailed explanation of these estimates and a full accounting of their impact during the entire contract term.)

MEBA: Both a new three-year contract (April 1, 1985, through March 31, 1988) and the bargaining unit's 1984 wage reopener were settled in the recent negotiations, resulting in the following appropriation requirements:

- A. General Wage Increases: The following figures represent the total personal services costs of the wage increases. A variable benefits factor of 5.6695 percent was used for FY 86, and 6.2088 percent was used for other fiscal years.
 - 1. 2.0% pay increase for all Southeast employees and first, second and third assistant engineers on the M/V Tustumena effective July 1, 1985. Estimated cost, beginning FY 86: \$97.3 per year.
 - 2. 2.1% pay increase for all Southeast employees and first, second and third assistant engineers on the M/V Tustumena effective July 1, 1986. Estimated cost, beginning FY 87: \$111.3 per year.
 - 3. 1.3% increase to the salary schedule effective July 1, 1987. Estimated cost, beginning FY 88: \$83.8 per year.
- B. Supplemental Compensation/Pension Savings: The Letter of Agreement settling the 1984 wage reopener provides one-time "supplemental compensation" totaling \$400.0. Because this was traded for a 25 percent reduction in the on-going rate of employer pension contributions, it actually produces savings in subsequent fiscal years. The net cost for FY 86, considering the pension savings that year, is \$144.2. For each of the following fiscal years the State will save \$255.8.

- C. Uniform and Laundry Allowance Increases: Effective July 1, 1985, the contract provides an increase of \$62/year in the uniform allowance. This results in an annual increase of \$5.3.
- D. Actuarial Study: As indicated in the discussion of MMP's entry into PERS, an important long-range objective of the Administration has been to bargain out of union or union/management health and pension trusts. We have largely succeeded in accomplishing this: Only replacement of MEBA Pension Trust coverage with participation in our own Public Employees' Retirement System remains. MEBA and the State have agreed, during the term of our next contract, to perform a joint actuarial study of the costs and benefits of MEBA Pension Trust coverage versus Alaska PERS coverage. The estimated cost of the study, for FY 86 only, is \$10.0. (This appropriation should be to the Division of Labor Relations, Department of Administration, rather than the Department of Transportation and Public Facilities since Labor Relations will be responsible for the State's role in the study.)

We estimate the new MEBA Agreement will require a total additional appropriation of \$268.2 for FY 86. Due to the pension savings, an FY 87 savings of \$23.8 is expected. In FY 88, when a final pay increase takes effect, a net cost of \$67.9 over present levels is projected. (See Attachment 2 for a more detailed explanation of these estimates and a full accounting of their impact during the entire contract term.)

II. MONETARY TERMS OF THE AGREEMENT WHICH WILL RESULT IN A CHANGE IN STATE REVENUES.

Neither agreement has any terms which fall into this category.

III. MONETARY TERMS OF THE AGREEMENT WHICH WILL RESULT IN A CHANGE IN PRODUCTIVE WORK HOURS FOR STATE EMPLOYEES.

Following a pattern established by last year's Inlandboatmen's Union of the Pacific (IBU) settlement, in both the MMP and MEBA bargaining units new vacation schedules were negotiated for employees hired on or after April 1, 1985. The new schedules have lower maximum accrual rates than those allowed under the present schedules. For example, the vacation schedule covering new Southeast employees has a maximum accrual rate of five (5) pay periods per year, which is two (2) pay periods lower than the preexisting schedule. While the changes to the vacation provisions are complex and will occur gradually, their ultimate effect (to be realized several years from now) will be a net increase in the productive work hours of these bargaining units.

This last feature of the new agreements is recounted for informational purposes only and does not require an appropriation for its implementation.

AS 23.40.215(b) requires that the monetary terms of an agreement be submitted to the legislature within ten (10) legislative days after the convening of the next regular session. In this case, therefore, appropriate legislation must be submitted by January 22, 1986. However, consistent with our commitment to MMP and MEBA, every effort should be made to submit these monetary terms at the earliest date possible.

Further details on these new agreements, and an explanation of our estimates, can be obtained from Karen VanDusseldorp, Division of Labor Relations, at 465-4404.

EA/KVD/mm

6/8D1/0108-01

Attachments: (1) Explanation of Funding Estimates
for MMP
(2) Explanation of Funding Estimates
for MEBA

cc: Ski Olsonoski
Deputy Commissioner
Human Resources
Department of Administration

Bruce Cummings
Acting Director
Division of Labor Relations
Department of Administration

- Costs Associated with MMP 1985-88 Agreement
Effective April 1, 1985, through March 31, 1988

Fiscal Year 1986:

1.	Reimbursement of Individual Retirement Accounts (76 employees @ \$52.00/month for eight months in FY 85; 76 employees @ \$27.05/month for 12 months in FY 86)	\$ 56,285.60
2.	Reimbursement for Post-Retirement Health Coverage (14 retirees @ \$175.00/month for 11 months)	26,950.00
3.	PERS Post-Retirement Health Coverage for NMRT Retirees (assuming effective June 1, 1986; 14 retirees @ \$175.00/month for one month)	2,450.00
4.	Uniform Allowance Increase (76 uniform allowances @ \$62.00/year)	4,712.00
5.	Cost of Living Adjustments for SW Employees (effective July 1, 1985; 1/3 of difference between current cost of living differentials and 22.5%; based on 14 employees)	26,688.00
6.	2.0% Pay Increase effective July 1, 1985, for SE employees	74,050.78
7.	PERS Retirement Coverage for Employees (assuming effective June 1, 1986; 16.54% of one month's gross pay less existing pension costs)	40,897.71
8.	Variable Benefits on #5 and #6 @ 5.6695%	5,711.39
9.	License Insurance Increases (based on COLA increase for SW employees and 2.0% pay increase for SE employees)	313.67
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	FY 1986 Total	\$238,059.15

Fiscal Year 1987:

1.	Continuation of Health Insurance Improvement (76 employees @ \$27.05/month for 12 months)	\$ 24,669.60
2.	Continuation of PERS Post-Retirement Health Coverage for NMRT Retirees (14 retirees @ \$175.00/month for 12 months)	29,400.00
3.	Continuation of Uniform Allowance Increase	4,712.00
4.	Continuation of July 1, 1985, Cost of Living Adjustments for SW employees	26,688.00

MMP (Continued)

5.	Additional Cost of Living Adjustments for SW Employees (effective July 1, 1986; 2nd 1/3 of difference)	\$ 26,688.00
6.	Continuation of July 1, 1985, Pay Increase for SE employees	74,050.78
7.	Continuation of PERS Retirement Coverage for Employees (16.54% of gross pay for 76 employees for 12 months less existing pension costs)	495,186.72
8.	Variable Benefits on #4, #5 and #6 @ 6.2088%	7,911.67
9.	License Insurance Increases (based on COLA increase for SW employees and continuation of pay increase for SE employees)	402.81

FY 1987 Total	\$689,709.58
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Fiscal Year 1988:

(Costs projected through end of the fiscal year)

1.	Continuation of Health Insurance Improvement	\$ 24,669.60
2.	Continuation of PERS Post-Retirement Health for NMRT Retirees	29,400.00
3.	Continuation of Uniform Allowance Increase	4,712.00
4.	Continuation of July 1, 1985, and July 1, 1986, Cost of Living Adjustments	53,376.00
5.	Cost of Living Adjustments for SW Employees (effective July 1, 1987; last 1/3 of difference)	26,688.00
6.	Continuation of July 1, 1985, Pay Increase for SE employees	74,050.78
7.	2.0% Pay Increase Effective July 1, 1987, all employees (FY 86 estimated gross pay + COLA adjustments = \$4,746,170.52 x 2.0%)	94,923.41
8.	Continuation of PERS Retirement Coverage for Employees	515,301.25
9.	Variable Benefits on #4, #5, #6 and #7 @ 6.2088%	15,462.28
10.	License Insurance Increases (based on COLA increases for SW employees and 2.0% pay increase)	776.34

FY 1988 Total	\$839,359.66
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Grand Total of Increases	\$1,767,128.39
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Costs Associated with MEBA 1985-88 Agreement
 Effective April 1, 1985, through March 31, 1988
 (Also settles 1984 Wage Reopener)

Fiscal Year 1986:

1.	2.0% Pay Increase Effective July 1, 1985, for SE employees and 1st, 2nd and 3rd Assistant Engineers on M/V Tustumena	\$ 91,492.24
2.	Special SW COLA Adjustments effective July 1, 1985, (including the CE on M/V Tustumena and all M/V Bartlett employees)	11,400.00
3.	Net cost of One-Time Supplemental Compensation (\$400,000 one-time total - \$255,826 pension savings = \$144,174)	144,174.00
4.	Uniform Allowance Increase (85 uniform allowances @ \$62.00/year)	5,270.00
5.	Actuarial Study of PERS (to be appropriated to the Department of Administration)	10,000.00
6.	Variable Benefits on #1 and #2 @ 5.6695%	5,833.48
<hr/>		
	FY 1986 Total	\$ 268,169.72

Fiscal Year 1987:

1.	Continuation of July 1, 1985, Pay Increase	\$ 91,492.24
2.	Continuation of July 1, 1985, Cost of Living Adjustments	11,400.00
3.	Continuation of Pension Savings	(255,826.00)
4.	Continuation of Uniform Allowance Increase	5,270.00
5.	2.1% Pay Increase Effective July 1, 1986 for all SE employees and 1st, 2nd, 3rd Assistant Engineers on M/V Tustumena	97,988.19
6.	Special SW COLA Adjustment effective July 1, 1986, for CE on M/V Tustumena and M/V Bartlett employees	12,600.00
7.	Variable Benefits on #1 and #2 and #5 and #6 @ 6.2088%	13,254.57
<hr/>		
	FY 1987 Total	(\$ 23,821.00)

MEBA (Continued)

Fiscal Year 1988:

(Costs projected through end of the fiscal year.)

1.	Continuation of July 1, 1985, and July 1, 1986, Pay Increases	\$ 189,480.43
2.	Continuation of July 1, 1985, and July 1, 1986, Cost of Living Adjustments	24,000.00
3.	Continuation of Pension Savings	(255,826.00)
4.	Continuation of Uniform Allowance Increase	5,270.00
5.	1.3% Pay Increase Effective July 1, 1987 for all SE employees, all M/V Tustumena employees, and 1st and 2nd Assistant Engineers on the M/V Bartlett	65,207.76
6.	Special SW Cost of Living Adjustments effective July 1, 1987, for CE on M/V Tustumena and M/V Bartlett employees	21,168.00
7.	Variable Benefits on #1 and #2 and #5 and #6 @ 6.2088%	18,617.47

FY 1988 Total \$ 67,917.66

Grand Total of Increases \$ 312,266.38

H15514
C114

Ray Gillespie-
Page 2
January 24, 1986

personnel; the Out-of-State Contractual payments to the Federal Bureau of Prisons; and additional legal services fees generated by the Department of Law's need to add a third attorney to keep up with the Corrections' workload.

Administration and Support BRU*

	FY86 FCC Authorized*	FY86 Adjusted Authorization	Expenditures		Projected Lapse (Deficit)
			Actual 7/1-12/31	Projected 1/1-6/30	
71000	\$ 4,097.6	\$ 4,477.8	\$1,951.2	\$ 4,301.8	\$ 176.0
72000	347.5	330.3	188.1	421.5	(91.2)
73000	12,847.0	12,707.4	9,615.5	13,783.2	(1,075.8)
74000	321.7	321.7	128.2	437.5	(115.8)
75000	33.5	33.5	2.2	10.2	23.3
77000	(39.3)	-	1.5	3.3	(3.3)
78000	<u>34.0</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Totals	\$17,642.0	\$17,870.7	\$11,886.7	\$18,957.5	\$(1,086.8)

*Excludes Facilities/Capital Improvements and Correctional Industries Product Cost which are not funded with general fund monies.

Operations: \$1,050.8

now
340.7

The need for additional Personal Services' funding in the Operations BRU particularly is due to the cumulative effect of several factors: first, a 2% vacancy factor was taken from the outset; second, only 80% of salary increases and FY85 compensatory salary payments was granted leaving a funding deficit of \$556.8; third, the Department failed to properly budget for merit increases, a problem which costs about 3.5% per annum. The Department may be able to withstand any one of these cuts taken alone, but not all three. An attempt has been made to make up part of the difference by transfer from other line items, but there is no further elasticity in Contractual Services, and the reductions made in Commodities' inventories will simply appear as increases in FY87.

While the correctional facilities have administrative personnel, by far their greatest number of personnel are Correctional Officers who man specific security posts. Positions that become vacant are being evaluated on a case-by-case basis and refilled based on the security needs of the institution. While a facility may be able to withstand

SEC 25

MEMORANDUM

State of Alaska

DEPARTMENT OF CORRECTIONS

TO: Mike Maher
Budget Analyst
Office of Management & Budget

DATE: May 8, 1986

FILE NO:

TELEPHONE NO: 465-3376

FROM: William W. Ladwig *WJL*
Deputy Commissioner
for Administration

SUBJECT: Major Medical Supplemental

You have requested additional information on that portion of this department's supplemental request that relates to inmate medical costs. The following is offered for your consideration:

1. The original supplemental request was for \$1,099,200. The revised request is now \$808,200. The department has, mainly through the reduction of services provided by contractors because of the recent hiring of a staff physician been able to reduce the supplemental request by \$291,000.
2. The department for FY86 requested \$3400.3 and received from the Legislature \$3080.0 for a reduction of \$320.3.
3. FY85 actual per day cost for medical was \$6.99 per inmate per day. Extending this amount to the population increase over the fiscal year would support a need of \$382.7.
4. Taking the funding reduction and the population increase, you can account for \$703.0 of the supplemental amount of \$808.2.
5. The cost of medical services for this department is something that is not capable of being accurately estimated as it only takes a few cases of major proportions to throw any estimate out of skew. The following are examples of surgical cases experienced during the current year that have resulted in significant expenditures:

- Bone Marrow Transplant - \$70.5
- Gall Bladder with complications - \$12.0
- Kidney Stone with complications - \$32.0
- Back, Knee and Shoulder surgeries - \$35.0
- Head Injury - \$18.0

6. Also as the department experiences an increase in the age of the inmate population, the medical costs will continue to increase as it is a hard fact of life that the older a person becomes, the more likely they are to experience medical problems, often times of a significant nature.

I hope the foregoing has been responsive to your request and if you desire additional information, please do not hesitate to contact me.

WWL:cc

- cc: Roger V. Endell
- Nadine Winters
- Susan Humphrey-Barnett
- Carol Taplin
- Susie Riley

Offered: 5/9/86
Referred: Rules

Original sponsor: Rules/Governor

Funding Information:

General Fund: -\$14,465,300
Other Funds: 21,685,600
\$ 7,220,300

1 IN THE HOUSE BY THE FINANCE COMMITTEE
2 CS FOR HOUSE BILL NO. 574 (Finance)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FOURTEENTH LEGISLATURE - SECOND SESSION
5 A BILL

6 For an Act entitled: "An Act making, amending, transferring, and repealing
7 operating and capital appropriations; and providing
8 for an effective date."

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

10 * Section 1. The sum of \$189,000 is appropriated from the general fund
11 to the Department of Administration, telecommunications services, for costs
12 associated with the Joint State/Federal Board proceedings.

13 * Sec. 2. Section 26, ch. 98, SLA 1985, page 15, line 10, is amended to
14 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
17 Office of Public		
18 Advocacy (24 positions)	<u>3,148,900</u>	<u>3,148,900</u>
19	[2,323,000]	[2,323,000]

20 * Sec. 3. Section 26, ch. 98, SLA 1985, page 14, lines 9 and 10 are
21 amended to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
23 ALLOCATIONS		
24 Longevity Bonus	<u>46,145,600</u>	<u>46,145,600</u>
25	[48,024,600]	[48,024,600]
26 Grants	<u>45,767,900</u>	
27	[47,646,900]	

28 * Sec. 4. Section 12, ch. 98, SLA 1985, is amended to read:

29 * Sec. 12. The sum of \$9,637,600 [9,149,600] is appropriated

1 from the general fund to the Department of Law to fund legal proceed-
 2 ings involving oil and gas revenue due or paid to the state or state
 3 title to oil and gas land, including, but not limited to, the North
 4 Slope royalty Case (State v. Amerada Hess, et al.), the Oil and Gas
 5 Corporate Income Tax Case (ARCO v. State), the Trans Alaska Pipeline
 6 Rate Case, litigation against the Alaska Oil Company, and United
 7 States v. Alaska, for fiscal year 1986 and succeeding fiscal years.

8 * Sec. 5. The sum of \$711,900 is appropriated from the general fund to
 9 the Department of Law to pay judgments and claims against the state for the
 10 fiscal year ending June 30, 1986.

11 * Sec. 6. The sum of \$25,400 is appropriated from federal funds and
 12 \$25,400 from the general fund to the Department of Education, Alaska Post-
 13 secondary Education Commission for the student incentive grant program for
 14 the fiscal year ending June 30, 1986.

15 * Sec. 7. (a) Section 26, ch. 98, SLA 1985, page 26, lines 16 and 17,
 16 are amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
19 K-12 Support		<u>547,805,600</u>	<u>515,331,100</u>	<u>32,474,500</u>
20		[549,475,800]	[516,975,800]	[32,500,000]
21 Foundation				
22 Program	<u>492,787,500</u>			
23	[494,432,200]			

24 (b) Section 26, ch. 98, SLA 1985, page 27, line 7, is amended to
 25 read:

	ALLOCATIONS
27 Student Lunch	
28 Program	<u>9,474,500</u>
29	[9,500,000]

1 * Sec. 8. (a) Section 26, ch. 98, SLA 1985, page 27, line 21, is
2 amended to read:

3	APPROPRIATION	GENERAL	OTHER
4	ITEMS	FUND	FUNDS
5 Management,			
6 Law and			
7 Finance	<u>2,153,300</u>	872,400	<u>1,280,900</u>
8	[2,127,800]		[1,255,400]

9 (b) Section 26, ch. 98, SLA 1985, page 28, line 14, is amended to
10 read:

11	ALLOCATIONS
12 District Support	
13 Services (20	
14 positions) <u>1,336,400</u>	
15	[1,310,900]

16 * Sec. 9. Section 27, ch. 98, SLA 1985, page 123, lines 14 - 16, are
17 amended to read:

18	APPROPRIATION	GENERAL
19	ITEMS	FUND
20 SB 56 An Act		
21 relating to a		
22 Longevity Bonus.		
23 Appropriated to		
24 Department of		
25 Health & Social		
26 Services	<u>1,650,200</u>	<u>1,650,200</u>
27	[2,573,800]	[2,573,800]

28 * Sec. 10. Section 26, ch. 98, SLA 1985, page 35, lines 9 and 10 are
29 amended to read:

1		APPROPRIATION	GENERAL	OTHER
2	ALLOCATIONS	ITEMS	FUND	FUNDS
3	Medical			
4	Assistance	<u>79,987,500</u>	<u>45,942,200</u>	<u>34,045,300</u>
5		[79,163,200]	[45,678,400]	[33,484,800]
6	Medicaid	<u>67,525,800</u>		
7		[66,701,500]		

8 * Sec. 11. (a) Section 26, ch. 98, SLA 1985, page 34, line 23, is
9 amended to read:

10		APPROPRIATION	GENERAL	OTHER
11		ITEMS	FUND	FUNDS
12	Assistance			
13	Payments	<u>62,748,600</u>	<u>38,608,600</u>	
14		[62,257,600]	[38,117,600]	24,140,000

15 (b) Section 26, ch. 98, SLA 1985, page 35, line 6, is amended to
16 read:

17	ALLOCATIONS
18	Adult Public
19	Assistance <u>13,930,500</u>
20	[13,439,500]

21 * Sec. 12. The sum of \$896,900 is appropriated from the general fund to
22 the Department of Health and Social Services for pharmacy payments for the
23 General Relief Medical program for the fiscal year ending June 30, 1986.

24 * Sec. 13. The sum of \$770,000 is appropriated to the Department of
25 Health and Social Services to pay for costs associated with increased
26 caseloads in the Aid to Families with Dependent Children program, for the
27 fiscal year ending June 30, 1986, from the following sources:

28	Federal Receipts	\$221,600
29	General Fund Match	385,000

1 Interagency Receipts 163,400

2 * Sec. 14. The sum of \$168,800 is appropriated from the general fund to
3 the Department of Health and Social Services, general relief assistance
4 program, to pay for increased costs of providing rent, burial and other
5 services for the fiscal year ending June 30, 1986.

6 * Sec. 15. Section 26, ch. 98, SLA 1985, page 38, lines 9 and 10, are
7 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
10 Juvenile				
11 Custody		<u>17,438,800</u>	<u>17,238,800</u>	
12		[17,146,800]	[16,946,800]	200,000
13 Foster Care	<u>6,602,500</u>			
14	[6,310,500]			

15 * Sec. 16. Section 32, ch. 107, SLA 1983, page 19, line 5, is amended
16 to read:

	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
19 Medical			
20 Assistance	<u>67,680,400</u>	<u>40,933,700</u>	<u>26,746,700</u>
21	[70,085,700]	[42,674,300]	[27,411,400]

22 * Sec. 17. Section 22, ch. 122, SLA 1984, page 20, line 23, is amended
23 to read:

	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
26 Medical Assis-			
27 tance	<u>76,516,900</u>	<u>46,559,400</u>	<u>29,957,500</u>
28	[74,111,600]	[44,818,800]	[29,292,800]
29 <u>The appropriation for medical assistance program services to pay</u>			

1 outstanding FY 1985 claims lapses June 30, 1986.

2 * Sec. 18. The sum of \$150,000 is appropriated from the Disabled Fish-
3 ermen's Reserve Fund to the Department of Labor for payment of benefits to
4 disabled fishermen for the fiscal year ending June 30, 1986.

5 * Sec. 19. The sum of \$50,000 is appropriated from the general fund to
6 the Alaska Public Utilities Commission for costs associated with Joint
7 State/Federal Telecommunications Board hearings in Alaska.

8 * Sec. 20. Section 26, ch. 98, SLA 1985, page 63, lines 19 and 20 are
9 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND
12 Alaska National			
13 Guard Benefits		<u>1,927,100</u>	<u>1,927,100</u>
14		[2,097,100]	[2,097,100]
15 Retention			
16 Benefits	<u>508,800</u>		
17	[678,800]		

18 * Sec. 21. Section 26, ch. 98, SLA 1985, page 62, lines 12 and 13, are
19 amended to read:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
22 Alaska National				
23 Guard		<u>6,767,000</u>	<u>3,259,700</u>	3,507,300
24		[6,723,000]	[3,215,700]	
25 Office of Adju-				
26 tant General (27				
27 positions)	<u>1,439,800</u>			
28	[1,395,800]			

29 * Sec. 22. (a) Section 26, ch. 98, SLA 1985, page 104, line 10, is

1 amended to read:

2	APPROPRIATION	GENERAL
3	ITEMS	FUND
4 Regional		
5 Operations	<u>56,009,700</u>	<u>56,009,700</u>
6	[55,507,100]	[55,507,100]

7 (b) Section 26, ch. 98, SLA 1985, page 104, line 22, is amended to
8 read:

9 ALLOCATIONS

10 Cook Inlet
11 Correctional
12 Center (115
13 positions) 7,208,400
14 [7,088,400]

15 (c) Section 26, ch. 98, SLA 1985, page 105, line 4, is amended to
16 read:

17 ALLOCATIONS

18 Wildwood Cor-
19 rectional
20 Center (85 posi-
21 tions) 5,592,200
22 [5,377,100]

23 (d) Section 26, ch. 98, SLA 1985, page 105, line 9, is amended to
24 read:

25 ALLOCATIONS

26 Lemon Creek
27 Correctional
28 Center (86 posi-
29 tions) 5,209,900

1 [5,042,400]

2 * Sec. 23. Section 27, ch. 98, SLA 1985, page 123, lines 4 - 7, are
3 amended to read:

4	APPROPRIATION	GENERAL
5	ITEMS	FUND
6 SB 4 An		
7 Act Relating		
8 to Correctional		
9 Restitution		
10 Centers. Appro-		
11 priated to De-		
12 partment of		
13 Corrections	<u>572,100</u>	<u>572,100</u>
14	[1,074,700]	[1,074,700]

15 * Sec. 24. The sum of \$340,700 is appropriated from the general fund to
16 the Department of Corrections for increased personal services costs for
17 security and probation personnel within the Regional Operations for the
18 fiscal year ending June 30, 1986.

19 * Sec. 25. The sum of \$808,200 is appropriated from the general fund to
20 the Department of Corrections to pay increased medical costs for inmates
21 for the fiscal year ending June 30, 1986.

22 * Sec. 26. The sum of \$265,947 is appropriated from the general fund to
23 the following agencies to pay miscellaneous claims and stale-dated war-
24 rants:

25	Department of Administration	\$49,592
26	Department of Education	96,800
27	Department of Health and Social Services	99,446
28	Department of Fish and Game	4,858
29	Department of Corrections	8,000

1 Department of Commerce and Economic

2 Development 729

3 Department of Transportation and

4 Public Facilities 6,522

5 * Sec. 27. The sum of \$2,000,000 is appropriated from the general fund
6 to the Department of Health and Social Services for payment of claims
7 arising from the consent judgment in Wasky v. Smith.

8 * Sec. 28. The sum of \$283,400 is appropriated to the Department of
9 Commerce and Economic Development, Alaska Seafood Marketing Institute, for
10 fiscal year 1983, 1984, and 1985 costs resulting from the nonpayment of
11 third party assessments for those fiscal years from the following sources:

12 General Funds \$131,400

13 Program Receipts 152,000

14 * Sec. 29. The sum of \$893,600 is appropriated from the general fund to
15 the Department of Law for costs associated with the following criminal
16 cases to be allocated as follows:

17 State v. Mackay, et al. \$541,800

18 State v. Peel 351,800

19 * Sec. 30. The sum of \$323,300 is appropriated from the general fund to
20 the Department of Administration, office of public advocacy, for costs
21 associated with the following cases to be allocated as follows:

22 State v. Mackay, et al. \$ 97,800

23 State v. Peel 225,500

24 * Sec. 31. The sum of \$58,000 is appropriated from the general fund to
25 the Department of Administration, public defender, for costs associated
26 with State v. Mackay, et al.

27 * Sec. 32. Section 2, ch. 22, SLA 1984, page 3, line 6 is amended to
28 read:

29 APPROPRIATION GENERAL

1		ITEMS	FUND
2	King Cove Dock and Haulout		
3	<u>Engineering and Con-</u>		
4	<u>struction</u> (ED 26)	300,000	300,000

5 * Sec. 33. The sum of \$35,000 is appropriated from the general fund to
6 the Alaska Judicial Council for additional expenses for the fiscal year
7 ending June 30, 1986.

8 * Sec. 34. The sum of \$22,000 is appropriated from the general fund to
9 the Commission on Judicial Conduct for additional expenses for the fiscal
10 year ending June 30, 1986.

11 * Sec. 35. The sum of \$18,605,900 is appropriated from the Power Devel-
12 opment Revolving Loan Fund (AS 44.33.600) to the general fund.

13 * Sec. 36. The sum of \$32,500 is appropriated from the general fund to
14 the Department of Military and Veterans' Affairs for veterans' services for
15 the fiscal year ending June 30, 1986.

16 * Sec. 37. The sum of \$238,100 is appropriated from the general fund to
17 the Office of the Governor for costs associated with the collective bar-
18 gaining agreement with the Masters, Mates and Pilots for the fiscal year
19 ending June 30, 1986.

20 * Sec. 38. The sum of \$258,200 is appropriated from the general fund to
21 the Office of the Governor for costs associated with the collective bar-
22 gaining agreement with the Marine Engineers' Beneficial Association for the
23 fiscal year ending June 30, 1986.

24 * Sec. 39. Section 4, ch 24, SLA 1984, page 60, line 19 is amended to
25 read:

26		APPROPRIATION	GENERAL
27		ITEMS	FUND
28	Aircraft [ENGINE] replacement		
29	(ED 27)	525,300	525,300

1 * Sec. 40. The unexpended and unobligated balance of the appropriation
2 made in sec. 4, ch. 25, SLA 1982, page 6, line 17 (Fairbanks Fire Training
3 Equipment - \$132,000) is repealed and reappropriated to the Department of
4 Public Safety for the Fire Service Training Program.

5 * Sec. 41. The appropriation made in sec. 26, ch. 98, SLA 1985, page
6 22, line 24 (Fisheries Tax - \$7,858,000) lapses into the general fund
7 August 31, 1986.

8 * Sec. 42. Section 4, ch. 90, SLA 1981 is amended to read:

9 Sec. 4. The sum of \$200,000 is [AND THE INTEREST INCOME EARNED
10 ON THE INVESTMENT OF THAT SUM ARE] appropriated from the general fund
11 to [THE POWER DEVELOPMENT FUND OF] the Alaska Power Authority
12 [(AS 44.83.400 - 44.83.510)] for construction of a single wire ground
13 return transmission line between Kobuk and Shungnak.

14 * Sec. 43. The sum of \$1,487,700 is appropriated from the general fund
15 to the Department of Commerce and Economic Development for additional
16 payments under the fisheries enhancement tax receipt program for the fiscal
17 year ending June 30, 1987.

18 * Sec. 44. Section 2, ch. 102, SLA 1985 is amended to read:

19 Sec. 2. The unexpended and unobligated portion of the appro-
20 priation made by this Act (Zarembo Island Elk Transplant - \$50,000)
21 lapses into the general fund June 30, 1987 [1986].

22 * Sec. 45. The unexpended and unobligated balance of the appropriation
23 made in sec. 3, ch. 96, SLA 1985, page 25, line 22 (Prince William Sound
24 Community College Classrooms - \$600,000) is repealed.

25 * Sec. 46. The unexpended and unobligated balance of the appropriation
26 made in sec. 3, ch. 96, SLA 1985, page 26, line 5 (Prince William Sound
27 Community College Planning and Design Phase I - \$250,000) is repealed.

28 * Sec. 47. The unexpended and unobligated balance of the appropriation
29 made in sec. 2, ch. 24, SLA 1984, page 20, line 5 (Valdez Community College

1 Building, Design - \$150,000) is repealed.

2 * Sec. 48. The sum of \$976,000 is appropriated from the general fund to
3 the University of Alaska, Prince William Sound Community College, for
4 purchase and renovation of a new campus facility at Valdez.

5 * Sec. 49. The unexpended and unobligated balance of the appropriation
6 made in sec. 2, ch. 24, SLA 1984, page 20, line 8 (Tanana Valley Community
7 College Student Housing Purchase/Bidder Designed Construction - \$1,000,000)
8 is repealed and reappropriated to the University of Alaska, Tanana Valley
9 Community College, for purchase and renovation of a new campus facility.

10 * Sec. 50. The unexpended and unobligated balance of the appropriation
11 made in sec. 2, ch. 10, SLA 1983, page 8, line 19, as amended by sec. 41,
12 ch. 106, SLA 1983, and sec. 99, ch. 105, SLA 1985 (DEC - Wrangell Evergreen
13 Water/Sewer Extension - \$889,000) is repealed.

14 * Sec. 51. The unexpended and unobligated balance of the appropriation
15 made in sec. 2, ch. 10, SLA 1983, page 9, line 6 as amended by sec. 156,
16 ch. 106, SLA 1983 (DEC - Bethel Sewer Line Extension - \$200,000) is re-
17 pealed and reappropriated to the Department of Administration for payment
18 as a grant under AS 37.05.315 to the City of Bethel for water and sewer
19 projects.

20 * Sec. 52. Section 3, ch. 96, SLA 1985, page 22, line 4 is amended to
21 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
24 <u>Petersburg water and sewer</u>		
25 <u>improvements</u> [HAMMER SLOUGH		
26 SEWER EXTENSION] (ED 1)	114,000	114,000

27 * Sec. 53. Section 3, ch. 96, SLA 1985, page 22, line 7 is amended to
28 read:

	APPROPRIATION	GENERAL
--	---------------	---------

1 ITEMS FUND
 2 Petersburg Water and Sewer
 3 Improvements [WATER PLANT
 4 CLARIFICATION SYSTEM] (ED 1) 300,000 300,000
 5 * Sec. 54. Section 34, ch. 107, SLA 1983, page 82, line 9 as amended by
 6 sec. 28, ch. 105, SLA 1985, is amended to read:

7 ALLOCATIONS
 8 Petersburg-Water
 9 Storage Facil-
 10 ity (ED 1) 173,500

11 Petersburg-Water and
 12 Sewer Improvements
 13 [SCOW BAY AREA SEWER
 14 SYSTEM] (ED 1) 165,000

15 * Sec. 55. Section 319, ch. 171, SLA 1984, page 54, line 8 is amended
 16 to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
19 Fairbanks <u>Office Complex-</u>		
20 <u>Development, Safety and</u>		
21 <u>Stabilization</u> [BUILDING-		
22 DESIGN BUILD/LEASE PUR-		
23 CHASE] (ED 19-21)	500,000	500,000

24 * Sec. 56. Section 4, ch. 24, SLA 1984, page 58, line 19 is amended to
 25 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
28 Seismic Data Acquisition		
29 (ED 99)	<u>2,822,000</u>	<u>2,822,000</u>

1 [4,500,000] [4,500,000]

2 Management & Administration

3 Fairbanks Natural Resources

4 Complex-development, safety

5 and stabilization 1,678,000 1,678,000

6 * Sec. 57. Section 2, ch. 22, SLA 1984, page 9, line 17 is amended to
7 read:

8	APPROPRIATION	GENERAL
9	ITEMS	FUND

10 New Stuyahok-Diesel Dump

11 Truck and Pickup Truck

12 (ED 26) 90,000 90,000

13 * Sec. 58. The unexpended and unobligated balance of the appropriation
14 made in sec. 2, ch. 22, SLA 1984, page 8, line 18 (Kotlik-Airport Improve-
15 ments - \$2,500,500) is repealed and reappropriated to the Department of
16 Administration for payment as a grant under AS 37.05.315 to the City of
17 Kotlik for an erosion control project.

18 * Sec. 59. The unexpended and unobligated balance of the appropriation
19 made in sec. 314, ch. 105, SLA 1985 (Noatak-Dump Fencing - \$20,900) is
20 repealed.

21 * Sec. 60. Section 769, ch. 105, SLA 1985 is amended to read:

22 Sec. 769. The appropriations made in secs. 22, 28, 35, 36, 39,
23 40, 43, 51, 52, 76, 91, 98, 102 - 105, 109, 113, 119, 129(d), 161,
24 166, 167, 171, 174, 181, 193, 197, 222, 234, 247, 251, 259, 271, 281,
25 284, 286 - 291, 295, 297, 298, 304, 305, 324, 334, 340, 386, 387, 424,
26 428, 455, 464, 465, 502, 522, 525, 526, 528, 532, 536 - 538, 567,
27 602 - 615, 618 - 620, 629 - 634, 674, 679, 680, 683, 686, 688, 707,
28 709, 711, 726, 730, and 756 of this Act are for capital projects and
29 are subject to AS 37.25.020.

1 North Pole-Water
2 Treatment Plant
3 and Sewer Lagoon
4 expansion

5 (ED 18-21) 1,500,000

6 * Sec. 65. The unexpended and unobligated balance of the appropriation
7 made in sec. 3, ch. 96, SLA 1985, page 44, line 17 (Northway-Sanitation
8 Truck - \$75,000) is repealed and reappropriated to the Department of Commu-
9 nity and Regional Affairs for payment as a grant under AS 37.05.317 to the
10 unincorporated community of Northway for completion of the community hall.

11 * Sec. 66. The unexpended and unobligated balance of the appropriation
12 made in sec. 34, ch. 107, SLA 1983, page 98, line 14 (Kaktovik-grey water
13 facility - \$450,000) is repealed and reappropriated to the Department of
14 Environmental Conservation for payment as a grant under the Village Safe
15 Water Act (AS 46.07) to the North Slope Borough for a water, sewer or solid
16 waste facility in Kaktovik.

17 * Sec. 67. The unexpended and unobligated balance of the appropriation
18 made in sec. 34, ch. 107, SLA 1983, page 120, line 14 (Northway-Fire Hall -
19 \$312,000) is repealed and reappropriated to the Department of Community and
20 Regional Affairs for payment as a grant under AS 37.05.317 to the unincor-
21 porated community of Northway for completion of the community hall.

22 * Sec. 68. The unexpended and unobligated balance of the appropriation
23 made in sec. 2, ch. 21, SLA 1984, page 13, line 18 (Cantwell-landfill
24 relocation - \$100,000) is repealed and reappropriated to the Department of
25 Environmental Conservation for Cantwell community landfill improvements.

26 * Sec. 69. The unexpended and unobligated balance of the appropriation
27 made in sec. 2, ch. 21, SLA 1984, page 14, line 7 (Tok-clinic equipment and
28 ambulance storage - \$25,000) is repealed and reappropriated to the
29 Department of Health and Social Services for payment as a grant under

1 AS 37.05.316 to the Tok Community Clinic Corp. for purchase/repair of x-ray
2 equipment.

3 * Sec. 70. The unexpended and unobligated balance of the appropriation
4 made in sec. 2, ch. 45, SLA 1984, page 31, line 21 (Tok-clinic equipment
5 and ambulance storage - \$40,000) is repealed and reappropriated to the
6 Department of Health and Social Services for payment as a grant under
7 AS 37.05.316 to the Tok Community Clinic Corp. for purchase/repair of x-ray
8 equipment.

9 * Sec. 71. The unexpended and unobligated balance of the appropriation
10 made in sec. 3, ch. 96, SLA 1985, page 22, line 22 (Tri Valley Inc.-Healy
11 Child Care facility - \$110,000) is repealed and reappropriated to the
12 Department of Community and Regional Affairs for payment as a grant under
13 AS 37.05.316 to Kid Stop Inc. for the Healy Child Care Facility.

14 * Sec. 72. Section 3, ch. 96, SLA 1985, page 33, line 11 is amended to
15 read:

16	APPROPRIATION	GENERAL
17	ITEMS	FUND
18	Sand Point- <u>Storm Drain,</u>	
19	Water and Sewer Project	
20	(ED 26)	700,000

21 * Sec. 73. The unexpended and unobligated balance of the appropriation
22 made in sec. 80, ch. 101, SLA 1982, page 101, line 6 (Aleknagik-Dredging
23 Equipment - \$100,000) is repealed and reappropriated to the Department of
24 Administration for payment as a grant under AS 37.05.315 to the City of
25 Aleknagik for development of the south shore access, boat ramp and parking
26 project.

27 * Sec. 74. The unexpended and unobligated balance of the appropriation
28 made in sec. 30, ch. 82, SLA 1981, page 160, line 6 (Aleknagik-South Shore
29 Landfill - \$40,000) is repealed and reappropriated to the Department of

1 Administration for payment as a grant under AS 37.05.315 to the City of
2 Aleknagik for development of the north shore landfill road project.

3 * Sec. 75. The unexpended and unobligated balance of the appropriation
4 made in sec. 34, ch. 107, SLA 1983, page 103, line 8 (Aleknagik-Fire Fight-
5 ing Equipment - \$81,600) is repealed and reappropriated to the Department
6 of Administration for payment as a grant under AS 37.05.315 to the City of
7 Aleknagik for purchase of additional fire equipment and building space on
8 the south shore.

9 * Sec. 76. The unexpended and unobligated balance of the Alaska Indus-
10 trial Development Authority multifamily housing loans security fund
11 (AS 44.88.156(h)) is appropriated to the Alaska Industrial Development
12 Authority loan insurance account (AS 44.88.157) to be available to insure
13 or guarantee the financing of a wastewater treatment facility by the Alaska
14 Pulp Corporation at Sitka. The appropriation made by this section is for
15 capitalization of a loan insurance account and does not lapse in accordance
16 with AS 37.25.010.

17 * Sec. 77. The unexpended and unobligated balance of the appropriation
18 made in sec. 245, ch. 106, SLA 1983 (Haines-Energy Conservation - \$115,900)
19 is repealed and reappropriated to the Department of Administration for
20 payment as a grant under AS 37.05.315 to the City of Haines for a water
21 treatment plant upgrade/flocculation tank.

22 * Sec. 78. Section 286, ch. 50, SLA 1980, page 94 as amended by sec.
23 30(a), ch. 1f, SLA 1981, is amended to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
24		
25		
26	Skagway-dock repairs/ <u>upgrade</u>	
27	<u>access and cargo area</u>	
28	<u>access</u>	775,000
29		775,000

* Sec. 79. The unexpended and unobligated balance of the appropriation

1 made in sec. 2, ch. 20, SLA 1984, page 3, line 11 (Hydaburg-water/sewer
2 upgrade - \$1,750,000) is repealed and reappropriated to the Department of
3 Administration for payment as a grant under AS 37.05.315 to the City of
4 Hydaburg to be allocated for the following projects:

5	(1) health clinic completion	\$214,000
6	(2) youth center	100,000
7	(3) ice machine/dock improvements	432,445
8	(4) water and sewer improvements	268,040

9 * Sec. 80. The unexpended and unobligated balance of the appropriation
10 made in sec. 2, ch. 22, SLA 1984, page 8, line 8 (North Slope Borough -
11 Anaktuvuk Pass VOR - \$750,000) is repealed and reappropriated to the De-
12 partment of Administration, for payment as a grant under AS 37.05.315 to
13 the North Slope Borough for road projects in Anaktuvuk Pass.

14 * Sec. 81. The appropriation made in sec. 26, ch. 98, SLA 1985, page
15 119, line 16 (House Leadership - \$1,667,000) lapses into the general fund
16 June 30, 1987.

17 * Sec. 82. The unexpended and unobligated balance of the appropriation
18 made in sec. 2, ch. 20, SLA 1984, page 3, line 17 (Sitka-Granite Creek
19 Sewer Interceptor - \$2,700,000) is repealed.

20 * Sec. 83. The unexpended and unobligated balance of the appropriation
21 made in sec. 30, ch. 82, SLA 1981, page 159, line 11 (Centennial Building
22 Upgrade - \$1,500,000) is repealed.

23 * Sec. 84. The sum of \$168,000 is appropriated from the general fund to
24 the Department of Administration for payment as a grant under AS 37.05.315
25 to the City and Borough of Sitka for Price/Jarvis Street road and utility
26 costs.

27 * Sec. 85. The sum of \$107,000 is appropriated from the general fund to
28 the Department of Administration for payment as a grant under AS 37.05.315
29 to the City and Borough of Sitka for Katlian Street parking lot construc-

1 tion.

2 * Sec. 86. Section 2, ch. 45, SLA 1984, page 19, line 15 is amended to
3 read:

4	APPROPRIATION	GENERAL
5	ITEMS	FUND
6 Sitka-Landfill area <u>and public</u>		
7 <u>use area development</u>		
8 [REDEVELOPMENT]	<u>365,000</u>	<u>365,000</u>
9	[350,000]	[350,000]

10 * Sec. 87. Section 286, ch. 50, SLA 1980, page 45, lines 22 - 24 is
11 amended to read:

12	ALLOCATIONS	APPROPRIATION	GENERAL
13		ITEMS	FUND
14 Tobeluk Consent Decree		<u>10,642,271</u>	<u>10,642,271</u>
15		[11,204,000]	[11,204,000]
16 Kasigluk			
17 (ED 17)	<u>5,780,609</u>		
18	[5,957,000]		
19 Nightmute			
20 (ED 17)	<u>2,479,662</u>		
21	[2,865,000]		

22 * Sec. 88. The unexpended and unobligated balance of the appropriation
23 made in sec. 286, ch. 50, SLA 1980, page 44, line 5 (Kilbuck school piling
24 freezer - \$90,000) is repealed.

25 * Sec. 89. The unexpended and unobligated balance of the appropriation
26 made in sec. 53, ch. 120, SLA 1980, page 73, line 5 (Painting Kilbuck
27 school/Bethel - \$200,000) is repealed.

28 * Sec. 90. The unexpended and unobligated balance of the appropriation
29 made in sec. 25, ch. 80, SLA 1979, page 57, line 36 (Bethel Schools Health

1 and Life Safety - \$563,500) is repealed.

2 * Sec. 91. The unexpended and unobligated balance of the appropriation
3 made in sec. 25, ch. 80, SLA 1979, page 58, line 7 (Bethel Kilbuck school
4 kitchen - \$150,000) is repealed.

5 * Sec. 92. Section 3, ch. 96, SLA 1985, page 33, line 6 is amended to
6 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
9 Newtok-solid waste/sewage		
10 disposal <u>and safe water</u>		
11 <u>building improvements</u>		
12 (ED 25)	250,000	250,000

13 * Sec. 93. Section 97, ch. 105, SLA 1985 is amended to read:

14 Sec. 97. The sum of \$22,800 is appropriated from the general
15 fund to the Department of Administration for payment as a grant under
16 AS 37.05.315 to the City of Chefnak for clinic renovations or con-
17 struction.

18 * Sec. 94. Section 2, ch. 20, SLA 1984, page 6, line 8 is amended to
19 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
22 Quinhagak-Washeteria Expansion		
23 <u>/Renovation</u> (ED 25)	55,000	55,000

24 * Sec. 95. The sum of \$803,959 is appropriated from the general fund to
25 the Department of Education for payment as a grant under AS 37.05.316 to
26 the Lower Kuskokwim School District for Kipnuk School.

27 * Sec. 96. The unexpended and unobligated balance of the appropriation
28 made in sec. 319, ch. 171, SLA 1984, page 74, line 4 (Unalaska-Waste Oil
29 Receiving Station - \$93,500) is repealed and reappropriated to the Depart-

1 ment of Administration for payment as a grant under AS 37.05.315 to the
2 City of Unalaska for road improvements.

3 * Sec. 97. The unexpended and unobligated balance of the appropriation
4 made in sec. 3, ch. 96, SLA 1985, page 21, line 24 (Ketchikan-Public Utili-
5 ties Water Filtration Plant - \$924,100) is repealed and reappropriated to
6 the Department of Administration for payment as a grant under AS 37.05.315
7 to the City of Ketchikan for water systems improvements to the Ketchikan/
8 Carlanna water service area.

9 * Sec. 98. Section 4, ch. 24, SLA 1984, page 68, line 11 is amended to
10 read:

11	APPROPRIATION	GENERAL
12	ITEMS	FUND
13	<u>Ketchikan Sewer and water</u>	
14	expansion (ED 1)	300,000

15 * Sec. 99. (a) The balance of the Oil Spill Mitigation Account
16 (AS 46.03.758(k)) is appropriated to the Department of Environmental Con-
17 servation, oil and hazardous substance release response fund (AS 46.08.-
18 010).

19 (b) The sum of \$286,700 is appropriated from the Oil Spill Reserve
20 Account to the Department of Environmental Conservation, oil and hazardous
21 substance release response fund (AS 46.08.010).

22 (c) The appropriations made in (a) and (b) of this section are for
23 capitalization of the oil and hazardous substance release response fund and
24 do not lapse in accordance with AS 37.25.020.

25 * Sec. 100. The appropriation made in sec. 296, ch. 171, SLA 1984 as
26 amended by sec. 505, ch. 105, SLA 1985 (DNR-Innovative Gold Recovery Pro-
27 gram - \$1,415,000) is for capital projects and does not lapse in accordance
28 with AS 37.25.020.

29 * Sec. 101. The appropriation made in sec. 297, ch. 171, SLA 1984

1 (DEC-Innovative Pollution Control Program - \$1,500,000) is for capital
2 projects and does not lapse in accordance with AS 37.25.020.

3 * Sec. 102. The unexpended and unobligated balances of the appropria-
4 tions made in sec. 286, ch. 50, SLA 1980, page 94, line 21 (Anchorage-
5 Fireweed Lane Sidewalk - \$150,000) and sec. 262, ch. 106, SLA 1983
6 (Anchorage - road improvements in Breezewood, Malibu and White Birch -
7 \$175,000) are repealed and reappropriated to the Department of Administra-
8 tion for payment as a grant under AS 37.05.315 to the Municipality of
9 Anchorage for the House District 11 residential streets improvement pro-
10 gram.

11 * Sec. 103. The unexpended and unobligated balance of the appropriation
12 made in sec. 34, ch. 107, SLA 1983, page 112, line 12 (Anchorage-Turnagain
13 Boulevard Reconstruction - \$200,000) is repealed and reappropriated to the
14 Department of Administration for payment as a grant under AS 37.05.315 to
15 the Municipality of Anchorage for the Senate District G residential streets
16 improvement program.

17 * Sec. 104. The unexpended and unobligated balance of the appropriation
18 made in sec. 286, ch. 50, SLA 1980, page 59, line 24 as amended by sec. 87,
19 ch. 106, SLA 1983 (Anchorage-Bike Trail Tudor-Minnesota to C Street -
20 \$195,000) is repealed and reappropriated to the Department of Administra-
21 tion for payment as a grant under AS 37.05.315 to the Municipality of
22 Anchorage for the House District 11 residential streets improvement pro-
23 gram.

24 * Sec. 105. The sum of \$8,400 is appropriated from the general fund to
25 the Department of Community and Regional Affairs for payment as a grant
26 under AS 37.05.316 to the Upper Tanana Development Corporation for the
27 purchase of a senior citizen van.

28 * Sec. 106. The sum of \$16,600 is appropriated from the general fund to
29 the Department of Community and Regional Affairs for payment as a grant

1 under AS 37.05.316 to the Copper River Native Association for purchase of a
2 senior citizen van.

3 * Sec. 107. Section 34, ch. 107, SLA 1983, page 60, line 25 is amended
4 to read:

5	APPROPRIATION	GENERAL
6	ITEMS	FUND
7	Long Island/Gildersleeve,	
8	<u>Thorne Bay Schools Construc-</u>	
9	<u>tion/Improvements (ED 3)</u>	1,140,000

10 * Sec. 108. The unexpended and unobligated balance of the appropriation
11 made in sec. 2, ch. 18, SLA 1984, page 4, line 5 (Noatak-Erosion Control
12 Project - \$6,000) is repealed.

13 * Sec. 109. The sum of \$5,000 is appropriated from the general fund to
14 the Department of Transportation and Public Facilities for installation of
15 street lights at the Richardson Highway and Copper Center Loop Road inter-
16 section.

17 * Sec. 110. The unexpended and unobligated balance of the appropriation
18 made in sec. 319, ch. 171, SLA 1984, page 78, line 22 (Tanacross-Village
19 Street Lights - \$30,000) is repealed.

20 * Sec. 111. The unexpended and unobligated balance of the appropriation
21 made in sec. 33, ch. 107, SLA 1983, page 58, line 14, as amended by sec.
22 110, ch. 171, SLA 1984 (Relating to Regional Resource Development Author-
23 ities - \$30,000) is repealed.

24 * Sec. 112. Section 249, ch. 106, SLA 1983 is amended to read:

25 Sec. 249. The sum of \$24,600 is appropriated from the general
26 fund for payment as a grant to the City of Nenana for energy conserva-
27 tion audits and retrofitting of city buildings [GRANTS].

28 * Sec. 113. The unexpended and unobligated balance of the appropriation
29 made in sec. 2, ch. 10, SLA 1983, page 31, line 16 (Tyonek-Sawmill Re-

1 pairs - \$10,000) is repealed.

2 * Sec. 114. The unexpended and unobligated balance of the appropriation
3 made in sec. 34, ch. 107, SLA 1983, page 86, line 4 (Hispanic Cultural
4 Center - \$300,000) is repealed.

5 * Sec. 115. The sum of \$150,000 is appropriated from the general fund
6 to the Department of Community and Regional Affairs for payment as a grant
7 under AS 37.05.316 to the League of United Latin American Citizens for the
8 Hispanic Services and Information Agency Project in Anchorage for the
9 fiscal year ending June 30, 1987.

10 * Sec. 116. The sum of \$35,000 is appropriated from the general fund to
11 the Department of Community and Regional Affairs for payment as a grant
12 under AS 37.05.316 to the Fairbanks Native Association to support the
13 community planning program for the fiscal year ending June 30, 1987.

14 * Sec. 117. The sum of \$40,000 is appropriated from the general fund to
15 the Department of Natural Resources for construction and maintenance of
16 firewood access roads and bridges in District 16.

17 * Sec. 118. The sum of \$15,000 is appropriated from the general fund to
18 the Department of Community and Regional Affairs for payment as a grant
19 under AS 37.05.316 to the Martin Luther King State Holiday Commission for
20 operations for the fiscal year ending June 30, 1987.

21 * Sec. 119. The sum of \$170,000 is appropriated from the general fund
22 to the Department of Administration for payment as a grant under AS 37.05.-
23 315 to the City of Kotzebue for costs associated with the 1986 Inuit Cir-
24 cumpolar Conference.

25 * Sec. 120. The sum of \$15,000 is appropriated from the general fund to
26 the Department of Community and Regional Affairs for payment as a grant
27 under AS 37.05.316 to the Alaska Black Leadership Conference for production
28 of a television documentary on the history of Blacks in Alaska.

29 * Sec. 121. (a) Section 26, ch. 98, SLA 1985, page 118, line 23 is

1 amended to read:

2	APPROPRIATION	GENERAL	OTHER
3	ITEMS	FUND	FUNDS
4 Legislative Council	<u>20,292,000</u>	<u>20,182,000</u>	110,000
5	[20,337,000]	[20,227,000]	

6 (b) Section 26, ch. 98, SLA 1985, page 119, line 11 is amended to
7 read:

8 ALLOCATIONS

9 Council and Sub-
10 committees

11 (2 positions) 518,000

12 [563,000]

13 * Sec. 122. The sum of \$45,000 is appropriated from the general fund to
14 the Legislative Finance Division for House Finance Committee education
15 funding related activities for the fiscal year ending June 30, 1987.

16 * Sec. 123. (a) Section 26, ch. 98, SLA 1985, page 118, lines 9 and 10
17 is amended to read:

18	ALLOCATIONS	APPROPRIATION	GENERAL
19		ITEMS	FUND
20 Budget and Audit Committee		<u>5,685,000</u>	<u>5,685,000</u>
21		[5,875,000]	[5,875,000]

22 Legislative Audit

23 (45 posi-
24 tions) 2,347,700

25 [2,447,700]

26 (b) Section 26, ch. 98, SLA 1985, page 118, line 16 is amended to
27 read:

28 ALLOCATIONS

29 Legislative

1 Finance (36
 2 positions) 2,987,300
 3 [3,077,300]

4 * Sec. 124. Section 26, ch. 98, SLA 1985, page 119, line 19 is amended
 5 to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
8 Ombudsman (23 positions)	<u>1,528,600</u>	<u>1,528,600</u>
9	[1,536,100]	[1,536,100]

10 * Sec. 125. The sum of \$397,500 is appropriated from the general fund
 11 to the Legislative Council for additional legislative session expenses for
 12 the fiscal year ending June 30, 1986.

13 * Sec. 126. The unexpended and unobligated balance of the appropriation
 14 made in sec. 319, ch. 171, SLA 1984, page 56, line 10 (Whittier Access
 15 Study - \$350,000) is repealed.

16 * Sec. 127. The unexpended and unobligated balance of the appropriation
 17 made in sec. 2, ch. 22, SLA 1984, page 2, line 20 (Whittier-Shotgun Cove
 18 Road Preliminary Engineering - \$100,000) is repealed and reappropriated to
 19 the Department of Administration for payment as a grant under AS 37.05.315
 20 to the City of Cordova for construction of public restrooms and a visitor
 21 reception area.

22 * Sec. 128. The sum of \$67,000 is appropriated from the general fund to
 23 the Department of Administration for payment as a grant under AS 37.05.315
 24 to the City of Whittier for paving and construction of roads and trails.

25 * Sec. 129. The sum of \$50,000 is appropriated to the Legislative
 26 Affairs Agency, House Transportation Committee, for a contract with the
 27 Highway Users Federation in Washington, D.C. for a report on the Department
 28 of Transportation and Public Facilities.

29 * Sec. 130. The sum of \$30,000 is appropriated from the general fund to

1 the University of Alaska, Prince William Sound Community College for rental
2 space in the City of Cordova for the fiscal year ending June 30, 1987.

3 * Sec. 131. The unexpended and unobligated balance of the appropriation
4 made in sec. 30, ch. 82, SLA 1981, page 168, line 18 (Shotgun Cove Road,
5 Whittier - \$800,000) is repealed.

6 * Sec. 132. The unexpended and unobligated balance of the appropriation
7 made in sec. 2, ch. 45, SLA 1984, page 8, line 23 (Shotgun Cove Road Right
8 of Way - \$500,000) is repealed and reappropriated to the Department of
9 Administration for payment as a grant under AS 37.05.315 to the City of
10 Whittier for paving and construction of roads and trails.

11 * Sec. 133. The unexpended and unobligated balance of the appropriation
12 made in sec. 295, ch. 105, SLA 1985 (Seward Coal Loading Facility -
13 \$1,760,000) is repealed.

14 * Sec. 134. The sum of \$700,000 is appropriated from the general fund
15 to the Department of Administration for payment as a grant under AS 37.05.-
16 315 to the City of Seward for the Seward Marine Industrial Park.

17 * Sec. 135. The sum of \$10,000 is appropriated from the general fund to
18 the Department of Health and Social Services for payment as a grant under
19 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
20 the Bear Creek Volunteer Fire Department for purchase of EMS equipment.

21 * Sec. 136. The sum of \$15,000 is appropriated from the general fund to
22 the Department of Health and Social Services for payment as a grant under
23 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
24 Hope/Sunrise EMS for the purchase of communications equipment and a paging
25 system.

26 * Sec. 137. The sum of \$6,000 is appropriated from the general fund to
27 the Department of Health and Social Services for payment as a grant under
28 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
29 the Cooper Landing Volunteer Fire Department for the purchase of fire

1 apparatus.

2 * Sec. 138. The sum of \$2,300 is appropriated from the general fund to
3 the Department of Health and Social Services for payment as a grant under
4 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
5 the Cooper Landing Volunteer EMS for the purchase of emergency medical
6 equipment.

7 * Sec. 139. The sum of \$9,000 is appropriated from the general fund to
8 the Department of Health and Social Services for payment as a grant under
9 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
10 Chenega/Tatitlek EMS equipment.

11 * Sec. 140. The sum of \$40,000 is appropriated from the general fund to
12 the Department of Health and Social Services for payment as a grant under
13 AS 37.05.316 to the Southern Region Emergency Medical Services Council for
14 North Pacific Rim for a full-time EMS trainer for the Prince William Sound
15 area for the fiscal year ending June 30, 1987.

16 * Sec. 141. The sum of \$140,000 is appropriated from the general fund
17 to the Department of Administration for payment as a grant under AS 37.05.-
18 315 to the City of Seward for costs associated with diesel power generation
19 assistance.

20 * Sec. 142. The sum of \$39,700 is appropriated from the general fund to
21 the Department of Health and Social Services, State Office of Alcohol and
22 Drug Abuse, for the Seward Life Action Council program operations for the
23 fiscal year ending June 30, 1987.

24 * Sec. 143. The sum of \$100,000 is appropriated from the general fund
25 to the Department of Transportation and Public Facilities for a grant under
26 AS 37.05.316 to the Aviation Safety Foundation for a safety training pro-
27 gram for the fiscal year ending June 30, 1987.

28 * Sec. 144. The unexpended and unobligated balance of the appropriation
29 made in sec. 14, ch. 113, SLA 1978, page 74, line 21 (statewide bike trails

1 and footpaths - \$200,000) is repealed and reappropriated to the Department
2 of Administration for payment as a grant under AS 37.05.315 to the City of
3 Cordova for roads and trails projects.

4 * Sec. 145. (a) Section 26, ch. 98, SLA 1985, page 69, line 12 is
5 amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
8 Parks and Recreation			
9 Management	<u>8,388,400</u>	<u>6,112,500</u>	2,275,900
10	[8,438,400]	[6,162,500]	

11 (b) Section 26, ch. 98, SLA 1985, page 69, line 14 is amended to
12 read:

	ALLOCATIONS
14 Parks Manage-	
15 ment (137	
16 positions) <u>6,008,400</u>	
17	[6,058,400]

18 * Sec. 146. The sum of \$50,000 is appropriated from the general fund to
19 the Department of Natural Resources, Division of Parks and Outdoor Recre-
20 ation, for operating expenses related to the Alaska Chilkat Bald Eagle
21 Preserve for the fiscal year ending June 30, 1987.

22 * Sec. 147. Section 3, ch. 96, SLA 1985, page 17, line 7 is amended to
23 read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
26 <u>Anchorage International</u>		
27 <u>Airport terminal aprons</u>		
28 <u>and taxiways [WEST APRON/</u>		
29 <u>TAXIWAY] Reconstruction</u>		

1	(ED 7-15)	2,990,000	2,990,000
2	* sec. 148. Section 3, ch. 96, SLA 1985, page 16, line 9 is amended to		
3	read:		
4		APPROPRIATION	OTHER
5		ITEMS	FUNDS
6	Seldovia Airport Improvements		
7	<u>Including Airport Lighting</u>		
8	<u>and Clearing</u> (ED 5)	1,440,000	1,440,000
9	* Sec. 149. Section 3, ch. 96, SLA 1985, page 14, line 14 is amended to		
10	read:		
11		APPROPRIATION	OTHER
12		ITEMS	FUNDS
13	Sterling Highway 157 <u>North</u>		
14	[TO 147] Reconstruction		
15	(ED 5)	9,000,000	9,000,000
16	* Sec. 150. Section 3, ch. 96, SLA 1985, page 16, line 13 is amended to		
17	read:		
18		APPROPRIATION	OTHER
19		ITEMS	FUNDS
20	Manokotak Airport Reconstruction		
21	<u>and Grader Purchase</u>		
22	(ED 26)	1,980,000	1,980,000
23	* Sec. 151. Section 80, ch. 101, SLA 1982, page 74, line 11 as amended		
24	by sec. 287, ch. 105. SLA 1985 is amended to read:		
25		APPROPRIATION	GENERAL
26		ITEMS	FUND
27	Sleetmute-Airport Con-		
28	struction, [AND] Grader		
29	Purchase <u>and Lighting</u>		

1 System 470,000 470,000
 2 [500,000] [500,000]

3 * Sec. 152. Section 117, ch. 171, SLA 1984 is amended to read:
 4 Sec. 117. The sum of \$280,000 [\$250,000] is appropriated from
 5 the general fund to the Department of Transportation and Public Facil-
 6 ities for nondirectional beacons at Sleetmute and Holy Cross Airports.

7 * Sec. 153. Section 4, ch. 24, SLA 1984, page 63, line 7 is amended to
 8 read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
11 Central AIP FY '85 <u>projects</u>			
12 <u>including airport lighting,</u>			
13 <u>equipment, storage buildings</u>			
14 <u>and maintenance equipment</u>			
15 (ED 92)	15,045,000	1,505,000	13,540,000

16 * Sec. 154. The sum of \$850,000 is appropriated from the general fund
 17 to the Department of Transportation and Public Facilities for payment of
 18 expenses on federal aid highway projects determined to be ineligible for
 19 federal participation including but not limited to: A-C couplet, Dimond
 20 Boulevard, Dearmoun-Rabbit Creek, Funny River Road, Raspberry Road, Spenard
 21 Road, Palmer/Wasilla Highway, Wasilla Urban, Bogard Road, Eagle River
 22 Urban, Fireweed Lane, Huffman Interchange, Minnesota Drive, Potter/Northern
 23 Lights, Tudor Road and Unalaska Bridge.

24 * Sec. 155. Section 4, ch. 24, SLA 1984, page 62, line 22 is amended to
 25 read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
28 Kodiak Near Island Bridge		
29 Phase II (ED 27)	<u>14,000,000</u>	<u>14,000,000</u>

1 [14,500,000] [14,500,000]

2 * Sec. 156. The sum of \$500,000 is appropriated from the general fund
3 to the Department of Administration for payment as a grant under AS 37.05.-
4 315 to the City of Kodiak for an access road and parking for the St. Herman
5 harbor and for jail construction. Funds appropriated under this section
6 must be allocated first to cover the bid for construction of the harbor
7 access road to AASHTO standards and the adjacent parking area. Funds
8 remaining may be allocated for improvements to the jail.

9 * Sec. 157. Section 286, ch. 50, SLA 1980, page 43, line 17 is amended
10 to read:

11	APPROPRIATION	GENERAL
12	ITEMS	FUND
13 Pedro Bay-Classroom and		
14 Multi-purpose (ED 16)	<u>1,035,250</u>	<u>1,035,250</u>
15	[1,025,000]	[1,025,000]

16 * Sec. 159. Section 280, ch. 171, SLA 1984 is amended to read:

17 Sec. 280. The sum of \$1,000,000 [\$2,000,000] is appropriated
18 from the international airport revenue fund to the Department of
19 Transportation and Public Facilities for Anchorage International
20 Airport east/west taxiway blast protection.

21 * Sec. 159. Section 2, ch. 10, SLA 1983, page 6, line 10 as amended by
22 sec. 288, ch. 105, SLA 1985 is amended to read:

23	APPROPRIATION	GENERAL
24	ITEMS	FUND
25 Bethel Airport Runway and Apron		
26 Paving Including North and		
27 South Aprons (ED 25)	<u>7,505,000</u>	<u>7,505,000</u>
28	[7,700,000]	[7,700,000]

29 * Sec. 160. Section 30, ch. 82, SLA 1981, page 171, line 9 is amended

1 to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
4 Togiak Runway Lighting (ED 16)	<u>217,500</u>	<u>217,500</u>
5	[250,000]	[250,000]

6 * Sec. 161. Section 3, ch. 96, SLA 1985, page 19, line 7 is amended to
7 read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
10 Golovin Airport <u>Relocation</u>		
11 [IMPROVEMENTS] (ED 23)	810,000	810,000

12 * Sec. 162. Section 34, ch. 107, SLA 1983, page 74, line 13 is amended
13 to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
16 Glenn Highway Milepost			
17 138-139 (ED 7-15)	<u>814,800</u>	<u>40,800</u>	<u>774,000</u>
18	[1,960,000]	[157,000]	[1,803,000]

19 * Sec. 163. Section 34, ch. 107, SLA 1983, page 77, line 8 is amended
20 to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
23 Parks Highway, Little			
24 Coal-Middle Fork (ED 16)	<u>3,869,900</u>	<u>196,500</u>	* <u>673,400</u>
25	[4,560,000]	[365,000]	[4,195,000]

26 * Sec. 164. Section 3, ch. 96, SLA 1985, page 17, line 21 is amended to
27 read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS

1 Glenn Highway Rehabilitation

2	MP 135-North (ED 17)	<u>2,469,000</u>	<u>2,469,000</u>
3		[1,440,000]	[1,440,000]

4 * Sec. 165. Section 3, ch. 96, SLA 1985, page 17, line 20 is amended to
5 read:

6		APPROPRIATION	OTHER
7		ITEMS	FUNDS

8 Parks Highways Rehabilitation

9	MP 190-North (ED 17)	<u>9,161,600</u>	<u>9,161,600</u>
10		[8,640,000]	[8,640,000]

11 * Sec. 166. (a) Section 53, ch. 120, SLA 1980, page 90, line 11 is
12 amended to read:

13		APPROPRIATION	OTHER
14		ITEMS	FUNDS

15	Southcentral Region Highways	<u>62,275,200</u>	<u>62,275,200</u>
16		[65,584,100]	[65,584,100]

17 (b) Section 53, ch. 120, SLA 1980, page 90, line 16 is amended to
18 read:

19 ALLOCATIONS

20 Richardson

21 Highway, Mile

22	16-19	<u>1,873,000</u>	
23		[3,069,000]	

24 (c) Section 53, ch. 120, SLA 1980, page 91, line 9 is amended to
25 read:

26 ALLOCATIONS

27 Highway Proj-

28 ect Con-

29	tingency	<u>1,010,200</u>	
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1 [3,123,100]

2 * Sec. 167. Section 30, ch. 82, SLA 1981, page 182, line 16 is amended
3 to read:

	APPROPRIATION	GENERAL
	ITEMS	FUND
4 Space Planning, Statewide	<u>1,354,000</u>	<u>1,354,000</u>
5	[1,700,000]	[1,700,000]

6
7
8 * Sec. 168. The sum of \$580,000 in federal receipts is appropriated to
9 the Department of Transportation and Public Facilities, Northern Region
10 Highways, for Chena Hot Springs road erosion.

11 * Sec. 169. The sum of \$1,594,700 in federal receipts is appropriated
12 to the Department of Transportation and Public Facilities, Northern Region
13 Highways, for Taylor Highway bridges.

14 * Sec. 170. Section 3, ch. 96, SLA 1985, page 18, line 21 is amended to
15 read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
16 Ambler Runway Improvements/ 17 Cross-Wind Construction 18 (ED 22)	<u>4,300,000</u>	<u>4,300,000</u>
19	[4,500,000]	[4,500,000]

20
21
22 * Sec. 171. Section 3, ch 96, SLA 1985, page 19, line 9 is amended to
23 read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
24 Noatak Airport Improvements 25 (ED 22)	<u>2,450,000</u>	<u>2,450,000</u>
26	[2,250,000]	[2,250,000]

27
28
29 * Sec. 172. Section 4, ch. 24, SLA 1984, page 64, line 24 is amended to