

ALASKA LEGISLATURE

HOUSE and SENATE

FINANCE COMMITTEE

FILES,

1993-1994

943

17

1 Department of Health and Social Services (cont.)

2			Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund	Other Funds
4	Maniilaq Public Health Services	921,900			
5	Maniilaq Mental Health and	358,000			
6	Developmental Disabilities				
7	Services				
8	Maniilaq Alcohol and Drug Abuse	1,024,100			
9	Services				
0	Norton Sound		2,410,100	2,410,100	
1	Norton Sound Social Services	188,500			
2	Norton Sound Public Health	1,148,900			
3	Services				
4	Norton Sound Alcohol and Drug	562,500			
5	Abuse Services				
6	Norton Sound Mental Health and	411,600			
7	Developmental Disabilities				
8	Services				
9	Norton Sound Sanitation	98,600			
0	Southeast Alaska Regional Health		596,100	596,100	
1	Corporation				
2	Southeast Alaska Regional	122,800			
3	Health Corporation Public				
4	Health Services				
5	Southeast Alaska Regional	345,200			
6	Health Corporation Alcohol and				
7	Drug Abuse				
8	Southeast Alaska Regional	128,100			
9	Health Corporation Mental				
0	Health Services				
1	Kawerak Social Services		381,200	381,200	
2	Tanana Chiefs Conference		1,304,900	1,304,900	
3	Tanana Chiefs Conference Public	244,700			
4	Health Services				
5	Tanana Chiefs Conference	518,200			
6	Alcohol and Drug Abuse Services				
7	Tanana Chiefs Conference Mental	542,000			
8	Health Services				

Department of Health and Social Services (cont.)

	Allocations	Appropriation		Fund Sources	
		Items	General Fund	Other Funds	
Tlingit-Haida		203,300	203,300		
Tlingit-Haida Social Services	190,900				
Tlingit-Haida Alcohol and Drug Abuse Services	12,400				
Yukon-Kuskokwim Health Corporation		1,749,100	1,749,100		
Yukon-Kuskokwim Health Corporation Public Health Services	928,200				
Yukon-Kuskokwim Health Corporation Alcohol and Drug Abuse Services	290,000				
Yukon-Kuskokwim Health Corporation Mental Health Services	530,900				
State Health Services		47,318,400	22,946,600	24,371,800	
Nursing	12,083,200				
Women, Infants and Children Maternal, Child, and Family Health	12,698,000				
Laboratory Services	3,153,600				
Public Health Administrative Services	1,754,500				
Epidemiology	5,009,400				
Emergency Medical Services (EMS) Training and Licensing	1,298,600				
It is the intent of the legislature that the statewide emergency medical services (EMS) system apply to the Department of Public Safety for a \$50,000 Highway Safety Planning Agency federal grant.					
Bureau of Vital Statistics	1,209,500				
Health Services/Medicaid	1,564,400				
Post Mortem Examinations	736,000				
Home Health Services	2,084,900				
Health Grants		8,130,500	7,436,000	694,500	
Infant Learning Program Grants	4,979,200				
Community Health Grants	1,531,500				

1 Department of Health and Social Services (cont.)

2		Appropriation	Appropriation	Fund Sources
3	Allocations	Items	General Fund	Other Funds
4	Emergency Medical Services	1,619,800		
5	Grants			
6	Alcohol and Drug Abuse Services	20,396,600	16,888,600	3,508,000
7	Administration	1,643,900		
8	Alcohol Safety Action Program	1,096,500		
9	(ASAP)			
10	Alcohol and Drug Abuse Grants	17,477,800		
11	Community Action Against	178,400		
12	Substance Abuse Grants			
13	Community Mental Health Grants	29,217,900	28,148,900	1,069,000
14	General Community Mental Health	4,027,400		
15	Grants			
16	Psychiatric Emergency Services	5,244,900		
17	Services to the Chronically	12,156,300		
18	Mentally Ill			
19	Designated Evaluation and	908,000		
20	Treatment			
21	Services-Seriously Emotionally	6,881,300		
22	Disturbed Youth			
23	Community Developmental	19,427,300	19,427,300	
24	Disabilities Grants			
25	It is the intent of the legislature that of this component's increment, \$1,200 will be			
26	distributed to the Maniilaq Mental Health/Developmental Disabilities Services component, and			
27	\$1,100 will be distributed to the Norton Sound Mental Health/Developmental Disabilities			
28	Services component. Both of these amounts are for maintenance of effort, and were			
29	calculated on a pro-rata basis, relative to the total amount given to Developmental			
30	Disabilities grantees.			
31	Institutions and Administration	31,056,800	22,729,300	8,327,500
32	Mental Health/Developmental	3,524,400		
33	Disabilities Administration			
34	It is the intent of the legislature that \$110,000 of the allocation to the Mental			
35	Health/Developmental Disabilities Administration component is to be transferred to the			
36	Department of Administration, Pioneers Benefits budget request unit, Central Office			
37	component, and is to be used to provide staff training and add activity aides to better care			
38	for Pioneers Home residents suffering from Alzheimers Disease and related disorders.			

Department of Health and Social Services (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
Alaska Psychiatric Institute	16,067,800			
Harborview Development Center	7,414,200			
<p>It is the intent of the legislature that the Department of Health and Social Services work with a legislative committee to review the status of the Harborview Developmental Center. This review should include an examination of national trends in home care services versus higher density residential settings; cost effectiveness of current Alaskan facilities, the existing and proposed capacity of community-based services to accommodate the clinical needs of patients at Harborview Developmental Center, the concerns of parents or guardians of patients currently at Harborview Developmental Center; and the present and future needs of different client population groups in the state. This review should include an examination of October 1991 Harborview Developmental Center Peppard study.</p> <p>The committee should include the following: 2 members appointed by the President of the Senate and 2 members appointed by the Speaker of the House; the representative and senator of the Prince William Sound District; representative of the Department of Health and Social Services; Superintendent of the Harborview Developmental Center; representative of the Hospital and Nursing Home Association and one member of the Alaska Mental Health Board.</p>				
1 Federal Mental Health Projects	3,651,000			
2 Project Choice	399,400			
2 Administrative Services		6,990,300	4,756,200	2,234,100
3 Commissioner's Office	767,100			
<p>4/6 the intent of the legislature that the Department of Health and Social Services</p> <p>5 transfer funding, either through an unbudgeted reimbursable services agreement or through an</p> <p>5 increase to a budgeted reimbursable services agreement, to the Administrative Services</p> <p>3/4 N budget request unit (BRU) from other divisions of the department.</p>				
3 Regulatory Compliance	99,900			
3 Audit	658,100			
3 Personnel and Payroll	831,200			
1 Budget and Finance	2,834,500			
<p>3/4 the intent of the legislature that agencies minimize their expenditures for data</p> <p>3 processing services by examining management and technical alternatives with potentials for</p> <p>4 cost savings. Agencies are expected to make payments to the Department of Administration</p> <p>5 for any utilized services.</p>				
5 Governor's Council on	561,600			
7 Disabilities and Special				
8 Education				

1 Department of Health and Social Services (cont.)

2		Appropriation	Appropriation	Fund Sources
3	Allocations	Items	General Fund	Other Funds
4	Planning and Development	435,100		
5	Facilities/CIP Costs	414,600		
6	Alaska Mental Health Board	388,200		
7	* * * * *	* * * * *		
8	* * * * * Department of Labor	* * * * *		
9	* * * * *	* * * * *		
10	Employment Security	43,981,700	1,348,500	42,633,200
11	Employment/Unemployment Services	31,100,100		
12	Alaska Work Programs	1,502,600		
13	Governor's Committee on	60,100		
14	Employment of People With			
15	Disabilities			
16	State Training Employment	3,648,500		
17	Program			
18	Data Processing	2,346,300		
19	It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration or any utilized services.			
20				
21				
22				
23	Management Services	2,255,200		
24	Labor Market Information	3,118,900		
25	Unallocated Reduction	-50,000		
26	Office of the Commissioner	13,379,300	8,111,900	5,267,400
27	Commissioner's Office	494,100		
28	Alaska Labor Relations Agency	302,200		
29	Fishermens Fund	1,289,400		
30	Workers' Compensation	4,830,900		
31	Wage and Hour Administration	1,637,000		
32	Mechanical Inspection	1,438,400		
33	Occupational Safety and Health	3,277,800		
34	Alaska Safety Advisory Council	109,500		
35	* * * * *		* * * * *	
36	* * * * * Department of Commerce and Economic Development		* * * * *	
37	* * * * *		* * * * *	
38	Measurement Standards	2,966,900	2,966,900	

Department of Commerce and Economic Development (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
Banking, Securities and Corporations		1,641,200	1,641,200	
Insurance		3,816,600	3,816,600	
Occupational Licensing		3,916,100	3,622,000	294,100
Occupational Licensing Operations	3,698,900			
Licensing Boards	217,200			
Commissioner/Admin Svcs		6,098,500	5,386,000	712,500
Commissioner's Office	648,100			
International Trade	1,532,800			
Administrative Services	1,183,200			
Economic Development	2,734,400			
Alaska Public Utilities Commission		3,624,200	3,624,200	
Alaska Energy Authority		26,365,100	21,846,800	4,518,300
AEA Agency Operations	8,445,100			
Power Cost Equalization Grants	17,920,000			
Alaska Aerospace Development Corporation		510,000		510,000
Investments		3,284,500		3,284,500
Tourism		10,566,100	10,566,100	
Tourism Development	3,074,500			
Alaska Tourism Marketing Council	7,491,600			
Alaska Industrial Development and Export Authority		2,418,400		2,418,400
Alaska Seafood Marketing Institute		12,487,200	5,236,100	7,251,100
* * * * *			* * * * *	
* * * * * Department of Military and Veterans Affairs			* * * * *	
* * * * *			* * * * *	
Disaster Planning & Control		2,898,900	439,500	2,459,400
Disaster Planning & Control	2,287,900			
Hazardous Materials Response	611,000			
Alaska National Guard		14,322,700	4,868,700	9,454,000
Office of the Commissioner	1,528,700			

~~It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for~~

1 Department of Military and Veterans Affairs (cont.)

2		Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund Other Funds

~~4. cost savings. Agencies are expected to make payments to the Department of Administration.~~

~~5. for any utilized services.~~

6	Army Guard Facilities	8,679,900		
7	Maintenance			
8	Air Guard Facilities Maintenance	4,014,100		
9	State Active Duty	100,000		
10	Alaska National Guard Benefits		993,200	993,200
11	Educational Benefits	29,200		
12	Retirement Benefits	964,000		
13	Veterans' Services		450,000	450,000

14 It is the intent of the legislature that all contracts awarded for this grant program
15 require the submission of an annual report detailed by community indicating the number of
16 individuals served and the dollar amount of monetary benefits recovered.

~~17. It is the intent of the legislature that at least 25 percent of grant funds be used to~~

~~18. deliver services to veterans in communities of less than 600 people.~~

19 * * * * *

20 * * * * * Department of Natural Resources * * * * *

21 * * * * *

22	Management and Administration		5,360,000	4,789,200	570,800
23	Commissioner's Office	628,000			
24	Administrative Services	2,366,100			
25	Recorder's Office/Uniform	2,256,300			
26	Commercial Code				
27	Commissions	89,000			
28	Resource Development		41,532,800	30,977,400	10,555,400
29	Land Development	11,135,500			

~~30. It is the intent of the legislature that any program receipts from the sale of water will be~~
~~31. accepted through the Legislative Budget and Audit Committee when such sales occur.~~

32	Forest Management and	9,319,200		
33	Development			
34	Oil & Gas Development	4,124,000		
35	Mining Development	3,937,600		
36	Geological Development	3,067,700		
37	Water Development	2,259,600		

Department of Natural Resources (cont.)

	Allocations	Appropriation Items	Appropriation General Fund	Fund Sources Other Funds
Oil and Gas Conservation Commission	1,785,600			
Pipeline Coordinator	1,792,800			
Information Resource Management	3,378,400			
Department of Administration	519,500			
Data Processing Chargeback				
It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.				
Fairbanks Office Building Chargeback	104,900			
Oil Spill Response/"470" fund	108,000			
Parks and Recreation Management		7,132,800	5,330,700	1,802,100
State Historic Preservation Program	916,100			
Parks Management	6,216,700			
It is the intent of the legislature that the Division of Parks should immediately raise its fee structure to match the National Average for services rendered.				
Agricultural Development		3,241,800	1,699,200	1,542,600
Agricultural Development	3,143,500			
It is the intent of the legislature that the seed potato project within the Division of Agriculture be fully funded.				
It is the intent of the legislature that the Division provide assistance in securing the necessary vaccination supplies for the reindeer inoculation project.				
State Fairs	98,300			
The amount of \$98,300 allocated to State Fairs is further allocated: Alaska State Fair (\$26,300), Deltana State Fair (\$6,300), Kenai Peninsula State Fair (\$13,700), Kodiak State Fair and Rodeo (\$10,600), Northwest Native Trade Fair (\$6,300), Southeast Alaska State Fair (\$13,700), Tanana Valley State Fair (\$19,100) and McGrath Fair (\$2,200).				
Statewide Fire Suppression		8,927,800		8,927,800
It is the intent of the legislature that should funding be insufficient for the department to meet its fire fighting responsibilities, funding will continue to be available by utilizing the disaster declaration process outlined in the current funding agreement. If necessary, the department will submit a supplemental request to the 1994 legislature.				

	Appropriation	Appropriation	Fund Sources
	Allocations	Items	General Fund Other Funds
1			
2			
3	* * * * *	* * * * *	
4	* * * * * Department of Fish and Game	* * * * *	
5	* * * * *	* * * * *	
6	Commercial Fisheries	29,118,100	22,127,500 6,990,600
7	Commercial Fisheries	22,717,400	
8	In the intent of the legislature that the Department of Fish and Game is directed to		
9	perform studies on southeast herring stocks to determine the status of herring stocks and		
10	determine a plan for the rehabilitation of any depressed herring stocks.		
11	Special Projects	6,400,700	
12	Sport Fisheries	15,912,300	15,912,300
13	Sport Fisheries	14,813,200	
14	In the intent of the legislature that the Department of Fish and Game is directed to		
15	assure that the revenues resulting from king salmon sport tags are allocated back to regions		
16	where they were received from proportionately.		
17	Special Projects	600,000	
18	Capital Improvement Position	499,100	
19	Costs		
20	Fisheries Rehabilitation and	13,555,300	7,728,300 5,827,000
21	Enhancement Division		
22	F.R.E.D.	9,838,200	
23	It is the intent of the legislature that allocations to Klawock, Deer Mountain, and Crooked		
24	Creek hatcheries will not be made in following fiscal years. The department will complete		
25	negotiations with local funding authorities and aquaculture associations in order that they		
26	may assume operating costs of the above hatcheries.		
27	It is the intent of the legislature that the department demonstrate, by the next legislative		
28	session, that it has actively pursued private operation of the Snettisham Hatchery.		
29	Demonstration of this effort should include testimony and written statements from private		
30	operators who have considered operating the hatchery.		
31	Special Projects	3,688,200	
32	Capital Improvement Position	28,900	
33	Costs		
34	Wildlife Conservation	14,901,200	1,667,500 13,233,700
35	Wildlife Conservation	12,180,900	
36	Special Projects	2,650,000	
37	Capital Improvement Position	70,300	
38	Costs		

Department of Fish and Game (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
Administration and Support		5,661,900	2,652,100	3,009,800
Office of the Commissioner	1,032,700			
Public Communications	419,000			
Administrative Services	4,210,200			
It is the intent of the legislature that any reduction in personal services not be taken from the Westward Region office that will result in the total elimination of an administrative Alaska Fish and Game presence in the United States' leading fishing region.				
It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.				
Boards of Fisheries and Game		1,668,900	1,568,900	100,000
Boards Services	999,900			
Advisory Committees and Regional Councils	669,000			
It is the intent of the legislature that the regional coordinator positions in Bethel and Fairbanks should be retained in the Advisory Committee/Regional Council component.				
Subsistence		3,014,900	1,686,200	1,328,700
Subsistence	1,886,200			
Special Projects	1,128,700			
Habitat		4,303,200	2,891,200	1,412,000
Habitat	3,063,600			
Special Projects	1,239,600			
Limited Entry Program		2,747,200	2,638,900	108,300
Administration				
	* * * * *	* * * * *		
	* * * * *	Department of Public Safety	* * * * *	
	* * * * *		* * * * *	
Fish and Wildlife Protection		14,121,900	14,121,900	
Enforcement and Investigative Services Unit	10,092,400			
Director's Office	225,300			
Aircraft Section	1,375,100			
Marine Enforcement	2,429,100			

~~It is the intent of the legislature that Public Safety Fish and Wildlife Enforcement~~

1 Department of Public Safety (cont.)

2		Appropriation	Appropriation	Fund Sources
3	Allocations	Items	General Fund	Other Funds
4	Allocations may be increased from sources other than general fund receipts (fund source #1004). The Division of Fish and Wildlife Protection shall bring revised program receipt requests to the Legislative Budget and Audit Committee in an amount up to \$1,200,000 for enhanced protection.			
8	Fire Prevention	2,016,300	1,932,100	84,200
9	Fire Prevention Operations	1,468,300		
10	Fire Service Training	548,000		
11	Highway Safety Planning Agency	1,079,200	167,500	911,700
12	Highway Safety Planning	214,100		
13	Operations			
14	Federal Grants	865,100		
15	It is the intent of the legislature that the Highway Safety Planning Agency provide a \$50,000 grant to the Statewide Emergency Medical Services (EMS) system in the Department of Health and Social Services.			
18	Motor Vehicles	7,533,500	7,275,800	257,700
19	Driver Services	1,102,600		
20	Field Services	5,524,700		
21	It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.			
25	Administration	906,200		
26	Alaska State Troopers	41,936,600	39,178,700	2,757,900
27	Detachments	29,049,300		
28	It is the intent of the legislature that Public Safety Detachments operations may be increased from sources other than general fund receipts (fund source #1004). The Alaska State Troopers, Detachments component shall bring revised program receipt requests to the Legislative Budget and Audit Committee in an amount up to \$1,400,000 for enhanced protection.			
29	It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.			
36	Special Projects	592,700		
37	Criminal Investigations Bureau	4,982,700		
38	Director's Office	680,100		

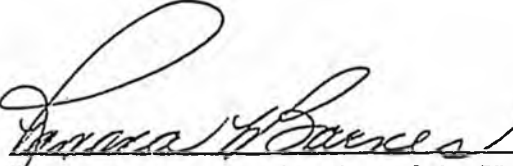
Department of Public Safety (cont.)

	Allocations	Appropriation		Appropriation Fund Sources	
		Items	General Fund	Other Funds	
Judicial Services-Anchorage	2,102,700				
Prisoner Transportation	956,500				
Search and Rescue	292,900				
Rural Trooper Housing	373,100				
Narcotics Task Force	2,495,300				
It is the intent of the legislature that the Commissioner of Public Safety and the					
Commissioner of Transportation and Public Facilities negotiate an agreement to keep the					
same seat detection unit in the Fairbanks area narcotics task force.					
Commercial Vehicle Enforcement	411,300				
Village Public Safety Officer		6,853,500	6,853,500		
Program					
Contracts	4,930,500				
Support	1,659,700				
Administration	263,300				
Alaska Police Standards Council		276,000	276,000		
Violent Crimes Compensation Board		982,700		982,700	
Council on Domestic Violence and		6,314,800	4,866,200	1,448,600	
Sexual Assault					
Statewide Support		13,394,400	12,416,100	978,300	
Contract Jails	4,402,800				
Commissioner's Office	692,600				
It is the intent of the legislature that the Department of Public Safety work with the					
University of Alaska Southeast to review the possibility of developing an ongoing trooper					
training program that can be offered jointly with the University of Alaska Southeast Sitka					
campus. The Department of Public Safety shall report recommendations and cost estimates for					
a joint program to the legislature by January 20, 1994.					
Training Academy	1,141,700				
Administrative Services	1,785,100				
Alaska Wing Civil Air Patrol	503,000				
Laboratory Services	2,102,900				
Alaska Public Safety	1,626,000				
Information Network					
Building Security and	54,900				
Maintenance					

AUTHENTICATION


The following officers of the Legislature certify that the attached enrolled bill, CCS HB 55, consisting of 56 pages, was passed in conformity with the requirements of the constitution and laws of the State of Alaska and the Uniform Rules of the Legislature.

Passed by the House May 11, 1993



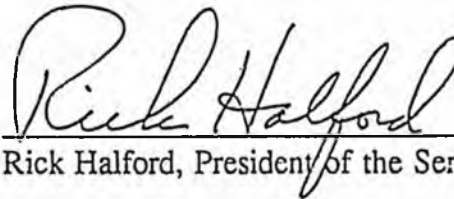
Ramona L. Barnes, Speaker of the House

ATTEST:



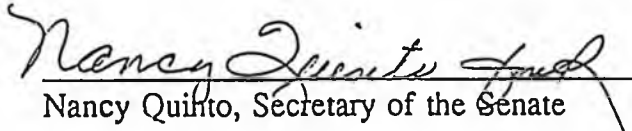
J.C. Shine, Chief Clerk of the House

Passed by the Senate May 11, 1993



Rick Halford, President of the Senate

ATTEST:



Nancy Quinto, Secretary of the Senate

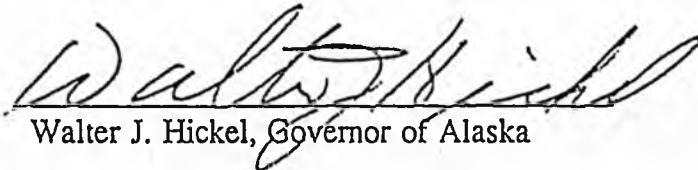
ACTION BY GOVERNOR

Approved by the Governor

6-23

19 93

*With partial
witness*



Walter J. Hickel, Governor of Alaska

1	University Restricted Receipts	46,936,100
2	Inter-agency/Oil & Hazardous	200,000
3	Waste	
4	Capital Improvement Project	2,377,900
5	Receipts	
6	*** Total Funding ***	\$385,557,300
7	Alaska Court System	
8	General Fund Receipts	44,865,800
9	General Fund/Mental Health Trust	39,300
10	*** Total Funding ***	\$44,905,100
11	Legislature	
12	General Fund Receipts	33,597,500
13	General Fund/Program Receipts	96,500
14	Inter-Agency Receipts	255,000
15	** Total Funding ***	\$33,949,000
16	New Legislation	
17	Federal Receipts	403,000
18	General Fund Match	387,200
19	General Fund Receipts	2,236,000
20	General Fund/Program Receipts	7,620,300
21	Fish and Game Fund	10,900
22	Commercial Fishing Loan Fund	41,100
23	Permanent Fund Dividend Fund	414,000
24	*** Total Funding ***	\$11,112,500
25	* * * * * Total Budget * * * * *	\$2,724,185,900
26	* Sec. 41 This act takes effect July 1, 1993.	

General Fund/Program Receipts	62,000
General Fund/Mental Health Trust	40,700
Inter-Agency Receipts	8,811,900
Rural Development Initiative Fund	70,000
Inter-agency/Oil & Hazardous Waste	13,500
Capital Improvement Project Receipts	(,800
National Petroleum Reserve Fund	600,000
Gifts/Grants/Bequests	15,000
*** Total Funding ***	\$140,386,400

Department of Corrections

Federal Receipts	34,800
General Fund Receipts	106,874,200
General Fund/Program Receipts	2,469,700
General Fund/Mental Health Trust	3,562,000
Inter-Agency Receipts	75,000
Permanent Fund Dividend Fund	802,900
Correctional Industries Fund	2,250,600
Capital Improvement Project Receipts	135,200
*** Total Funding ***	\$116,204,400

University of Alaska

Federal Receipts	56,361,200
General Fund Match	2,779,800
General Fund Receipts	168,226,800
General Fund/Mental Health Trust	200,000
Inter-Agency Receipts	23,995,200
University of Alaska Interest Income	2,780,600
U/A Dormitory/Food/Auxiliary Service	19,930,700
Science & Technology Endowment Income	3,000,000
U/A Student Tuition/Fees/Services	47,763,300
U/A Indirect Cost Recovery	11,005,700

1	General Fund Receipts	81,153,200
2	General Fund/Program Receipts	5,624,000
3	Inter-Agency Receipts	1,416,100
4	Permanent Fund Dividend Fund	1,507,700
5	Inter-agency/Oil & Hazardous	58,000
6	Waste	
7	*** Total Funding ***	\$94,508,900
8	Department of Transportation/Public Facilities	
9	Federal Receipts	760,100
10	General Fund Match	74,000
11	General Fund Receipts	93,129,600
12	General Fund/Program Receipts	4,926,200
13	Inter-Agency Receipts	5,376,400
14	Highway Working Capital Fund	21,402,100
15	International Airport Revenue	36,756,200
16	Fund	
17	Inter-agency/Oil & Hazardous	6,500
18	Waste	
19	Capital Improvement Project	65,744,400
20	Receipts	
21	Marine Highway System Fund	73,618,300
22	*** Total Funding ***	\$301,793,800
23	Department of Environmental Conservation	
24	Federal Receipts	8,694,900
25	General Fund Match	2,355,900
26	General Fund Receipts	13,437,100
27	General Fund/Program Receipts	3,262,100
28	Inter-Agency Receipts	1,120,000
29	Oil/Hazardous Response Fund	13,936,900
30	Capital Improvement Project	433,700
31	Receipts	
32	Alaska Clean Water Loan Fund	127,700
33	Storage Tank Assistance Fund	5,191,500
34	*** Total Funding ***	\$48,559,800
35	Department of Community & Regional Affairs	
36	Federal Receipts	24,712,200
37	General Fund Match	1,700,800
38	General Fund Receipts	103,741,500

Bulk Fuel Revolving Loan Fund	72,500
*** Total Funding ***	\$77,694,800
Department of Military and Veterans Affairs	
Federal Receipts	10,712,600
General Fund Match	1,719,500
General Fund Receipts	5,002,800
General Fund/Program Receipts	29,100
Inter-Agency Receipts	589,800
Inter-agency/Oil & Hazardous Waste	611,000
*** Total Funding ***	\$18,664,800
Department of Natural Resources	
Federal Receipts	10,313,000
General Fund Match	401,200
General Fund Receipts	34,178,400
General Fund/Program Receipts	8,216,900
Inter-Agency Receipts	5,773,400
Agricultural Loan Fund	1,385,000
Inter-agency/Oil & Hazardous Waste	108,000
Capital Improvement Project Receipts	5,819,300
*** Total Funding ***	\$66,195,200
Department of Fish and Game	
Federal Receipts	30,547,600
General Fund Match	755,900
General Fund Receipts	36,317,900
General Fund/Program Receipts	5,886,800
Inter-Agency Receipts	1,875,900
Fish and Game Fund	14,599,500
Inter-agency/Oil & Hazardous Waste	190,700
Capital Improvement Project Receipts	708,700
*** Total Funding ***	\$90,883,000
Department of Public Safety	
Federal Receipts	4,439,300
General Fund Match	310,600

1	Capital Improvement Project	69,700
2	Receipts	
3	*** Total Funding ***	\$57,361,000
4	Department of Commerce and Economic Development	
5	Federal Receipts	7,591,300
6	General Fund Match	1,087,700
7	General Fund Receipts	34,046,600
8	General Fund/Program Receipts	23,571,600
9	Inter-Agency Receipts	327,500
10	State Corporation Receipts	2,418,400
11	Science & Technology Endowment	510,000
12	Income	
13	Public Employees Retirement Fund	97,600
14	Teachers Retirement System Fund	142,700
15	Veterans Revolving Loan Fund	307,300
16	Commercial Fishing Loan Fund	1,814,800
17	Real Estate Surety Fund	149,100
18	Electrical Service Extension	36,700
19	Fund	
20	Small Business Loan Fund	78,900
21	Tourism Revolving Loan Fund	1,000
22	Capital Improvement Project	3,128,900
23	Receipts	
24	Power Project Loan Fund	23,000
25	Rural Electrification Revolving	3,200
26	Loan Fund	
27	Mining Revolving Loan Fund	202,800
28	Child Care Revolving Loan Fund	25,700
29	Historical District Revolving	7,000
30	Loan Fund	
31	Fisheries Enhancement Revolving	251,900
32	Loan Fund	
33	Alternative Energy Revolving	347,300
34	Loan Fund	
35	Residential Energy Conservation	207,500
36	Loan Fund	
37	Power Development Revolving	1,243,800
38	Loan Fund	

Inter-Agency Receipts	8,201,500
Donated Commodity/Handling Fee Account	357,700
State Corporation Receipts	5,920,600
Public Law 81-874	225,000
Capital Improvement Project Receipts	187,100
Gifts/Grants/Bequests	400,200
*** Total Funding ***	\$105,190,000

Department of Health and Social Services

Federal Receipts	271,627,900
General Fund Match	181,896,600
General Fund Receipts	122,203,600
General Fund/Program Receipts	13,882,600
General Fund/Mental Health Trust	114,663,900
Inter-Agency Receipts	30,534,400
Alcoholism & Drug Abuse Revolving Loan	2,000
Title XX	6,394,700
Permanent Fund Dividend Fund	19,252,100
Capital Improvement Project Receipts	526,600
*** Total Funding ***	\$760,984,400

Department of Labor

Federal Receipts	32,027,600
General Fund Match	1,448,400
General Fund Receipts	7,039,100
General Fund/Program Receipts	972,900
Inter-Agency Receipts	7,616,000
Second Injury Fund Reserve Account	2,265,600
Disabled Fishermans Reserve Account	1,289,400
Training and Building Fund	974,300
State Employment & Training Program	3,648,500
Inter-agency/Oil & Hazardous Waste	9,500

1	Information Service Fund	22,804,600
2	*** Total Funding ***	\$232,119,800
3	Department of Law	
4	Federal Receipts	500,000
5	General Fund Match	55,600
6	General Fund Receipts	20,512,800
7	General Fund/Program Receipts	377,400
8	General Fund/Mental Health Trust	1,754,800
9	Inter-Agency Receipts	12,379,800
10	Inter-agency/Oil & Hazardous	1,360,200
11	Waste	
12	*** Total Funding ***	\$36,940,600
13	Department of Revenue	
14	Federal Receipts	6,086,900
15	General Fund Match	1,708,100
16	General Fund Receipts	9,193,800
17	General Fund/Program Receipts	1,468,300
18	Inter-Agency Receipts	1,253,700
19	Alaska Education Trust Fund	35,200
20	Federal Incentive Payments	981,900
21	State Corporation Receipts	31,133,100
22	Science & Technology Endowment	9,603,600
23	Income	
24	Public Employees Retirement Fund	10,223,100
25	Teachers Retirement System Fund	6,695,300
26	Judicial Retirement System	90,300
27	National Guard Retirement System	25,800
28	University Restricted Receipts	71,300
29	Permanent Fund Dividend Fund	4,288,300
30	Investment Loss Trust Fund	35,200
31	Public School Fund	301,800
32	*** Total Funding ***	\$83,195,700
33	Department of Education	
34	Federal Receipts	59,590,700
35	General Fund Match	3,445,300
36	General Fund Receipts	22,813,800
37	General Fund/Program Receipts	2,244,600
38	General Fund/Mental Health Trust	1,803,500

Legislature (cont.)

	Allocations	Appropriation Items	Appropriation General Fund	Fund Sources Other Funds
of State Government appropriated to Department of Natural Resources				
SB 99 Financial Administration		152,100	152,100	
of State Government appropriated to Department of Public Safety				
SB 142 Regional Economic Assistance Grants appropriated to Department of Commerce and Economic Development		250,000	250,000	
SB 141 Economic Development		67,700	67,700	
Grant Fund appropriated to				
Department of Administration				

* Sec. 40 The following sets out the funding by agency for the appropriations made in the preceding section of this act.

Office of the Governor

Federal Receipts	2,490,100
General Fund Match	1,515,000
General Fund Receipts	13,969,400
General Fund/Program Receipts	4,900
*** Total Funding ***	\$17,979,400

Department of Administration

Federal Receipts	6,607,700
General Fund Match	984,900
General Fund Receipts	160,045,800
General Fund/Program Receipts	4,958,200
General Fund/Mental Health Trust	2,369,100
Inter-Agency Receipts	26,356,200
Benefits Systems Receipts	3,651,100
Public Employees Retirement Fund	2,214,600
Surplus Property Revolving Fund	212,800
Teachers Retirement System Fund	1,775,300
Judicial Retirement System	39,100
National Guard Retirement System	33,000
Capital Improvement Project	67,400

Receipts

1 Legislature (cont.)

		Appropriation		Appropriation Fund Sources	
		Allocations	Items	General Fund	Other Funds
4	SB 54 Offenses by Juvenile		24,500	24,500	12,800
5	Offenders appropriated to Alaska				
6	Court System				
7	SB 54 Offenses by Juvenile		28,500	28,500	12,800
8	Offenders appropriated to				
9	Department of Administration				
10	SB 54 Offenses by Juvenile		10,000	10,000	6,800
11	Offenders appropriated to				
12	Department of Corrections				
13	SB 71 Emergency Medical		140,000	140,000	
14	Services System appropriated to				
15	Department of Health and Social				
16	Services				
17	SB 84 Revoke Driver's License		215,700	215,700	
18	if Use False I.D. appropriated to				
19	Department of Public Safety				
20	SB 91 Medicaid Coverage of		-73,800	-44,800	-29,000
21	Midwife Services appropriated to				
22	Department of Health and Social				
23	Services				
24	SB 99 Financial Administration		43,100	43,100	
25	of State Government appropriated				
26	to Department of Environmental				
27	Conservation				
28	SB 99 Financial Administration		10,900		10,900
29	of State Government appropriated				
30	to Department of Fish and Game				
31	SB 99 Financial Administration			-17,700	17,700
32	of State Government appropriated				
33	to Department of Health and Social				
34	Services				
35	SB 99 Financial Administration		26,800	26,800	
36	of State Government appropriated				
37	to Department of Labor				
38	SB 99 Financial Administration		76,000	76,000	

Legislature (cont.)

	Allocations	Appropriation Items	Appropriation General Fund	Fund Sources Other Funds
Fishing Loans appropriated to Department of Commerce and Economic Development				
HB 264 Fishery Resource Landing Tax appropriated to Department of Commerce and Economic Development		860,000	860,000	
HB 264 Fishery Resource Landing Tax appropriated to Department of Revenue		94,000	94,000	
HB 275 Salmon Marketing and Enhancement Taxes appropriated to Department of Commerce and Economic Development		5,640,300	5,640,300	
HB 275 Salmon Marketing and Enhancement Taxes appropriated to Department of Revenue		109,700	109,700	
HR 11 Repeal of Regulations by Legislature appropriated to Office of the Governor		2,200	2,200	1/20/18
SB 7 School Debt Reimbursement appropriated to Department of Education		398,400	398,400	
HR 19 Crime of Conspiracy appropriated to Department of Administration		45,000	45,000	1/20/18
SB 19 Crime of Conspiracy appropriated to Department of Corrections		54,000	54,000	1/20/18
SB 47 Registration/Equipment of Custom Cars appropriated to Department of Public Safety		10,900	10,900	
SB 51 Work Camps for Juvenile Offenders appropriated to Department of Health and Social Services		9,300	9,300	

1 Legislature (cont.)

2 .		Appropriation	Appropriation	Fund Sources
3	Allocations	Items	General Fund	Other Funds
4	Department of Health and Social			
5	Services			
6	Authorize Use of Day	80,100	80,100	
7	Fines in Misdemeanor Cases			
8	Appropriated to Alaska Court System			
9	HB 124 Capital Project Grants	107,800	107,800	
10	appropriated to Department of			
11	Administration			
12	HB 124 Capital Project Grants	103,300	103,300	
13	appropriated to Department of			
14	Community & Regional Affairs			
15	HB 136 Drunk Driving and Breath	1,043,600	1,043,600	
16	Test Offenses appropriated to			
17	Department of Corrections			
18	HB 168 Multiple Permittee	315,000	315,000	
19	Gaming; Prize Amounts appropriated			
20	to Department of Revenue			
21	HB 171 Medicaid Coverage for	10,000	5,000	5,000
22	Hospice Care appropriated to			
23	Department of Health and Social			
24	Services			
25	HB 187 Interception of Private	5,000	5,000	
26	Communications appropriated to			
27	Alaska Court System			
28	HB 187 Interception of Private	112,000	112,000	
29	Communications appropriated to			
30	Department of Public Safety			
31	Electrical/Mechanical	5,900	5,900	
32	Tradespersons appropriated to			
33	Department of Commerce and			
34	Economic Development			
35	Electrical/Mechanical	118,600	118,600	
36	Tradespersons appropriated to			
37	Department of Labor			
38	HB 252 Refinancing Commercial	41,100		41,100

Legislature (cont.)

	Allocations	Appropriation Items	Appropriation General Fund	Fund Sources Other Funds
Legal Services	1,699,200			

It is the intent of the legislature that funding in this component includes travel for Alaska's public members of the National Conference of Commissioners on Uniform State Laws to the annual meeting of the Conference.

Session Expenses	5,925,100
Council and Subcommittees	370,500

It is the intent of the legislature that the Select Committee on Legislative Ethics shall be funded within the existing appropriations of Legislative Council.

General Services	2,323,200
Legislative Research Agency	772,900

Legislative Operating Budget	5,000,000	5,000,000
Ombudsman	1,597,500	1,597,500

* Sec. 39 The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 1994 budget summary by funding source to the state agencies named and for the purposes set out in the new legislation for the fiscal year beginning July 1, 1993 and ending June 30, 1994. The appropriation items contain funding for legislation assumed to have passed during the first session of the eighteenth legislature and are to be considered part of the agency operating budget. Should a measure listed in this section either fail to pass, its substance fail to be incorporated in some other measure, or be vetoed by the governor, the appropriation for that measure shall lapse.

HB 67 Eligibility for Public Assistance appropriated to Department of Health and Social Services	1,476,500	653,200	823,300
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~~HB 69 Sex Offender Registration appropriated to Department of Public Safety~~ *6/2/0* *18976* *6/2/0*

HB 81 Phase Out Longevity Bonus appropriated to Department of Administration	-488,400	-488,400	
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HB 81 Phase Out Longevity Bonus appropriated to Department of Health and Social Services	-163,000	-163,000	
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~~HB 109 Blood Tests on Sex Crime Perpetrators appropriated to~~ *6/2/0* *18976* *6/2/0*

1 University of Alaska (cont.)

2		Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund Other Funds
4	School of Fisheries	28,937,700		
5	Juneau Campus	16,694,800		
6	Ketchikan Campus	2,284,100		
7	Sitka Campus	2,639,900		
8	* * * * *		* * * * *	
9	* * * * * Alaska Court System		* * * * *	
10	* * * * *		* * * * *	
11	Alaska Court System		43,939,700	43,939,700
12	Appellate Courts	3,886,100		
13	Trial Courts	34,311,200		
14	Administration and Support	5,742,400		
15	It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for costs savings. Agencies are expected to make payments to the Department of Administration for any utilized services.			
16				
17				
18				
19	Commission on Judicial Conduct		275,400	275,400
20	Judicial Council		690,000	690,000
21	It is the intent of the legislature that Judicial Council complete the sentencing manual project with the funds available in the FY94 operating budget.			
22				
23	* * * * *		* * * * *	
24	* * * * * Legislature		* * * * *	
25	* * * * *		* * * * *	
26	Budget and Audit Committee		6,992,900	6,992,900
27	Legislative Audit	2,743,100		
28	Legislative Finance	3,949,800		
29	Committee Expenses	300,000		
30	Legislative Council		20,358,600	20,103,600 255,000
31	Salaries and Allowances	3,579,400		
32	Executive Administration	2,160,400		
33	It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.			
34				
35				
36				
37	Public Services	1,994,200		
38	Administrative Services	1,533,700		

	Appropriation Allocations	Appropriation Items	Fund Sources General Fund	Other Funds
1/1 faculty at each campus, including the courses and credit hours taught, and number of				
students in each class				
It is the intent of the legislature that the University of Alaska shall provide, no later				
than December 15, 1993, a report to the legislature detailing use of general fund support				
for research. The report shall list each research project wholly funded with general funds,				
each research project with matching general funds, and the general fund support for research				
institute infrastructure. The report shall provide recommendations on how the university				
can maximize the impact of general fund support for research in attracting other sources of				
funding and shall provide recommendations including proposed legislation if necessary, on				
how the university can substitute other sources of funding for general fund support.				
It is the further intent of the legislature that the University of Alaska shall submit where				
applicable a proposal for each research project funded by the general fund to the Alaska				
Science and Technology Foundation for support during FY95.				
It is the intent of the legislature that the University of Alaska should use all revenues				
from tuition increases to provide for students' instructional needs, including additional				
sections of classes required for degree completion.				

Statewide Networks	6,913,800
Anchorage Campus	92,861,200
Homer Campus	632,500
Kenai Peninsula College	4,829,300
Kodiak College	2,640,800
Matanuska-Susitna College	3,440,300
Prince William Sound Community College	3,088,500
Statewide Higher Education - Armed Forces	2,488,000
Bristol Bay Campus	790,400
Chukchi Campus	1,353,100
Cooperative Extension Services	5,613,600
Fairbanks Campus	96,884,200
Fairbanks Organized Research	53,471,800
Interior Campus	1,240,900
Kuskokwim Campus	4,267,700
Northwest Campus	1,918,600
Rural College	7,372,700

1 Department of Corrections (cont.)

2		Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund Other Funds
4	Northern Region Probation	2,505,100		
5	Southcentral Region Probation	3,979,300		
6	Southeast Region Probation	674,400		
7	* * * * *		* * * * *	
8	* * * * * University of Alaska		* * * * *	
9	* * * * *		* * * * *	
10	University of Alaska		385,557,300	171,206,600 214,350,700
11	Budget Reductions/Additions -	928,200		
12	Statewide Programs and Services			
13	Budget Reductions/Additions -	12,323,900		
14	University of Alaska Anchorage			
15	is the intent of the legislature that the instructional funds added in this budget are			
16	not specifically directed at lower-division, upper-division, or graduate courses. They are			
17	to be used solely for additional faculty and direct faculty support, not administration.			
18	is the intent of the legislature that each main campus of the university explore			
19	pursue opportunities to receive research grants and other non-general fund sources to help			
20	support university operations.			
21	University of Alaska Anchorage	1,415,500		
22	Instruction			
23	University of Alaska Anchorage	200,000		
24	Mental Health Professional			
25	Direct Instruction			
26	Budget Reductions/Additions -	13,159,700		
27	University of Alaska Fairbanks			
28	is the intent of the legislature that agencies minimize their expenditures for data			
29	processing services by examining management and technical alternatives with potentials for			
30	cost savings. Agencies are expected to make payments to the Department of Administration			
31	any utilized services.			
32	Budget Reductions/Additions -	4,006,200		
33	University of Alaska Southeast			
34	Statewide Services	13,159,900		
35	is the intent of the legislature that workloads for University of Alaska faculty			
36	supported with state general funds reflect teaching as the primary responsibility. It is			
37	further the intent of the legislature that the University of Alaska provide a report to the			
38	legislature by March 15, 1994, that shows the fall semester 1993 workload assignments.			

Department of Corrections (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
Administrative Services	2,456,500			
Data and Word Processing	609,900			
It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.				
Statewide Operations		111,298,600	108,000,100	3,298,500
Inmate Health Care	14,591,800			
Correctional Industries Administration	1,052,500			
Correctional Industries Product Cost	2,250,600			
Institution Director's Office	1,296,100			
Transportation	679,900			
Out-of-State Contractual	4,558,100			
Facility-Capital Improvement Unit	135,200			
Anvil Mountain Correctional Center	3,930,700			
Combined Hiland Mountain Correctional Center	7,229,800			
Cook Inlet Correctional Center	9,180,400			
Faizbanks Correctional Center	7,266,200			
Ketchikan Correctional Center	2,707,300			
Lemon Creek Correctional Center	6,088,800			
Matanuska-Susitna Correctional Center	2,740,900			
Palmer Correctional Center	8,315,000			
Sixth Avenue Correctional Center	3,633,400			
Spring Creek Correctional Center	14,374,000			
Wildwood Correctional Center	3,336,900			
Yukon-Kuskokwim Correctional Center	3,824,800			
Community Corrections Director's Office	6,947,400			

1 Department of Community & Regional Affairs (cont.)

2		Appropriation	Appropriation	Fund Source
3	Allocations	Items	General Fund	Other Funds
4	Present a request for a supplemental to cover the full cost of accommodating wait lists in			
5	Day Care Assistance Program for FY94.			
6	Head Start Grants	5,819,500		
7	Employment Training/Rural		20,352,400	3,591,000
8	Development			16,761,400
9	Job Training Partnership Act	8,946,000		
10	State Employment and Training	2,072,200		
11	Statewide Service Delivery	5,926,400		
12	Block Grants CIP	270,500		
13	Community Development Assistance	1,542,100		
14	Rural Development Grants	1,595,200		
15	* * * * *		* * * * *	
16	* * * * *	Department of Corrections	* * * * *	
17	* * * * *		* * * * *	
18	Administration and Support		4,905,800	4,905,800
19	Office of the Commissioner	888,200		
20	It is the intent of the legislature that the department should utilize its authority under			
21	AS 33.30.011(3) to establish a furlough program to facilitate an inmate's reintegration to			
22	society during at least the final six months of incarceration through a gradual lessening in			
23	supervision and restrictions. This furlough program is to be implemented through such means			
24	as community residential programs, electronic monitoring, day reporting, and intensive			
25	supervision. In establishing this program, it is the legislature's intent that the			
26	department should apply this furlough program as broadly as possible; however, in accordance			
27	with the principles of penal administration set forth in Article I, Section 12 of the Alaska			
28	Constitution, this program should not be available for an individual inmate if the potential			
29	for reformation of that inmate is considered to be so minimal, and the immediate threat to			
30	the public safety from that inmate is so great, that these factors clearly outweigh the			
31	benefits of gradual reintegration into society prior to the inmate's release date.			
32	It is the intent of the legislature that the department, consistent with its statutory			
33	powers and duties, accord the highest priority to the development of intermediate sanctions			
34	in order to successfully deal with prison overcrowding and budgetary constraints. Towards			
35	this end, the department shall be allowed maximum flexibility in allocating its budgetary			
36	resources during FY94.			
37	Parole Board	485,400		
38	Correctional Academy	465,800		

Department of Community & Regional Affairs (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
of transfer funding, either through an unbudgeted reimbursable services agreement, or through an increase to a budgeted reimbursable services agreement, to the Administration and Support Budget Request Unit (BRU) from other divisions of the department to exceed the legislature's expenditure authority.				

Data and Word Processing 305,100

~~It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.~~

Designated Grants 933,200

Senior Citizens/Disabled Veterans 2,000,000 2,000,000

Tax Relief

Homeowners' Property Tax 1,551,800

Exemption

Renters' Equivalency Rebate 448,200

National Forest Receipts 10,000,000 10,000,000

Municipal Revenue Sharing 72,721,800 72,721,800

State Revenue Sharing 32,809,700

Municipal Assistance 39,912,100

Local Government Assistance 7,712,000 3,499,600 4,212,400

Training and Development 2,660,200

State Assessor 205,200

Local Boundary Commission 257,000

Statewide Assistance 3,462,900

National Petroleum Reserve 600,000

Program

Land Management and Planning 368,500

Assistance

Municipal Lands Trustee 158,200

Child Assistance 24,120,800 20,508,800 3,612,000

Child Care 3,836,400

~~It is the intent of the legislature that, if the cost per child per month falls below twenty two dollars, the department present a request for a supplemental in FY94.~~

Day Care Assistance Programs 14,464,900

~~It is the intent of the legislature that, in the event of a shortfall, the department~~

1 Department of Environmental Conservation (cont.)

2 Appropriation Appropriation Fund Sources
3 Allocations Items General Fund Other Funds

~~12/17 Increased authority to accept and expend additional program receipts. 12/24~~

~~13/17 It is the intent of the legislature that the department continue its efforts toward a wa...~~

~~14/17 from the Environmental Protection Agency (EPA) low sulfur fuel program for diesel trucks. 12/24~~

4 Water Quality Management 1,999,400

8 Spill Prevention and Response 1,012,700

9 Director

10 Contaminated Sites 4,042,800

11 Storage Tank Assistance Program 6,251,900

12 Industry Preparedness Program 2,361,100

~~13/17 It is the intent of the legislature that the department limit the structural integrity...~~

~~14/17 program to publicly owned or non-profit status facilities. 12/24~~

15 Government Preparedness Program 4,257,300

16 Response Fund Administration 2,569,400

~~17/17 It is the intent of the legislature that the \$600,000 allocated to the Department of...~~

~~18 Military and Veterans Affairs, Division of Emergency Services, from the Department of~~

~~19 Environmental Conservation for depots and corps be allocated to support the incident command~~

~~20/17 inter emergency preparation and planning support to state, federal and local governments. 12/24~~

21 Environmental Health 4,615,200 4,144,500 470,700

22 Environmental Health Director 181,100

~~23/17 It is the intent of the legislature that the department maintain the seafood inspection...~~

~~24/17 program and bacterial testing as a priority within the Division of Environmental Health. 12/24~~

25 Animal Health and Dairy Industry 157,700

26 Seafood Industry 1,693,300

27 Sanitation 1,494,900

28 Palmer Laboratory 1,088,200

29 Meat and Poultry Inspection 664,600 289,500 375,100

30 Facility Construction and 3,693,900 2,579,000 1,114,900

31 Operations

32 * * * * *

33 * * * * * Department of Community & Regional Affairs * * * * *

34 * * * * *

35 Administration and Support 3,479,400 3,223,800 255,600

36 Office of the Commissioner 822,000

37 Administrative Services 1,419,100

~~38/17 It is the intent of the legislature that the Department of Community and Regional Affairs...~~

Department of Transportation/Public Facilities (cont.)

	Appropriation Allocations	Appropriation Items	Fund Sources General Fund	Other Funds
Reservations and Marketing	2,183,200			
Southeast Shore Operations	2,946,400			
Southeast Vessel Operations	51,710,800			
Southwest Shore Operations	733,300			
Southwest Vessel Operations	9,432,600			

* * * * *

* * * * * Department of Environmental Conservation * * * * *

* * * * *

Office of the Commissioner		403,000	327,600	75,400
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~~It is the intent of the legislature that the Oil and Hazardous Substance Release Response Fund not be used for travel outside the United States and Canada.~~

Administrative Services		2,077,600	792,100	1,285,500
-------------------------	--	-----------	---------	-----------

~~It is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.~~

Environmental Quality		37,105,500	10,922,400	26,183,100
-----------------------	--	------------	------------	------------

Regional Management 474,100

Environmental Quality Program 0

Development

Environmental Quality Director 1,666,200

Monitoring and Laboratory 1,091,900

Support

Drinking Water 2,328,500

Wastewater & Water Treatment 2,090,900

~~It is the intent of the legislature that the department continue to assist applicants for wetlands permits and continue to review and certify national pollution discharge elimination system (NPDES) permits.~~

Solid and Hazardous Waste Management 2,096,800

Air Quality Management 4,862,500

~~It is the intent of the legislature that the department continue to work toward primary the air quality program. The department's permitting program should be supported by reasonable fees which relate directly to the personnel time spent on specific permits. Only when should the department approach the Legislative Budget and Audit Committee (LB&A) for~~

1 Department of Transportation/Public Facilities (cont.)

2	3	Appropriation		Appropriation Fund Sources	
		Allocations	Items	General Fund	Other Funds
4	Southcentral District -	7,794,500			
5	Highways and Aviation				
6	The allocation to the Department of Transportation and Public Facilities for Highways and				
7	Aviation shall lapse into the general fund on August 31, 1994.				
8	It is the intent of the legislature that the Department of Transportation and Public				
9	Facilities not reinstate the landing fees at the rural airports and that the department				
10	submit for legislative consideration a supplemental appropriation next session to fund the				
11	resulting shortfall in program receipts.				
12	Southcentral District -	1,896,400			
13	Facilities				
14	Southcentral District - State	2,626,900			
15	Equipment Fleet				
16	Southeast Region Maintenance and		14,529,500	12,270,000	2,259,500
17	Operations				
18	Highways and Aviation	8,293,200			
19	The allocation to the Department of Transportation and Public Facilities for Highways and				
20	Aviation shall lapse into the general fund on August 31, 1994.				
21	It is the intent of the legislature that the Department of Transportation and Public				
22	Facilities not reinstate the landing fees at the rural airports and that the department				
23	submit for legislative consideration a supplemental appropriation next session to fund the				
24	resulting shortfall in program receipts.				
25	Facilities	3,803,700			
26	Maintenance and Operations	529,900			
27	Support				
28	State Equipment Fleet	1,902,700			
29	Alaska Marine Highway System		75,300,400		75,300,400
30	Administration	320,200			
31	It is the intent of the legislature that General Fund reductions to the Alaska Marine				
32	Highway system be taken from travel, per diem, dues to the Alaska Visitors Association,				
33	education fees and training costs.				
34	Support Services	2,317,500			
35	Engineering Management	736,000			
36	Capital Improvement Program	1,669,000			
37	Overhaul	1,857,400			
38	Vessel Operations Management	1,394,000			

Department of Transportation/Public Facilities (cont.)

	Appropriation		Appropriation Fund Sources	
	Allocations	Items	General Fund	Other Funds
Should continue to provide adequate winter maintenance of the Denali Highway between Cantwell and the Valdez Creek Mine access road, with at least 50 percent of the expected service to be paid by industry or private contributions.				

The allocation to the Department of Transportation and Public Facilities for Highways and Aviation shall lapse into the general fund on August 31, 1994.

It is the intent of the legislature that the Department of Transportation and Public Facilities not reinstate the landing fees at the rural airports and that the department submit for legislative consideration a supplemental appropriation next session to fund the resulting shortfall in program receipts.

Interior District - Facilities	3,772,000
Dalton Highway and Aviation	6,084,700

~~It is the intent of the legislature that the department have no less than two maintenance workers in any single maintenance camp on the Dalton Highway in FY94.~~

The allocation to the Department of Transportation and Public Facilities for Highways and Aviation shall lapse into the general fund on August 31, 1994.

It is the intent of the legislature that the Department of Transportation and Public Facilities not reinstate the landing fees at the rural airports and that the department submit for legislative consideration a supplemental appropriation next session to fund the resulting shortfall in program receipts.

Dalton Facilities	1,009,300
Interior District - Administration	487,700
Interior District - State	7,269,200
Equipment Fleet	
Western District - Highways and Aviation	4,083,600

The allocation to the Department of Transportation and Public Facilities for Highways and Aviation shall lapse into the general fund on August 31, 1994.

It is the intent of the legislature that the Department of Transportation and Public Facilities not reinstate the landing fees at the rural airports and that the department submit for legislative consideration a supplemental appropriation next session to fund the resulting shortfall in program receipts.

Western District - Facilities	608,900
Western District - State	1,005,700
Equipment Fleet	

1 Department of Transportation/Public Facilities (cont.)

2		Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund Other Funds
4	Anchorage Airport -	4,776,800		
5	Administration			

~~16/18 is the intent of the legislature that Department of Transportation and Public Facilities~~
~~17 Airport marketing budget fund a local contract for airport marketing. And that airport~~
~~18 marketing programs be conducted through qualified community marketing organizations and in a~~
~~19 manner that includes local matching funds from the public and private sectors.~~

10	Fairbanks Airport - Field	2,238,200		
11	Maintenance			
12	Fairbanks Airport - Building	1,271,300		
13	Maintenance			
14	Fairbanks Airport - Safety	2,627,500		
15	Fairbanks Airport - Operations	718,200		
16	Fairbanks Airport - Custodial	697,400		
17	Fairbanks Airport -	29,000		
18	Administration			

~~19 It is the intent of the legislature that Department of Transportation and Public Facilities~~
~~20 Airport marketing budget fund a local contract for airport marketing.~~

21	Central Region Maintenance and	40,219,400	31,013,900	9,205,500
22	Operations			
23	Highways and Aviation	26,904,600		

24 The allocation to the Department of Transportation and Public Facilities for Highways and
 25 Aviation shall lapse into the general fund on August 31, 1994.

26 It is the intent of the legislature that the Department of Transportation and Public
 27 Facilities not reinstate the landing fees at the rural airports and that the department
 28 submit for legislative consideration a supplemental appropriation next session to fund the
 29 resulting shortfall in program receipts.

30	Traffic Signal Management	1,271,600		
31	Facilities	3,633,500		
32	Administration	489,000		
33	State Equipment Fleet	7,920,700		
34	Northern Region Maintenance and	52,946,500	39,436,900	13,509,600
35	Operations			
36	Interior District - Highways	16,307,600		
37	and Aviation			

~~38 It is the intent of the legislature that Department of Transportation and Public Facilities~~

Department of Transportation/Public Facilities (cont.)

	Allocations	Appropriation		Appropriation Fund Sources	
		Items	General Fund	Other Funds	
Central Region Capital Improvement Program	20,487,400				
Southeast Region Administrative Services	1,106,400				
Southeast Region Planning	304,600				
Southeast Region Engineering Management	2,138,100				
Southeast Region Capital Improvement Program	6,706,500				
Facilities Management	415,400				
Facilities Design and Construction	1,844,300				
Northern Region Administration		26,389,900	2,958,000		23,431,900
Northern Region Administrative Services	2,234,500				
Northern Region Airport Leasing and Property Management	470,400				
Northern Region Planning	981,600				
Northern Region Engineering Management	2,378,300				
Northern Region Capital Improvement Program	20,325,100				
International Airports		35,767,300			35,767,300
International Airport Systems Office	415,700				
Anchorage Airport - Field Maintenance	4,023,000				
Anchorage Airport - Building Maintenance	5,708,200				
Anchorage Airport - Safety	6,008,000				
Anchorage Airport - Operations	462,800				
Anchorage Airport - Custodial	3,748,700				
Anchorage Airport - Equipment Maintenance	1,742,500				

1 Department of Public Safety (cont.)

2		Appropriation	Appropriation	Fund Sources
3		Allocations	Items	General Fund Other Funds
4	Alaska Criminal Records and	1,085,400		
5	Identification			
6	* * * * *			* * * * *
7	* * * * * Department of Transportation/Public Facilities			* * * * *
8	* * * * *			* * * * *
9	Statewide Programs		56,640,800	12,451,000 44,189,800
10	Commissioner's Office	479,100		
11	Strategic Management, Planning	359,300		
12	and Policy			
13	Disadvantaged Business	780,000		
14	Enterprise and External Equal			
15	Employment Opportunity			
16	Statewide Internal Review	807,300		
17	Statewide Administrative	2,061,400		
18	Services			
19	State Equipment Fleet	903,700		
20	Statewide Information Systems	2,706,300		
12/1/78 is the intent of the legislature that agencies minimize their expenditures for data processing services by examining management and technical alternatives with potentials for cost savings. Agencies are expected to make payments to the Department of Administration for any utilized services.				
25	Plans, Programs and Budget	2,157,300		
26	Statewide Aviation	559,000		
27	Technology Transfer Program	346,700		
28	Statewide Engineering and	2,100,800		
29	Operations Standards			
30	Statewide Capital Improvement	3,960,000		
31	Program			
32	Central Region Administrative	1,854,100		
33	Services			
34	Central Region Leasing and	536,000		
35	Property Management			
36	Central Region Planning	1,038,600		
37	Central Region Engineering	2,988,300		
38	Management			

HVB

56

HFIN

FILE

HOUSE COMMITTEE REPORT

(11)

Date Referred: January 15, 1993

FURTHER REFERRALS:

Date of Committee Action: _____

DIED

The FINANCE Committee considered:

HB 56

HOUSE BILL NO. 56

APPROP: FORMULA/MANDATED PROGRAMS;LEASES

"An Act making appropriations for operating expenses for certain programs for which the costs are derived from mandated formulas or criteria, and for expenses for certain leases and contracts for state services and operations; and providing for an effective date."

RECOMMENDATIONS:

be replaced with _____ the same title a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(s): _____ (Dept)

APPROVES PREVIOUS: _____ (Dept/Date)

fiscal impact _____

fiscal note(s) _____

zero fiscal note _____

zero fiscal note(s) _____

SIGNING <u>DO</u> PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM

CHAIRMAN'S SIGNATURE

1 * SEC. 4. THE FOLLOWING APPROPRIATION ITEMS ARE FOR 1
 2 OPERATING EXPENDITURES FROM THE GENERAL FUND OR OTHER 2
 3 FUNDS AS SET OUT IN THE FISCAL YEAR 1994 BUDGET SUMMARY 3
 4 BY FUNDING SOURCE TO THE AGENCIES NAMED AND FOR THE 4
 5 PURPOSES EXPRESSED FOR THE FISCAL YEAR BEGINNING JULY 1, 5
 6 1993, AND ENDING JUNE 30, 1994, UNLESS OTHERWISE 6
 7 INDICATED.

8		ALLOCATIONS	APPROPRIATION ITEMS	APPROPRIATION FUND SOURCES	8
9				GENERAL FUND	OTHER FUNDS
10		* * * * *	* * * * *		
11		* * * * * DEPARTMENT OF ADMINISTRATION	* * * * *		
12		* * * * *	* * * * *		
13	LONGEVITY BONUS				
14	GRANTS		69,584,200	69,584,200	
15	RETIREMENT AND BENEFITS				
16	ELECTED PUBLIC OFFICERS RETIREMENT SYSTEM BENEFITS		893,900	893,900	
17	LEASING AND FACILITIES				
18	LEASES		31,188,500	26,468,300	4,720,200

1		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	
2						
3		* * * * *	* * * * *			
4		* * * * * DEPARTMENT OF EDUCATION	* * * * *			
5		* * * * *	* * * * *			
6	K-12 SUPPORT		650,282,300	617,123,200	33,159,100	
7	FOUNDATION PROGRAM	615,723,100				
8	CIGARETTE TAX DISTRIBUTION	2,721,000				
9	TUITION STUDENTS	2,012,600				
10	BOARDING HOME GRANTS	230,000				
11	YOUTH IN DETENTION	800,000				
12	SCHOOLS FOR THE HANDICAPPED	3,077,500				
13	PUPIL TRANSPORTATION	25,718,100				
14	EDUCATION PROGRAM SUPPORT		19,429,900	651,400	18,778,500	
15	COMMUNITY SCHOOLS	600,000				
16	CHILD NUTRITION	18,829,900				
17		* * * * *	* * * * *			
18		* * * * * DEPARTMENT OF HEALTH & SOCIAL SERVICES	* * * * *			
19		* * * * *	* * * * *			
20	ASSISTANCE PAYMENTS		161,981,300	91,599,600	70,381,700	
21	AID TO FAMILIES WITH DEPENDENT CHILDREN	124,749,600				

1 DEPARTMENT OF HEALTH & SOCIAL SERVICES (CONT.)					1	
2			APPROPRIATION	APPROPRIATION FUND SOURCES	2	
3		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	3
4	ADULT PUBLIC ASSISTANCE	33,783,800				4
5	GENERAL RELIEF ASSISTANCE	991,900				5
6	OLD AGE ASSISTANCE-ALASKA LONGEVITY BONUS					6
7	- (ALB) HOLD HARMLESS	2,456,000				7
8	PERMANENT FUND DIVIDEND HOLD HARMLESS		19,252,100		19,252,100	8
9	MEDICAL ASSISTANCE		274,648,700	125,744,400	148,904,300	9
10	MEDICAID NON-FACILITY	118,460,500				10
11	MEDICAID-FACILITIES	114,358,500				11
12	INDIAN HEALTH SERVICE	16,698,000				12
13	MEDICAID PERMANENT FUND DIVIDEND HOLD HARMLESS	1,600,000				13
14	ALASKA LONGEVITY BONUS HOLD HARMLESS	56,400				14
15	GENERAL RELIEF MEDICAL	6,090,000				15
16	MEDICAID STATE PROGRAMS	11,834,900				16
17	WAIVERS SERVICES	5,550,400				17
18	PURCHASED SERVICES		13,191,100	11,202,100	1,989,000	18
19	FOSTER CARE	13,191,100				19
20	SOCIAL SERVICES BLOCK GRANT OFFSET		0	-6,394,700	6,394,700	20

1		ALLOCATIONS	ITEMS	GENERAL FUND	OTHER FUNDS	1.
2						2
3	* * * * *		* * * * *			3
4	* * * * *	DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT	* * * * *			4
5	* * * * *		* * * * *			5
6	ALASKA ENERGY AUTHORITY		17,920,000	17,920,000		6
7	POWER COST EQUALIZATION GRANTS	17,920,000				7
8	* * * * *		* * * * *			8
9	* * * * *	DEPARTMENT OF MILITARY & VETERANS AFFAIRS	* * * * *			9
10	* * * * *		* * * * *			10
11	ALASKA NATIONAL GUARD BENEFITS		754,500	754,500		11
12	RETIREMENT BENEFITS	754,500				12
13	* * * * *		* * * * *			13
14	* * * * *	DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS	* * * * *			14
15	* * * * *		* * * * *			15
16	GENERAL GOVERNMENT					16
17	MUNICIPAL REVENUE SHARING		58,646,400	58,646,400		17
18	STATE REVENUE SHARING	26,459,200				18
19	MUNICIPAL ASSISTANCE	32,137,200				19
20		[SECTION 5 OF THIS ACT BEGINS ON PAGE 7]				20

1	* SEC. 5. THE FOLLOWING SETS OUT THE FUNDING BY		1
2	AGENCY FOR THE APPROPRIATIONS MADE IN SECTION 4		2
3	OF THIS ACT.		3
4	DEPARTMENT OF ADMINISTRATION		4
5	GENERAL FUND RECEIPTS	96,946,400	5
6	INTER-AGENCY RECEIPTS	4,720,200	6
7	*** TOTAL FUNDING ***	101,666,600	7
8	DEPARTMENT OF EDUCATION		8
9	FEDERAL RECEIPTS	18,778,500	9
10	GENERAL FUND MATCH	51,400	10
11	GENERAL FUND RECEIPTS	610,233,500	11
12	GENERAL FUND/MENTAL HEALTH TRUST	7,489,700	12
13	INTER-AGENCY RECEIPTS	100,000	13
14	SCHOOL FUND (CIGARETTE TAX)	2,721,000	14
15	PUBLIC LAW 81-874	21,885,400	15
16	PUBLIC SCHOOL FUND	8,452,700	16
17	*** TOTAL FUNDING ***	669,712,200	17
18	DEPARTMENT OF HEALTH & SOCIAL SERVICES		18
19	FEDERAL RECEIPTS	204,888,900	19
20	GENERAL FUND MATCH	158,815,300	20
21	GENERAL FUND RECEIPTS	40,556,900	21
22	GENERAL FUND/PROGRAM RECEIPTS	7,034,000	22
23	GENERAL FUND/MENTAL HEALTH TRUST	15,745,200	23
24	INTER-AGENCY RECEIPTS	16,386,100	24
25	TITLE 20	6,394,700	25
26	PERMANENT FUND DIVIDEND FUND	19,252,100	26
27	*** TOTAL FUNDING ***	469,073,200	27

1	DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT		1
2	GENERAL FUND RECEIPTS	17,920,000	2
3	*** TOTAL FUNDING ***	17,920,000	3
4	DEPARTMENT OF MILITARY & VETERANS AFFAIRS		4
5	GENERAL FUND RECEIPTS	754,500	5
6	*** TOTAL FUNDING ***	754,500	6
7	DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS		7
8	GENERAL FUND RECEIPTS	58,646,400	8
9	*** TOTAL FUNDING ***	58,646,400	8
10	* * * * * TOTAL FUNDING * * * * *	1,317,772,900	10
11	* SEC . 6. THIS ACT TAKES EFFECT JULY 1, 1993.		11

WALTER J. HICKEL
GOVERNOR



HB 56

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

January 15, 1993

The Honorable Ramona L. Barnes
Speaker of the House
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear Speaker Barnes:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting legislation making appropriations for formula-funded program expenses for fiscal year 1994.

As last year, I am introducing two appropriations bills: one for the "agency operations" part of government, and one that appropriates the funding necessary to meet the costs of formula-funded programs. This bill provides the funding necessary for these formula programs.

Formula programs represent 44 percent of the state's fiscal year 1994 general fund operating budget. Due to the demands of uncontrollable increases in the number of participants in these programs, these programs have experienced tremendous increases in recent years. For fiscal year 1994, however, my proposed budget finally puts a halt to this trend. It is an increase of only 1.4 percent over this current fiscal year.

This bill fully funds the needs of our K-12 educational system by providing nearly \$18 million in increased funding for student enrollment increases throughout the state.

Over \$22 million in increased funding is provided to meet the projected increases in public assistance programs, many of which are services mandated by the federal government. While this amount seems like a lot, it represents an \$18 million dollar reduction from what would be necessary without reforms to our welfare system. I am proposing to control growth of these programs and achieve this reduction by legislation accompanying this appropriations bill. This will require the commitment of the Legislature to make these important and necessary changes. We must re-evaluate the current welfare system and do all we can to ensure the right incentives are in place. We must make certain Alaskans currently on welfare can get off that merry-go-round. We must provide them

The Honorable Ramona L. Barnes
January 15, 1993
Page 2

with the training that will prepare them for productive jobs -- and then make certain we have a healthy economy so jobs are available to them.

Another area of significant reduction is in the municipal assistance and revenue sharing programs. I understand this reduction will capture the attention of just about every community throughout the state, but my goal is quite simple: to encourage local governments that have a tax base to pay for local services. I have charged the Department of Community and Regional Affairs with crafting legislation that will accomplish this goal and still protect Alaska's smaller communities from the impact of this reduction.

The programs included in this appropriations bill represent the fastest growing area of state government. Controlling their costs continues to be a high priority for my Administration. I look forward to working with the Legislature on achieving this goal.

Additional information pertaining to the appropriations requested in this bill are being furnished to the Legislature by my Office of Management and Budget.

Sincerely,

A handwritten signature in cursive script, reading "Walter J. Hickel". The signature is written in dark ink and is positioned above the printed name and title.

Walter J. Hickel
Governor

HB

58

HFIN

FILE

HOUSE COMMITTEE REPORT

(11)

Date Referred: March 15, 1993

FURTHER REFERRALS:

Date of Committee Action: 2/9/94

The FINANCE Committee considered:

HB 58

HOUSE BILL NO. 58

ADMINISTRATION OF BUDGET RESERVE FUND

"An Act relating to the budget reserve fund established under art. IX, sec. 17, Constitution of the State of Alaska."

RECOMMENDATIONS:

be replaced with CS HB 58 (FIN) the same title
 a new title

have attached amendments(s)

do pass

do not pass

no recommendations

individual recommendations

additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept) _____

APPROVES PREVIOUS: (Dept/Date) _____

fiscal impact _____

fiscal note(s) _____

zero fiscal note Law - Admin

zero fiscal note(s) _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
<i>Eileen S. Maclean</i> ^{Maclean}	✓				
<i>Ronald Larson</i> ^{Larson}	X	<i>Mark Hanley</i> ^{Hanley}		X	
<i>Terry Martin</i> ^{Martin}	X	<i>Sam Parnell</i> ^{Parnell}		X	
		<i>Tom Therman</i> ^{Therman}		X	
		<i>Mike Navarre</i> ^{Navarre}	X		
		<i>Lay Brown</i> ^{Brown}	X		
		<i>Paul Grussendorf</i> ^{Grussendorf}		X	
		<i>Tom Hoff</i> ^{Hoffman}			✓

Ronald Larson *Eileen Maclean*
CO-CHAIRMAN'S SIGNATURE

Larson

Maclean

FISCAL NOTE

STATE OF ALASKA
1994 LEGISLATIVE SESSION

BILL NO. CSHB 58 (Fin)

Revision Date: _____ Dept. Affected: Administration
 Title: "An Act relating to the Budget Reserve Fund..." BRL: Finance
 Component: Finance
 Sponsor: (H) Finance
 Requestor: (H) Finance COMPONENT SERIAL NO. 59

Expenditures/Revenues

(Thousands of Dollars)

OPERATING EXPENDITURES	FY95	FY96	FY97	FY98	FY99	FY00
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL	0.0	0.0	0.0	0.0	0.0	0.0
CONTRACTUAL	0.0	0.0	0.0	0.0	0.0	0.0
SUPPLIES	0.0	0.0	0.0	0.0	0.0	0.0
EQUIPMENT	0.0	0.0	0.0	0.0	0.0	0.0
LAND & STRUCTURES	0.0	0.0	0.0	0.0	0.0	0.0
GRANTS, CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0
MISCELLANEOUS	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES	0.0	0.0	0.0	0.0	0.0	0.0
----------------------	-----	-----	-----	-----	-----	-----

CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	0.0
------------------------	-----	-----	-----	-----	-----	-----

FUND SOURCE

(Thousands of Dollars)

1002 Federal Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1003 GF Match	0.0	0.0	0.0	0.0	0.0	0.0
1004 GF	0.0	0.0	0.0	0.0	0.0	0.0
1005 GF/Program Receipts	0.0	0.0	0.0	0.0	0.0	0.0
1006 GF/MHTIA	0.0	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0
Total	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of current year (FY94) cost: none

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Prepared by: Don Wanie, Director Phone: 465-2240
 Division: Finance Date: _____
 Approved by Commissioner: Nancy Bear Usara Date: 2/10/94
 Agency: Administration

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For further distribution information call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
1994 LEGISLATIVE SESSION

BILL NO. CSHB 58 (FIN)

Revision Date: February 10, 1994
Title: "An Act relating to the budget reserve fund...
art. IX, sec. 17 Constitution State of Alaska..."
Sponsor: House Finance Committee
Requestor: House Finance Committee

Department Affected: Department of Law
BRU: Legal Services
Component: Operations
COMPONENT SERIAL NO. 0093

EXPENDITURES/REVENUES:

OPERATING	FY 95	FY 96	FY 97	FY 98	FY 99	FY 00
PERSONAL						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND &						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL						
---------	--	--	--	--	--	--

REVENUE						
---------	--	--	--	--	--	--

FUNDING:

1002 Federal						
1003 GF Match						
1004 GF						
1005 GF/Program						
1006 GF/MHTIA						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME						
TEMPORARY						

Estimate of current year (FY94) impact: -0-

ANALYSIS: (Attach a separate page if necessary.)
Please see the attached analysis.

Richard I. Peques
Prepared by: Richard I. Peques, Director Phone: 465-3672
Division: Administrative Services Division Date: February 10, 1994
R. M. Botelho
Approved by Commissioner: Bruce M. Botelho, Attorney General
Agency: Department of Law Date: February 10, 1994

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FISCAL NOTE

STATE OF ALASKA
1994 LEGISLATIVE SESSION

BILL NO. CSHB 58 (FIN)

ANALYSIS CONTINUATION:

This bill amends AS 37.10 to clarify the meaning of the term "amount available for appropriation" as it is used in art. IX, sec. 17 of the Constitution of the State of Alaska. The bill also clarifies the terms "the amount of appropriations for the previous fiscal year" and "the amount of appropriations in the previous calendar year for the previous fiscal year." Last, the bill establishes the repayment schedule to be followed for reimbursements to the budget reserve account from the unreserved, undesignated balance of the general fund to be carried forward as of June 30 of the fiscal year. The changes to the Public Funds Chapter of Title 37 will not have a fiscal impact on the Department of Law. To the extent that disputes arise involving public funds activities the department will use existing resources to handle such disputes, as it has in the past.

CS FOR HOUSE BILL NO. 58(FIN)
 IN THE LEGISLATURE OF THE STATE OF ALASKA
 EIGHTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered:

Referred:

Sponsor(s): HOUSE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the budget reserve fund established under art. IX, sec. 17,
 2 Constitution of the State of Alaska; and providing for an effective date."

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

4 * Section 1. AS 37.10 is amended by adding new sections to read:

5 ARTICLE 6. BUDGET RESERVE FUND.

6 Sec. 37.10.410. ADMINISTRATIVE PROCEEDINGS INVOLVING TAXES.

7 (a) The following money received by the state is considered to be received as a result
 8 of the termination of an administrative proceeding for purposes of applying art. IX,
 9 sec. 17(a), Constitution of the State of Alaska:

10 (1) past due taxes that are received by the state for each tax year for
 11 * which a request for an informal conference under AS 43.05.240(a) is made to the
 12 Department of Revenue, together with penalties and interest on the taxes;

13 (2) past due taxes that are received by the state after a request for a
 14 formal hearing under AS 43.05.240(b)(1) is made to the Department of Revenue,

1 together with penalties and interest on the taxes.

2 (b) To the extent that an administrative proceeding involves taxes that are not
3 due at the time the request for the proceeding was made under AS 43.05.240(a) or
4 (b)(1), taxes set out in a return not audited by the department at the date of collection,
5 or taxes collected for a tax year for which the taxpayer did not give notice of appeal
6 of an assessment made by the department, money received by the state as a result of
7 the proceeding is not considered to be received as a result of the termination of an
8 administrative proceeding for purposes of applying art. IX, sec. 17(a), Constitution of
9 the State of Alaska.

10 Sec. 37.10.420. MONEY AVAILABLE FOR APPROPRIATION. (a) For
11 purposes of applying art. IX, sec. 17(b), Constitution of the State of Alaska, in
12 determining the amount available for appropriation in a fiscal year, the legislature shall
13 include

14 (1) unrestricted revenue accruing to the general fund; and

15 (2) the unreserved and undesignated general fund balance carried
16 forward from the preceding fiscal year that is not subject to the repayment obligation
17 imposed by art. IX, sec. 17(d), Constitution of the State of Alaska.

18 (b) If the amount appropriated from the budget reserve fund has not been
19 repaid under art. IX, sec. 17(d), Constitution of the State of Alaska, the Department
20 of Administration shall transfer to the budget reserve fund the amount of money
21 comprising the unreserved or undesignated general fund balance to be carried forward
22 as of June 30 of the fiscal year, or as much of it as is necessary to complete the
23 repayment. The transfer shall be made on or before December 16 of the following
24 fiscal year.

25 (c) In this section, "unrestricted revenue accruing to the general fund" or
26 "unreserved or undesignated general fund balance carried forward" is money not
27 restricted by law to a specific use that accrues to the general fund according to
28 classifications of accounts used in the state accounting system established under
29 AS 37.05.150 in effect on July 1, 1990.

30 * Sec. 2. APPLICATION. AS 37.10.410, added by sec. 1 of this Act, applies to taxes that
31 are received by the state after July 1, 1990, together with penalties and interest on the taxes.

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

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. HB 58

Revision Date: January 28, 1993
Title: "An Act relating to the budget reserve fund established under art. IX, sec. 17..."
Sponsor: House Finance
Requestor: House Finance

Department Affected: Department of Law
BRU: Oil and Gas Special Projects
Component: Operations
COMPONENT SERIAL NO. 0097

EXPENDITURES/REVENUES:

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICE:						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL						
---------	--	--	--	--	--	--

REVENUE FUND SOURCE:						
----------------------	--	--	--	--	--	--

FUNDING:

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

FULL-TIME	-0-	-0-	-0-	-0-	-0-	-0-
PART-TIME						
TEMPORARY						

Estimate of current year (FY93) impact: -0-

ANALYSIS: (Attach a separate page if necessary.)

Please see the attached analysis.

Prepared by: Richard I. Peques, Director
Division: Administrative Services Division
Approved by Commissioner: Charles E. Cole, Attorney General
Agency: Department of Law

Phone: 465-3672
Date: January 28, 1993
Date: January 28, 1993

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FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. HB 58

ANALYSIS (Continued):

This bill adds a new section to AS 37.10, which provides that past due taxes and penalties that are the subject of a request for an informal conference under AS 43.05.240(a), and that are received by the state at least six months after the request for the informal conference is made to the Department of Revenue, are to be deposited in the budget reserve fund in accordance with art. IX, sec. 17(a) of the Constitution of the State of Alaska.

The bill has the effect of modifying Attorney General Opinion 92-1, dated April 24, 1992, which held that art. IX, sec. 17(a) did not apply to proceeds of disputes settled at the informal conference stage. Under the bill, proceeds received within six months from the date an informal conference was requested would not be subject to the constitutional budget reserve provision, and proceeds received after six months would be subject to the provision.

There will not be a fiscal impact for the Department of Law, because its duty is to collect the overdue proceeds from oil and gas revenue disputes for deposit into whatever fund is appropriate.

FISCAL NOTE

STATE OF ALASKA
1993 LEGISLATIVE SESSION

BILL NO. CSHB 58 (Jud)

Revision Date: _____ Dept. Affected: Administration
 Title: "An Act relating to the Budget Reserve Fund...." BRU: Finance
 Component: Finance
 Sponsor: (H) Finance
 Requestor: (H) Judiciary COMPONENT SERIAL NO. 59

Expenditures/Revenues: (Thousands of Dollars)

OPERATING	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
---------	---	---	---	---	---	---

REVENUE FUND SOURCE:	0	0	0	0	0	0
----------------------	---	---	---	---	---	---

FUNDING:

1002 Federal Receipts	0	0	0	0	0	0
1003 GF Match	0	0	0	0	0	0
1004 GF	0	0	0	0	0	0
1005 GF/Program Receipts	0	0	0	0	0	0
1006 GF/MHTIA	0	0	0	0	0	0
Other	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0

POSITIONS

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

Estimate of current year (FY93) impact: \$ none

ANALYSIS: (attach a separate page if necessary.)

Prepared By: Don Wanie, Director Phone: 465-2240
 Division: Finance Date: _____

Approved by Commissioner: Nancy Bear Usura *NBCU* Date: 3/11/93
 Agency: Department of Administration

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A M E N D M E N T

OFFERED IN THE HOUSE

BY REPRESENTATIVE BROWN

TO: CSHB 58(JUD)

Page 2, lines 9 - 18:

Delete all material and insert:

"determining the amount available for appropriation for the current fiscal year, all money that may be withdrawn from the state treasury during that year in accordance with an appropriation under art. IX, sec. 13, of the state constitution shall be included unless the money has already been appropriated during a prior fiscal year and can be withdrawn from the state treasury without further appropriation. For purposes of applying art. IX, sec. 17(d), of the state constitution, in determining the amount available for appropriation in the general fund, only the following money is not included:

- (1) money in funds or accounts designated by law as outside of the general fund;
- (2) money that, by law, may be used only for a specific purpose that precludes placing it in the budget reserve fund; and
- (3) money that has already been appropriated and can be withdrawn from the state treasury without further appropriation."

A M E N D M E N T

OFFERED IN THE HOUSE

BY REPRESENTATIVE BROWN

TO: HCS CSSB 54() "N" Version

Page 7, lines 10 - 17:

Delete all material.

Renumber the following bill sections accordingly.

A M E N D M E N T

OFFERED IN THE HOUSE

BY REPRESENTATIVE BROWN

TO: HCS CSSB 54()²⁴ Version

Page 7; lines 10 - 17:

Delete all material.

Renumber the following bill sections accordingly.

Page 8; following line 8 :

Insert a bill section to read:

"* Sec. . AS 47.10.060 is amended by adding a new subsection to read:

(f) For purposes of determining under (a) and (d) of this section whether a minor is amenable to treatment under AS 47.10.010 - 47.10.142,

- (1) the standard of proof is by a preponderance of the evidence; and
- (2) the burden of proof

(A) is on the minor if the minor was 16 or 17 years of age at the time of the alleged commission of the offense and the petition filed under AS 47.10.020 seeking to have the court declare the minor a delinquent is based on the minor's alleged commission of an offense that is an unclassified felony or class A felony and that is a crime against a person as defined in AS 33.30.901; and

(B) is on the state if at least one of the circumstances described in (A) of this paragraph is not present."

Renumber the following bill sections accordingly.

A M E N D M E N T

OFFERED IN THE HOUSE

TO: HCS CSSB 54() "N" Version

Page 2, following line 24:

Insert a new bill section to read:

"* Sec. 2. AS 12.55 is amended by adding a new section to read:

Sec. 12.55.057. EDUCATION OF MINORS CONVICTED AS ADULTS.

The court may order a defendant who is a minor convicted as an adult under AS 47.10.010(e) or after waiver of juvenile jurisdiction under AS 47.10.060(a), who is of school age as that term is defined by AS 14.03.070, and who has neither completed the 12th grade of school nor attained a general equivalency diploma, to be engaged in productive employment under AS 33.30.191(d)(2) by enrolling in a program of remedial education that affords the minor an opportunity to attain an educational level equivalent to the completion of the 12th grade in the public school system, as measured by the general equivalency diploma test."

Renumber the following bill sections accordingly.

*Budget Reserve Fund on
Const. Budget Reserve Fund*

MEMORANDUM

State of Alaska
Office of the Governor
Division of Policy

TO: Doug Baily
Attorney General

DATE: May 22, 1990

and Hugh Malone
Commissioner, Revenue

FROM: *Mary* Mary Halloran
Director, Policy

PHONE: 465-3568

SUBJECT: SJR 5: Budget Reserve Fund

FILE NO:

The purpose of this memorandum is to establish an administrative record and clarify the provisions of the final version of Senate Joint Resolution Number 5, proposing a constitutional amendment to establish a budget reserve fund. The resolution was approved by the Legislature on May 8, 1990, and will place a proposal to establish a constitutionally-protected Budget Reserve Fund before the voters at the November, 1990 election. (See attached copy of HCS CSSS SJR 5 - Finance, am H.)

You will find little formal legislative history on this proposal, so I thought it prudent to establish some administrative history for the record and to guide further administrative action. The final version of SJR5 was drafted by this Division (Jack Fagnoli and myself) on April 26-29, aided, at various moments, by the Department of Law (Bruce Bothelho, Jim Baldwin, and Jeff Bush), and then put in good drafting form by Tam Cook and Jack Chenowith at the Legal Division of Legislative Affairs on May 1 after the initial draft and accompanying explanation were provided to Representative Kay Brown.

That draft was only slightly modified by subsequent legislative action. The House Finance Committee acted on HJR 66, and converted it from a spending limit/budget reserve fund combination to a budget reserve fund only. That version, read across on May 4, was adopted intact as a House floor amendment to SJR 5 on May 8, and subsequently approved by both bodies. I kept all the internal drafts, and will provide them to the Dept. of Law if you believe it advisable, Doug.

To further examine formal legislative history, if that should be necessary at some point, you need to consider four different joint resolutions under consideration by the legislature this session: SJR 5, HJR 66, HJR 52, and HJR 81. You will find, however, the vast proportion of the testimony on the provisions of the spending limit proposals and little discussion of the budget reserve fund.

A description of SJR5, by subsection, follows.

B 17(a):

"There is established as a separate fund in the State treasury the budget reserve fund." (Page 2, Lines 2-3)

This permanently establishes the Budget Reserve Fund as a separate fund in the State treasury. The Budget Reserve Fund would be constitutionally protected, not subject to statutory changes.

"Except for money deposited into the permanent fund under Section 15 of this article, all money received by the State after July 1, 1990, as a result of the termination, through settlement or otherwise, of an administrative proceeding or of litigation in a State or federal court involving mineral lease bonuses, rentals, royalties, royalty sale proceeds, federal mineral revenue sharing payments or bonuses, or involving taxes imposed on mineral income, production, or property, shall be deposited in the budget reserve fund." (Page 2, Lines 3-11)

All "settlement", "litigation" and "back tax" income received by the State after 7/1/90 pertaining to the mineral sources identified above are to be deposited into the Budget Reserve Fund, except for revenue deposits already constitutionally dedicated to the Permanent Fund. This provision "takes off the table" all windfall income deriving from these non-recurring revenue sources. The language does not cover windfall income from non-mineral revenue sources, such as any litigation proceeds from the Exxon Valdez oil spill, disputed receipts from AHFC, and overdue loan payments to the Student Loan Corporation. The language "administrative proceeding" is meant to cover the Department of Revenue's current attempts to

recover mineral revenues which were not paid in a timely manner and are now in the internal appeal process, the so-called "back taxes." As of April 30, 1990, the total in appeal was slightly over \$3 billion. The underlying purpose is to reduce incentives to immediately spend surplus revenue, and to enhance budget stability by minimizing year-to-year surges in overall spending levels.

"Money in the budget reserve fund shall be invested so as to yield competitive market rates to the fund." (Page 2, Lines 11-13)

This provision is intended to ensure that a reasonable rate of return is earned on Budget Reserve Fund investments, and that the Fund's balance is not used for subsidized loans.

"Income of the fund shall be retained in the fund." (Page 2, Line 13)

This provision makes explicit the retention of Fund earnings within the principal of the Fund.

"Section 7 of this article does not apply to deposits made to the fund under this subsection." (Page 2, Lines 13-15)

This language exempts deposits to the Budget Reserve Fund made under subsection (a) of the resolution, including deposits of retained earnings, from the prohibition of dedicated funds contained in Article IX, Section 7, of the Alaska Constitution.

"Money may be appropriated from the fund only as authorized under (b) or (c) of this section." (Page 2, Lines 15-16)

Outlays from the Budget Reserve Fund are limited to appropriations made under subsections (b) and (c) of the resolution.

§ 17(b):

"If the amount available for appropriation for a fiscal year is less than the amount appropriated for the previous fiscal year, an appropriation may be made from the budget reserve fund." (Page 2, Lines 17-19)

If the total amount of money available for appropriation for a fiscal year - - including all revenue sources, such as permanent fund earnings, federal funds and other restricted funds - - is less than the total amount appropriated for the prior fiscal year, an appropriation from the Budget Reserve Fund is allowed.

Since appropriations for annual budgets are generally made prospectively, before actual revenue receipts are known for the fiscal year being budgeted, there is a risk that actual receipts during that year may be greater than anticipated, thus causing some portion of any Budget Reserve Fund appropriation for that year to exceed the "ceiling" of the prior fiscal year's appropriation amount. In such a case, the presumption is that the "excess portion" of the Budget Reserve Fund appropriation is invalid and remains within the Budget Reserve Fund. In practice, what we would expect to happen, is that the Legislature would make contingent appropriations from the Budget Reserve Fund, i.e. appropriations contingent upon the actual revenues received.

"However, the amount appropriated from the fund under this subsection may not exceed the amount necessary, when added to other funds available for appropriation, to provide for total appropriations equal to the amount of appropriations made in the previous calendar year for the previous fiscal year." (Page 2, Lines 19-24)

This provision limits the allowable maximum size of an appropriation from the Budget Reserve Fund. Note, however, that the allowable maximum size is subject to a different limit from the one which triggers the opportunity for such an appropriation. In short, whereas an appropriation can be made whenever revenue for a fiscal year is less than "the amount appropriated for the previous fiscal year" (Page 2, Line 18), the sum of any Budget Reserve Fund

appropriation and other available revenue may not exceed the amount appropriated for the previous fiscal year net of supplemental appropriations for that previous fiscal year. This is the practical effect of the phrase "in the previous calendar year" (Page 2, Line 23).

The phrase "in the previous calendar year" was inserted by the House Finance Committee specifically to preclude strategems whereby a supplemental appropriation to the current fiscal year, e.g., FY 90, could be made in order to increase the allowable size of a Budget Reserve Fund appropriation for the fiscal year being budgeted, e.g., FY 91.

The meaning and intent of the phrase "in the previous calendar year" is clear, if the assumption is made that the Budget Reserve Fund appropriation is being made during a legislative session for the fiscal year whose main budget is being appropriated. If, however, one assumes that the Budget Reserve Fund appropriation is being made as a supplemental appropriation for the current fiscal year (e.g., FY 90), the phrase "in the previous calendar year" can be interpreted to produce a non-sensical result - - e.g., that the sum of FY 90 revenue and an FY 90 supplemental appropriation from the Budget Reserve Fund can not exceed the total amount appropriated during the preceding calendar year for FY 89, which in this case would simply be the amount of the FY 89 supplemental appropriation.

Though this problem of interpretation may exist in the current wording of β (b), it is clear that the intent of the phrase "in the previous calendar year" in Line 23 is solely to preclude the budget strategems discussed earlier, rather than to create a non-sensical result.

β 17(c):

"An appropriation from the budget reserve fund may be made for any public purpose upon affirmative vote of three-fourths of the members of each house of the legislature." (Page 2, Lines 25-27)

The intent of this provision is to allow Budget Reserve Fund appropriations to be made for any reason, regardless of year-to-year fluctuations in revenue or appropriation levels, so long as a strong

legislative consensus or "super-majority" exists in each house of the legislature.

§ 17(d):

"If an appropriation is made from the budget reserve fund, until the amount appropriated is repaid, the amount of money in the general fund available for appropriation at the end of each succeeding fiscal year shall be deposited in the budget reserve fund." (Page 2, Line 28 - Page 3, Line 2)

The intent of this provision is to ensure that, following any appropriation from the Budget Reserve Fund, the Fund is replenished as quickly as revenue levels allow, out of any fiscal year-end balances (e.g., as identified in the State's Annual Financial Report), whether from one or several fiscal years, and without any appropriations being required. This provision was requested specifically by Governor Cowper.

A potential ambiguity may arise from the use of the word "succeeding" in Line 1 on Page 3, as it may be construed to mean that replenishment of the Budget Reserve Fund does not begin until the end of the first positive-balance fiscal year that "succeeds" the fiscal year for which the Budget Reserve Fund appropriation was made, rather than beginning at the close of the same fiscal year for which the Fund appropriation was made (should a revenue balance materialize by that year's end).

Though this interpretation can be made, the intent of §(d) was not to create such a loophole, but to ensure that replenishment of the Budget Reserve Fund begin as soon as positive balances materialize, and proceed to completion as soon as such balances allow. In this context, the word "succeeding" is intended to refer to the requirement that, if the first positive year-end balance that arises is not sufficient to fully replenish the Budget Reserve Fund for appropriations made out of it, the positive balances of "succeeding" (i.e., successive) fiscal years shall also be used, until replenishment is complete.

Page 7

**"The legislature shall implement this subsection by law."
(Page 3, Lines 2-3)**

Because a number of provisions in the resolution (including the tracking of appropriations, replenishment of the Budget Reserve Fund, and the determination of positive year-end revenue balances) will require specific implementation procedures, the intent of this provision is to stipulate that clarifying statutory provisions are recognized as necessary and are anticipated.

If you have any questions, or would like additional information, please don't hesitate to contact me or Jack Fagnoli of my staff at 465-3568.

Attachment: HCSCSSS SJR 5 - Finance, am H

HOUSE FINANCE COMMITTEE BRIEFING
Wednesday, January 13th, 1993

TIME: 1:30 - 3:30 PM (or as necessary)
1:30 PM is starting time

If you must be absent or must leave:

- let us know when you will return, and if possible, where we can reach you for a vote or quorum; you must be present to vote.

Bill recommendation:

- you must be in attendance during discussion, public hearing or vote in order to sign;
- if you are present, you are expected to sign.

RULES: Quorum, necessary to vote or take any final committee action is six. (A quorum is the majority of the Committee members, not a majority of those present).

If fewer than eleven members are present, motions to amend may be adopted by a majority of those present, but under no condition will the number of votes required for adoption be less than five.

SUBCOMMITTEE:

I. BUDGET SUBCOMMITTEES:

- generally consist of 3 to 7 members;
- membership assigned by Co-chairman.
- Subcommittee Chairman responsible for scheduling Committee hearings. *see bottom of sheet
- I'll be meeting with subcommittee chairman soon, to go over details.

SPECIAL COMMITTEE:

- Appointed as necessary

LONG TERM FISCAL COMMITTEE:

- Representative Mark Hanley will be chairman
- Final details are being worked out

II. SUBCOMMITTEES ON INDIVIDUAL BILLS:

- generally consist of 3 members but may be as few as 1 or more than 3. Assigned as needed by Co-Chairman.
- Subcommittees may or may not be given specific time frames in which to complete their work and report back to the full House Finance Committee.

*Time and Location needs to be coordinated through Co-Chairmans office and schedule notification through Chief Clerk's Office.

FINANCE COMMITTEE BILLS:

Introduced by Co-Chairman on behalf of the Finance Committee

FINANCE COMMITTEE SUBSTITUTE BILLS:

- a bill that would combine similar bills or a substitute version of a bill.
- Requesting of Finance Committee Substitute bills

FISCAL NOTES:

See Handout

SCHEDULING OF BILLS BEFORE THE COMMITTEE:

- Time line:
 - First Public Hearing
5 day notice (scheduled Tuesday - to clerks by office by 5:00PM
Wednesday)
 - Later Public Hearing
- Procedure for scheduling
 - Written request for bill scheduling

COMMITTEE STAFF:

- Carol Collins and staff
- Mike Greany and staff

APPROPRIATION PROCESS AND GENERAL INFORMATION:

See Handout

MEMBER COMMENTS:

VERSIONS
of
the
Budget Reserve
Amendment

HM 50

BALLOT MEASURE NO. 1

Budget Reserve Constitutional Amendment

[HCS CSSSSJR 5 (Fin) am H]

BALLOT LANGUAGE

This proposal would create the "Budget Reserve Fund" in the state treasury. Money the state receives from mineral revenue lawsuits or administrative actions would be deposited in the Fund, and invested at competitive rates. The Fund could be used when money available for appropriation in the year is less than the year before, but only to make up the shortfall. The legislature could only appropriate from the Fund for other purposes with a 3/4 vote. At the end of each year, the Fund would have to be paid back from money left in the treasury's general fund.

Should this constitutional amendment be adopted?

Yes No

VOTES CAST BY MEMBERS OF THE 16TH ALASKA LEGISLATURE ON FINAL PASSAGE

House: Yes	38	Senate: Yes	15
Nays	2	Nays	5

LEGISLATIVE AFFAIRS AGENCY SUMMARY

This measure will amend the state constitution by creating the budget reserve fund. Money from certain mineral revenue sources received by the state from an administrative proceeding or litigation is placed in the fund. Income of the fund is kept in the fund.

Appropriations may be made from the fund if money available for a fiscal year is less than the amount appropriated for the prior year. When this occurs the amount that may be taken from the fund is limited. Only the money needed to make up the difference may be appropriated.

Money may also be appropriated from the reserve fund by special vote of the legislature. Three-fourths of the members of each house must approve. The amount that may be taken is unlimited when this vote is obtained.

Money that is appropriated from the reserve fund must be repaid. Surplus general fund money must be deposited in the reserve fund at the end of each year until the reserve fund is repaid.

FULL TEXT OF PROPOSED LAW

*Section 1. Article IX, Constitution of the State of Alaska, is amended by adding a new section to read:

SECTION 17: BUDGET RESERVE FUND. (a) There is

established as a separate fund in the State treasury the budget reserve fund. Except for money deposited into the permanent fund under Section 15 of this article, all money received by the State after July 1, 1990, as a result of the termination, through settlement or otherwise, of an administrative proceeding or of litigation in a State or federal court involving mineral lease bonuses, rentals, royalties, royalty sale proceeds, federal mineral revenue sharing payments or bonuses, or involving taxes imposed on mineral income, production, or property, shall be deposited in the budget reserve fund. Money in the budget reserve fund shall be invested so as to yield competitive market rates to the fund. Income of the fund shall be retained in the fund. Section 7 of this article does not apply to deposits made to the fund under this subsection. Money may be appropriated from the fund only as authorized under (b) or (c) of this section.

(b) If the amount available for appropriation for a fiscal year is less than the amount appropriated for the previous fiscal year, an appropriation may be made from the budget reserve fund. However, the amount appropriated from the fund under this subsection may not exceed the amount necessary, when added to other funds available for appropriation, to provide for total appropriations equal to the amount of appropriations made in the previous calendar year for the previous fiscal year.

(c) An appropriation from the budget reserve fund may be made for any public purpose upon affirmative vote of three-fourths of the members of each house of the legislature.

(d) If an appropriation is made from the budget reserve fund, until the amount appropriated is repaid, the amount of money in the general fund available for appropriation at the end of each succeeding fiscal year shall be deposited in the budget reserve fund. The legislature shall implement this subsection by law.

*Section 2. The amendment proposed by this resolution shall be placed before the voters of the state at the next general election in conformity with art. XIII, sec. 1, Constitution of the State of Alaska, and the election laws of the state.

STATEMENT IN SUPPORT

- Cut the budget.
- Reduce state spending.
- Get state spending under control.

Each year these battle cries are raised by Alaskans. While elected officials say they listen and promise to do all they can, the simple fact is the Legislature's record shows it consistently spends most or all of the money available in the treasury. Alaska is confronted with an impending fiscal crisis of staggering proportions as a result of an inevitable "gap" between general fund revenues and current state spending levels. Present levels

BALLOT MEASURE NO. 1

of state general fund expenditure simply cannot be sustained over the long term.

Ballot Measure Number 1 is the first step Alaskans can take to *effectively* control state spending.

The measure creates the Budget Reserve Fund in the Constitution. Revenues from mineral or oil and gas legal settlements and administrative proceedings will be deposited into the Budget Reserve. The Legislature will be able to spend money from the Budget Reserve only if:

- revenues are less than the amount appropriated the previous year, in which case money could be appropriated from the Budget Reserve in an amount not to exceed the shortfall; or
- three-fourths of the members of both the House and Senate vote to spend money from the Budget Reserve for a public purpose, such as a disaster.

The Legislature will be required to repay any money it appropriates from the Budget Reserve. If the next year revenues are insufficient the Legislature cannot afford to replenish the Budget Reserve, the "debt" will carry forward until it is repaid.

Legal settlements involving mineral or oil and gas revenues received after July 1, 1990, will be deposited into the Budget Reserve. As an example, if voters approve this ballot measure, \$216 million of the amount the state received in September from ARCO's settlement of royalty litigation will be deposited into this Budget Reserve. Should voters not approve this measure, these funds will be available to the legislature to spend next year. Approval of Ballot Measure Number 1 is the first step toward a long-term spending plan. With Alaska's revenues subject to the whims of the world oil market, trying to take steps which will provide some stability in Alaska's spending is especially difficult. If approved, the Budget Reserve Fund will help hold down spending by removing from the table the oil and gas revenue "windfalls" that result from pending litigation and tax disputes. At the very least, this ballot measure will establish a savings account that can help minimize the effects of a "boom" one year, and a "bust" the next.

While other major budget decisions will be necessary to close the future's fiscal gap, this Ballot Measure is a major step toward a long-term spending plan for the state. It is a step we urge Alaskans to support.

If approved by the voters, the Budget Reserve Fund will be a significant help in managing the transition to sustainable spending.

Senator Jan. Faiks
Representative Kay Brown
Representative Randy Phillips

STATEMENT IN OPPOSITION

In sharp contrast to what its proponents have been telling us, the proposed budget reserve fund

- will *not* save any windfalls,
- does *not* require a $\frac{3}{4}$ vote to gain access to it,

- *endorses* the legislature's bloated \$3 billion budget
- will result in *slower growth* of the Permanent Fund, and
- will *reduce the amount* of future PFD checks.

Your vote *against* Ballot Measure #1 will send a signal to the legislature that you do not approve of their excessive spending, and that you want the windfalls deposited into the Permanent Fund.

The most significant danger of this proposal is that it will establish a budget floor at \$3 billion, and allow it to increase every year. Under paragraph (b) of the proposed constitutional change, a simple majority in the legislature could "borrow" funds from the reserve, to make up any shortfall in revenues, *up to the amount appropriated in the previous year*. This year the legislature spent more than \$3 billion. Some of that was vetoed by the governor, but it is expected the legislature will restore the funding and add supplemental appropriations in January. In other words, *the total amount appropriated for FY 91 has not yet been determined*. A "yes" vote on this ballot measure amounts to rubber-stamping a blank check of at least \$3 billion!

How would the budget continue to increase? Legislative leaders can easily get a $\frac{1}{4}$ vote out of their members by dangling capital project plums in front of them.

The appeal of this ballot measure is to save the "windfalls" of oil tax settlements, variously estimated at between \$2 billion and \$5 billion. This can easily be spent in three years.

Constitutionally, 25% of our oil income is dedicated to the Permanent Fund. And under state law, an additional 25% of income from certain leases is put into the Permanent Fund. In other words, as much as 50% of the windfalls should be deposited in the Permanent Fund, by law. The language in this constitutional amendment is unclear regarding the second 25%, and could be interpreted by big-spending legislators to rationalize putting only the constitutionally-dedicated 25% into the Permanent Fund, and leaving 75% for them to spend.

It would be better to save all of these anticipated windfalls, by putting 100% into the Permanent Fund. There, these funds will help the Permanent Fund produce greater annual income, for use as Permanent Fund Dividends to all Alaskans, or to fund necessary functions of state government. In the Permanent Fund, the windfalls would definitely be saved, and would not be accessible by big spenders in the legislature.

If you are one of the 65% of Alaskans who in opinion polls consistently ask the legislature to cut the budget, or if you believe the windfalls should *truly* be saved, you owe it to yourself not to be taken in by the proponents of Ballot Measure #1. Vote NO on the budget reserve amendment.

Representative Terry Martin

Introduced: 1/9/89
Referred: State Affairs and Finance

1 IN THE SENATE

BY FAIKS, JONES, ELIASON,
FISCHER, DUNCAN

2

SENATE JOINT RESOLUTION NO. 5

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

Proposing amendments to the Constitutio

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of the State of Alaska amending provi

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fund; establishing temporary provision

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relating to dedicated funds, the Alask

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permanent fund, the expenditure limit

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relating to dedicated funds, the Alask:

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permanent fund, and the appropriator

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limit.

16 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

17 * Section 1. Article IX, sec. 15, Constitution of the State of Alaska,
18 is amended to read:

19 SECTION 15. ALASKA PERMANENT FUND. At least twenty-five per
20 cent of all mineral lease rentals, royalties, royalty sale proceeds,
21 federal mineral revenue sharing payments and bonuses received by the
22 State shall be placed in a permanent fund. The fund is established as
23 a trust on behalf of all the residents of the State and its principal
24 shall be invested in accordance with the prudent investor rule in [,
25 THE PRINCIPAL OF WHICH SHALL BE USED ONLY FOR THOSE] income-producing
26 investments specifically designated by law as eligible for permanent
27 fund investments. All income from the permanent fund shall be depos-
28 ited in the general fund unless otherwise provided by law.

29 * Sec. 2. Article XV, Constitution of the State of Alaska, is am

1 by adding new sections to read:

2 SECTION 29. DEDICATED FUNDS. (a) The operation of Section 7 of
3 Article IX is suspended from July 1, 1991, through June 30, 1996, and
4 this section applies in lieu of Section 7 of Article IX.

5 (b) The proceeds of any state tax or license shall not be dedi-
6 cated to any special purpose, except as provided in Sections 30 and 32
7 of this article or when required by the federal government for state
8 participation in federal programs. This provision shall not prohibit
9 the continuance of any dedication for special purposes existing upon
10 the date of ratification Section 7 of Article IX by the people of
11 Alaska.

12 SECTION 30. ALASKA PERMANENT FUND. (a) The operation of Sec-
13 tion 15 of Article IX is suspended from July 1, 1991, through June 30,
14 1996, and this section applies in lieu of Section 15 of Article IX.

15 (b) At least twenty-five percent of all mineral lease rentals,
16 royalties, royalty sale proceeds, federal mineral revenue sharing
17 payments and bonuses received by the State shall be placed in a perma-
18 nent fund. The fund is established as a trust on behalf of all the
19 residents of the State and its principal shall be invested in accor-
20 dance with the prudent investor rule in income-producing investments
21 specifically designated by law as eligible for permanent fund invest-
22 ments.

23 (c) At the end of each fiscal year an amount equal to the capi-
24 tal gains that exceed capital losses from the sale of permanent fund
25 investments shall be added to the principal of the permanent fund to
26 help offset the effect of inflation and increase the principal. The
27 rest of the income of the permanent fund shall be distributed as
28 follows:

29 (1) forty percent to be used for dividends for State

1 residents as provided by law;

2 (2) thirty percent to be added to the principal of the
3 permanent fund to help offset the effect of inflation and increase the
4 principal; and

5 (3) thirty percent to the budget stabilization fund estab-
6 lished under Section 32 of this article.

7 SECTION 31. EXPENDITURE LIMIT. (a) The operation of Section 16
8 of Article IX is suspended from July 1, 1991, through June 30, 1996,
9 and this section applies in lieu of Section 16 of Article IX.

10 (b) Except for appropriations to the permanent fund or for
11 Alaska permanent fund dividends, appropriations to the budget stabili-
12 zation fund, appropriations by the legislature to meet a State natural
13 disaster declared by the governor as prescribed by law, appropriations
14 of revenue bond proceeds, and appropriations of money received from a
15 non-State source in trust for a specific purpose, including revenues
16 of a public enterprise or public corporation of the State that issues
17 revenue bonds, appropriations from the treasury made for fiscal year
18 1996 may not exceed a basic services budget level of \$1,400,000,000.
19 The legislature shall by law establish an expenditure limit for each
20 fiscal year calculated to achieve the basic services budget level
21 required under this section for fiscal year 1996.

22 (c) During a fiscal year the legislature may exceed the expendi-
23 ture limit under (b) of this section if each bill that exceeds the
24 limit is passed by affirmative vote of three-fourths of the membership
25 of each house of the legislature or, notwithstanding Sections 1 and 14
26 of Article II and Article XI, is approved by the voters as prescribed
27 by law. The voters shall, for each bill for appropriations for capi-
28 tal projects, be informed as provided by law of the cost of operations
29 and maintenance of each capital project.

1 (d) Fifty percent of the money received by the State that is
2 subject to the expenditure limit under (b) of this section and that
3 exceeds that limit but is not appropriated under (c) of this section
4 shall be deposited in the principal of the permanent fund and the
5 remaining fifty percent shall be deposited in the budget stabilization
6 fund.

7 SECTION 32. BUDGET STABILIZATION FUND. (a) This section
8 applies from July 1, 1991, through June 30, 1996.

9 (b) Income of the permanent fund shall be deposited in the
10 budget stabilization fund in accordance with Section 30(c) of this
11 article. Fifty percent of the money received by the State that is
12 subject to the expenditure limit under Section 31(b) of this article,
13 exceeds that limit; and is not appropriated under Section 31(c) of
14 this article shall be deposited in the budget stabilization fund.
15 Additional appropriations may be made to the budget stabilization
16 fund.

17 (c) Money in the budget stabilization fund shall be invested so
18 as to yield competitive market rates to the fund. Income from invest-
19 ment of the fund shall be retained in the fund.

20 (d) If the legislature determines that the money subject to the
21 expenditure limit received by the State in a fiscal year is less than
22 the maximum amount that may be appropriated under Section 31 of this
23 article, money may be appropriated from the budget stabilization fund
24 to the general fund. However, the amount appropriated from the budget
25 stabilization fund during a fiscal year may not exceed the lesser of

26 (1) the amount that, when added to money subject to the
27 expenditure limit received by the State during that fiscal year,
28 equals the maximum amount that may be appropriated under Section 31 of
29 this article; or

1 (2) twenty percent of the balance of the budget stabiliza-
2 tion fund.

3 (e) Notwithstanding the expenditure limit in Section 31 of this
4 article, additional amounts may be appropriated from the budget stabi-
5 lization fund to meet a State disaster declared by the governor as
6 prescribed by law.

7 SECTION 33. REPEAL. Sections 29 - 32 of Article XV are repealed
8 July 1, 1996.

9 * Sec. 3. The amendments proposed by this resolution shall be placed
10 before the voters of the state at the next general election in conformity
11 with art. XIII, sec. 1, Constitution of the State of Alaska, and the elec-
12 tion laws of the state.

Introduced: 2/2/89
Referred: State Affairs, Judiciary
and Finance

1 IN THE SENATE BY FAIKS, JONES, ELIASON,
FISCHER, AND DUNCAN

2 SPONSOR SUBSTITUTE FOR SENATE JOINT RESOLUTION NO. 5

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTEENTH LEGISLATURE - FIRST SESSION

5 Proposing amendments to the Constitution
6 of the State of Alaska amending provi-
7 sions relating to the Alaska permanent
8 fund; establishing temporary provisions
9 relating to dedicated funds, the Alaska
10 permanent fund, the expenditure limit,
11 and the budget stabilization fund; and
12 suspending the operation of provisions
13 relating to dedicated funds, the Alaska
14 permanent fund, and the appropriation
15 limit.

16 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

17 * Section 1. Article IX, sec. 15, Constitution of the State of Alaska,
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26 investments specifically designated by law as eligible for permanent
27 fund investments. All income from the permanent fund shall be depos-
28 ited in the general fund unless otherwise provided by law.

29 * Sec. 2. Article XV, Constitution of the State of Alaska, is amended