

ALASKA LEGISLATURE

1402

HOUSE and SENATE FINANCE COMMITTEE FILES, 1995-1996

Use Xfer Column

Agency: Department of Fish and Game

on and Support
 d Protect State's Rights
 deral Relations Transfer from
 o Operating
 Gen Fund -200.0
 FishGame -200.0

Trans Type	Total Exp	Personal Services	Travel	Contractual	Commodities	Equipment	Land/ Buildings	Grants	Mac	PFT	PPT	Trp
Dec	-400.0	-200.0	-60.0	-60.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
	<u>-400.0</u>	<u>-200.0</u>	<u>-60.0</u>	<u>-60.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>

Transaction Detail - FY97 Operating Budget

Hse Xfer Column

Agency: Department of Public Safety

Trans Type	Total Exp	Personal Services	Travel	Contractual	Commodities	Equipment	Lands/ Buildings	Grants	Misc	PFT	PPT	Trng
Motor Vehicles												
Vehicle Services												
Dery Plates, Manuals, Eqpt xfer from Capital to Operating 1004 Gen Fund -300 9	Dec	-300.9	-0.0	-0.0	-200.4	-0.0	-31.5	-0.0	-0.0	-0.0	-0.0	-0.0
		-300.9	0.0	0.0	-200.4	0.0	-31.5	0.0	0.0	0.0	0.0	0.0
Alaska State Troopers												
Detachments												
Dery Trooper Equipment Transfer from Capital to Operating 1004 Gen Fund -146.7	Dec	-146.7	-0.0	-0.0	-0.0	-0.0	-146.7	-0.0	-0.0	-0.0	-0.0	-0.0
		-146.7	0.0	0.0	0.0	0.0	-146.7	0.0	0.0	0.0	0.0	0.0
Statewide Support												
Alaska Public Safety Information Network												
Dery APSIN Maintenance Transfer from Capital to Operating 1004 Gen Fund -95.0	Dec	-95.0	-0.0	-0.0	-0.0	-0.0	-95.0	-0.0	-0.0	-0.0	-0.0	-0.0
		-95.0	0.0	0.0	0.0	0.0	-95.0	0.0	0.0	0.0	0.0	0.0

Transaction Detail - FY97 Operating Budget

Hse Xfer Column

Agency: Department of Transportation/Public Facilities

Trans Type	Total Exp	Personal Services	Travel	Contractual	Commodities	Equipment	Lands/ Buildings	Grants	Misc	PFT	PPT	Tmp
Statewide Maintenance and Operations												
Central Region Highways and Aviation												
Deny Highway Brushing Transfer from Capital to Operating 1004 Gen Fund	-300.0	-0.0	-0.0	-300.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
Deny Gravel Stockpile Transfer from Capital to Operating 1004 Gen Fund	-385.0	-0.0	-0.0	-385.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
	-685.0	0.0	0.0	-685.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Northern Region Highways and Aviation												
Deny Brush Cutting Transfer from Capital to Operating 1004 Gen Fund	-275.0	-0.0	-0.0	-275.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
Deny Gravel Stockpile Transfer from Capital to Operating 1004 Gen Fund	-504.0	-0.0	-0.0	-504.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
	-779.0	0.0	0.0	-779.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Southeast Region Highways and Aviation												
Deny Gravel Stockpile Transfer from Capital to Operating 1004 Gen Fund	-111.0	-0.0	-0.0	-0.0	-111.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
Deny Brush Cutting Transfer from Capital to Operating 1004 Gen Fund	-175.0	-175.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0
	-286.0	-175.0	0.0	0.0	-111.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Front Section												
Marine Highway Stabilization												
Deny Overhaul Transfer from Capital to Operating 1004 Gen Fund	-3,000.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	-3,000.0	-0.0	-0.0	-0.0
	-3,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-3,000.0	0.0	0.0	0.0

Transaction Detail - FY97 Operating Budget

See Xfer Column

Agency: Department of Community & Regional Affairs

Local Government Assistance
 Training and Development
 Denvy RUBA Transfer from Capital to
 Operating
 1004 Gen Fund -225.0

Trans Type	Total Exp	Personal Services	Travel	Contractual	Commodities	Equipment	Lands/ Buildings	Grants	Misc	PFT	PPT	Trp
Dec	-225.0	-58.3	-52.0	-21.2	-2.0	-1.5	-0.0	-80.0	-0.0	-0.0	-0.0	-0.0
	-225.0	-58.3	-52.0	-21.2	-2.0	-1.5	0.0	-80.0	0.0	0.0	0.0	0.0

AMENDMENT TO CSHB 412/413
Offered in House Finance Committee

Adopted
Statewide #3

BY THE HOUSE FINANCE COMMITTEE

DELETE **\$8,414.7 GF**
 \$5,893.2 Other Funds
 \$14,307.9 Total Funds

Departments ALL

EXPLANATION: Removes all remaining funding for Salary Increases per attached summary prepared by the Division of Legislative Finance.

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96

SUBJECT Statewide

MEMBER	YES	NO
GRUSSENDORF		<input checked="" type="checkbox"/>
KELLY	<input checked="" type="checkbox"/>	
KOHRING	<input checked="" type="checkbox"/>	
MARTIN	<input checked="" type="checkbox"/>	
MULDER	<input checked="" type="checkbox"/>	
NAVARRE		<input checked="" type="checkbox"/>
PARNELL	<input checked="" type="checkbox"/>	
THERRIAULT	<input checked="" type="checkbox"/>	
BROWN		<input checked="" type="checkbox"/>
FOSTER	<input checked="" type="checkbox"/>	
HANLEY	<input checked="" type="checkbox"/>	
TOTAL	_____	_____

PASSED: _____

FAILED: _____

RECONCILIATION OF SALARY ADJUSTMENTS

	TOTAL	GF	OTHER
GOVERNOR AMENDED BUDGET	15,186.4	9,241.7	5,944.7
Adjustment for deleted DNR Commissions	(1.1)	(1.1)	
Subcommittee Reductions			
Arts Council- Dept of Education	(3.1)	(1.4)	(1.7)
Gov Amd Increments-University	(362.8)	(326.7)	(36.1)
Gov Amd Increments-Public Safety (PSEA)	(511.5)	(497.8)	(13.7)
REMAINING SALARY ADJUSTMENTS & INCR	14,307.9	8,414.7	5,893.2

Agency Summary - FY97 Operating Budget

General Funds Only

<u>Agency</u>	<u>P/S HSE</u>
Department of Administration	630.9
Department of Commerce and Economic Development	231.9
Department of Community & Regional Affairs	110.4
Department of Corrections	1,068.2
Department of Education	140.0
Department of Environmental Conservation	153.3
Department of Fish and Game	396.4
Office of the Governor	158.0
Department of Health and Social Services	1,032.7
Department of Labor	93.1
Department of Law	222.6
Department of Military and Veterans Affairs	36.8
Department of Natural Resources	433.7
Department of Public Safety	356.9
Department of Revenue	130.6
Department of Transportation/Public Facilities	1,469.2
University of Alaska	1,750.0
Total - Operating Budget	8,414.7

Agency Summary - FY97 Operating Budget

<u>Agency</u>	<u>P/S HSE</u>
Department of Administration	858.1
Department of Commerce and Economic Development	298.8
Department of Community & Regional Affairs	147.5
Department of Corrections	1,088.2
Department of Education	337.7
Department of Environmental Conservation	382.9
Department of Fish and Game	836.1
Office of the Governor	167.3
Department of Health and Social Services	1,569.6
Department of Labor	512.9
Department of Law	392.3
Department of Military and Veterans Affairs	113.5
Department of Natural Resources	529.4
Department of Public Safety	378.1
Department of Revenue	577.9
Department of Transportation/Public Facilities	4,367.6
University of Alaska	1,750.0
<hr/>	<hr/>
Total - Operating Budget	14,307.9

Statewide 3A
Adopted

AMENDMENT TO CSHB 412/413
Offered in House Finance Committee

BY REPRESENTATIVE HANLEY

DELETE

Department of Environmental Conservation
BRU Administration
Component Response Fund Administration

<14.1> Oil/Haz Fund

EXPLANATION:

The removal of salary adjustments statewide adjusts interagency receipts. One funding source for that I/A authority is Oil and Hazardous Response Fund (1052). This amendment brings the authorization in that component in line with the statewide salary adjustment.

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96
SUBJECT Statewide 3A

MEMBER	YES	NO
KELLY	✓	
KOHRING	✓	
MARTIN	✓	
MULDER	✓	
NAVARRE		✓
PARNELL	✓	
THERRIAULT	✓	
BROWN		✓
GRUSSENDORF		✓
HANLEY	✓	
FOSTER	✓	
TOTAL	_____	_____

PASSED: _____

FAILED: _____

DEC RESPONSE FUND ADMINISTRATIVE COMPONENT-FY97 OTHER AGENCY

PURPOSE	DMVA	LAW	DF&G	DNR	DOA	DH&SS	DCRA	LABOR	DOT/PF	TOTAL
Contaminated Sites Cost Recovery, Enforcement Potential Responsible Party Identification										0.0
Legal Guidance Non-Project Specific		330.8								330.8
Industry Contingency Plan Review			189.5	31.6						221.1
State & Regional Contingency Plan Review				107.2						107.2
Disaster Planning & Control	512.7									512.7
Emergency Response Training						40.4				40.4
Exxon Valdez Litigation		50.7								50.7
State Emergency Response Commission (SERC) and Local Emergency Planning Committees	646.7									646.7
State Agency Participation on SERC	87.0									87.0
Telecommunications					150.5					150.5
SALARY ADJ REMOVAL	<9.5>	<3.6>	<.7>			<.3>				<14.1>
FY97 GOVERNOR AMENDED	1,246.4	381.5	189.5	138.8	150.5	40.4	0.0	0.0	0.0	2,147.1 → 2133.0
FY96 AUTHORIZED	1,240.2	380.0	137.5	138.8	80.0	40.0				2,016.5
DIFFERENCE	6.2	1.5	52.0	0.0	70.5	0.4	0.0	0.0	0.0	130.6
Transfer from DMVA to other Agencies SERC	(76.0)	25.0		9.5		12.0	13.5	9.5	6.5	0.0

Component Summary - FY97 Operating Budget

IA/OIL HAZ Only

Agency: Department of Military and Veterans Affairs

<u>Page</u>	<u>Budget Component</u>	<u>P/S HSE</u>
	Disaster Planning & Control	
1	Disaster Planning & Control	9.5
	* BRU Total	9.5
	*** Total Agency Expenditure	9.5

Component Summary - FY97 Operating Budget

IA/OIL HAZ Only

Agency: Department of Law

<u>Page</u>	<u>Budget Component</u>	<u>P/S HSE</u>
	Civil Division	
18	Environmental Law	3.6
	• BRU Total	3.6
	Environmental Law	
23	Environmental Compliance	0.0
	• BRU Total	0.0
	*** Total Agency Expenditure	3.6

Component Summary - FY97 Operating Budget

TAOIL HAZ Only

Agency: Department of Fish and Game

<u>Page</u>	<u>Budget Component</u>	<u>P/S HSE</u>
	Habitat	
23	Special Projects	0.0
27	Habitat Protection	0.7
	* BRU Total	0.7
	*** Total Agency Expenditure	0.7

Component Summary - FY97 Operating Budget

IAOIL HAZ Only

Agency: Department of Health and Social Services

<u>Page</u>	<u>Budget Component</u>	<u>P/S HSE</u>
	State Health Services	
77	EMS Training & Licensing	0.0
80	Community Health/EMS Services	0.3
	* BRU Total	0.3
	*** Total Agency Expenditure	0.3

Adopted

Statewide 4
no/oby

AMENDMENT TO CSHB 412/413
Offered in House Finance Committee

BY REPRESENTATIVE HANLEY

DELETE

Alaska Court System

BRU Alaska Court System

Component Trial Courts

<400.0> CBR Fund

Department of Law

BRU Oil and Gas Litigation

Component Oil and Gas Litigation

<12,268.7> CBR Fund

Department of Revenue

BRU Revenue Operations

Component Treasury Management

<448.5> CBR Fund

ADD

Alaska Court System

BRU Alaska Court System

Component Trial Courts

400.0 GF

Department of Law

BRU Oil and Gas Litigation

Component Oil and Gas Litigation

12,268.7 GF

Department of Revenue

BRU Revenue Operations

Component Treasury Management

448.5 GF

EXPLANATION:

Due to the regular use of constitutional budget reserve to make up the balance of state general funds in spending plans, it is no longer necessary to attribute certain costs in agencies directly to the CBRF. For the past two years CBR funds have been counted in state general fund spending calculations. This amendment will simplify our approach to using the CBR.

**CS FOR HOUSE BILL NO. 413(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
NINETEENTH LEGISLATURE - SECOND SESSION**

BY THE HOUSE FINANCE COMMITTEE

**Offered:
Referred:**

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 **"An Act making appropriations for the operating and capital expenses of the**
2 **state's integrated comprehensive mental health program; and providing for an**
3 **effective date."**

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

5 *** Section 1. PURPOSE. In accordance with AS 37.14.003 and 37.14.005, the**
6 **appropriations made by this Act are for the state's integrated comprehensive mental health**
7 **program.**

8 *** Sec. 2. SHORTFALLS. If Mental Health Trus. Authority authorized receipts**
9 **(AS 37.14.036) or administration receipts (AS 37.14.036) fall short of the estimates**
10 **appropriated in this Act, the affected appropriation is reduced by the amount of shortfall in**
11 **receipts.**

12 **(SECTION 3 OF THIS ACT BEGINS ON PAGE 2)**



Alaska Clean Air Protection Fund - Adds Governor Amended Language

This section provides transition language for the use of revenues related to the Clean Air Protection Fund (ACAPF). Once approved by the EPA, receipts collected from air permit fees will be converted from general fund program receipts to ACAPF receipts.

Alaska Clean Water Fund - Same As Governor

This section appropriates GF and federal funds for the Alaska Clean Water Fund. Funding from this fund follows a cycle which begins with the compilation of a funding priority list for wastewater treatment and collection systems. To date, the Alaska Clean Water Fund has made 23 loans to communities for a total of \$50.5 million. There is currently \$17.0 million available from the fund to be loaned for sanitation projects.

Alaska Housing Finance Corporation

Subsection (a) transfers a portion of the available unrestricted cash in the general account of the AHFC revolving fund, by the direction of the AHFC board, to the general fund. The amount transferred in FY 96 was \$70,000,000.

Subsection (b) appropriates any earnings related to the AHFC, including loan interest payments, mortgage loan commitment fees, and income earned on assets of the corporation, to the AHFC to hold as corporate receipts. Those receipts are to be allocated among the AHFC revolving fund (AS 18.56.082), housing assistance loan fund (AS 18.56.420), and senior housing revolving loan fund (AS 18.56.710).

Subsection (c) identifies the amount of corporate receipts to be appropriated to the AHFC for housing loan programs not subsidized by AHFC (\$350,000,000) and housing loan programs that are subsidized by AHFC (\$50,000,000).

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
				1			
Gov. Amend							
1	1,469.2	7,346.2	8,815.4	2	1,469.2	7,346.2	8,815.4
2		50,000.0	50,000.0	3		70,000.0	70,000.0

USOR 3/22/96 pm
Virginia

DISMOUNTED 3/22/96 AM

HOUSE: Increases the portion of the available unrestricted cash in the general account of the AHFC revolving fund to be transferred to the general fund by \$20,000,000.

Alaska Industrial Development and Export Authority - House Add

This section transfers \$21,000,000 of the available unrestricted cash balance in the AIDEA revolving fund, by the direction of the AIDEA board, to the general fund.

Permanent Fund Dividends

Subsection (a) is the appropriation from the Permanent Fund Earnings Reserve Account of those funds necessary for the dividend program. The amount reflected for transfer to the dividend fund in the Permanent Fund's January report is \$621.0 million.

Subsection (b) appropriates from the Permanent Fund Earnings Reserve Account for inflation-proofing. The estimated amount is \$405.0 million.

Subsection (c) allows for the deposit of any funds that are received that fall within the 25% or 50% split on mineral lease rentals, royalties, royalty sales, etc. to the Permanent Fund.

Subsection (d) allows interest earned on certain disputed mineral lease rentals, royalties, sales, etc., 25% or 50% of what is recovered is to go to the Permanent Fund. Any interest that accrues to the Permanent Fund portion of those settlements prior to being recovered by the state, or while held by the state, shall be deposited to the Fund.

Subsection (e) provides conditional language appropriating the balance of the Alaska permanent Fund Earnings Reserve account unless voters ratify a state Constitutional amendment specifying a different use at the 1996 general election.

HOUSE: Deletes subsection (e).

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
				4	21,000.0	21,000.0	
3				5			

			GOVERNOR			HOUSE			
	Sec. #		GF	Other	TOTAL	Sec. #	GF	Other	TOTAL
Alaska Public Utilities Commission - Same As Governor	4					6			
<p>This section appropriates the 6/30/96 balance of the APUC program receipts account into FY96. Estimated carry-forward receipts for FY97 range between \$150,000 and \$200,000.</p>									
Alaska Seafood Marketing Institute - Same As Governor	5					7			
<p>Because of the extreme unpredictability of when tax and assessment receipts are actually received by the state due to fishing/marketing conditions, this section allows general fund receipts from FY96 to be carried into FY97. Estimated carry-forward balance is \$300,000.</p>									
Collective Bargaining Agreement Monetary Terms	6		50.0		50.0				
<p>This section appropriates funds from the general fund to the Department of Administration for payment to the Alaska Public Employees' Association (APEA)/supervisory unit for training to satisfy the terms of the collective bargaining agreement for the fiscal year ending June 30, 1997.</p>									
<p>HOUSE: Deletes section 6.</p>									
CBR Fund	7					8			
<p>Subsections (a) [the "sweep" reversal language] and (b) [the balancing language] would allow the state to cover any shortfall in unrestricted state revenues available for appropriation in FY97 from the CBR per Article IX, section 17. The amount necessary to balance general fund revenues and appropriations would be appropriated to the general fund from the CBR.</p>									
<p>Subsection (c) stipulates that appropriations made by (a) and (b) of this section are made under Article IX section 17(c) (e.g., approved by an affirmative vote of at least three-fourths of the members of each house of the legislature.)</p>									

HOUSE: Includes language in new subsection (d) incorporating the Statutory Budget Reserve as a funding source (the Investment Loss Trust Fund repayments may be available in the Statutory Budget Reserve).

Disapproval of Monetary Terms - House Add

This section stipulates that unless the legislature adopts a separate appropriation measure to fund the monetary terms of the collective bargaining units of ASEA/General Government, APEA/Supervisory unit, LTC, IBU (both retroactive and future), MMP unit, PSEA, Alyeska Centralized School Employees Assn., IBEW/Court System, Uof A/Classified Employees, and Alaska Community Colleges Federation of Teachers, the monetary terms of the above referenced bargaining agreements are rejected.

Disaster Relief Fund - Same As Governor

This section appropriates federal funds to the Disaster Relief Fund.

Federal and Other Program Receipts

Subsection (a) is boiler plate language that provides for additional funding authority for excess federal and program receipts through the Legislative Budget and Audit Committee process.

Subsection (b) and (c) are boiler plate language which allows state funds (general funds) to be reduced (restricted) if additional federal or other funds are available and permitted by federal statutes, and requires that for any shortfall of federal or program receipts, the appropriation will be reduced accordingly. This prohibits agencies from expending receipt authority for revenues they will not actually receive.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
				9			
8		9,000.0	9,000.0	10		9,000.0	9,000.0
9				11			

Subsection (d) states that if the federal funds received for the Social Services Block Grant Offset (Title XX) within the Department of Health and Social Services fall short of what is appropriated, then the shortfall will be appropriated from the general fund.

HOUSE: As in FY96, the House amends subsection (d) to cap the possible general fund offset for Title XX (\$6,310,800).

Four Dam Pool Transfer Fund - Same As Governor

This section makes the necessary appropriation from the Four Dam Pool Transfer Fund to the Southeast Energy Fund the Power Cost Equalization and Rural Electric Capitalization Fund, and the Power Project Fund. Estimated amount available for transfer from the Four Dam Pool in FY97 is \$11.2 million.

Information Services Fund

This section makes an appropriation of Designated Program Receipts, I/A Receipts, and I/A OHSRPR Fund to the Information Services Fund for information and telecommunication services provided by the Department of Administration.

HOUSE: Reduced I/A Receipts to reflect House action on salary increases (\$132.8).

Insurance Claims/Reclamation of State Land - House Adds Governor Amended Language

Subsection (a) allows up to \$5.0 million to be "swept" from otherwise lapsing general fund appropriations for catastrophic reserve purposes.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
10				12			
11	55.0	21,814.3	21,869.3	13	55.0	21,681.5	21,736.5
12				14			

Subsection (b) appropriates funds received from the settlement of insurance claims to the state insurance catastrophic reserve account. This account is established to obtain insurance, establish reserves for the self-insurance program, and satisfy judgments and claims arising under this program. This account is to be maintained at an adequate level not to exceed \$5.0 million.

Subsection (c) appropriates settlements against bonds guaranteeing the reclamation of state land to the agency secured by the bond.

Subsection (d) requires actions authorized in subsections (b) and (c) be reviewed by Legislative Budget and Audit Committee review.

Governor's Amended budget corrects drafting errors included in the January 1996 bill.

GOVERNOR

HOUSE

Sec. #	GF	Other	TOTAL	Sec. #	GF	Other	TOTAL
13	32,353.2		32,353.2	15	28,281.9		28,281.9
14	30,000.0		30,000.0	16	30,000.0		30,000.0

✓ **Marine Highway System Fund**

Chapter 193 SLA 1990 created the Alaska Marine Highway System Fund. Its purpose is to provide stability to the marine highway system by appropriating a consistent amount of general funds each year to be combined with the marine highway system's revenue.

HOUSE: Reduced the general fund transfer to reflect House action on salary adjustments (\$810.0), CIP transfers (\$3.0 million), and subcommittee action (\$261.3).

✓ **Highway and Aviation Fuel Tax (Motor Fuel Tax) - Same As Governor**

Front section boiler plate language for highway and aviation fuel tax accounts.

✓

Occupational Licensing - Same As Governor

This section allows the general fund program receipts from occupational licensing fees under AS 08.01.065 to be carried forward for operating costs in FY97. In FY96 this carry-forward language was included in Chapter 103, section 102, p. 27 line 25.

✓

Oil and Hazardous Substance Release Prevention (OHSRP) Account - Same As Governor

The OHSRPR/prevention account contains funds appropriated from the general fund to the OHSRPR Fund from the 3 cent surcharge collected in the general fund during FY96.

The OHSRPR/prevention mitigation account is a sub-account of the general fund. The prevention mitigation account receives money recovered from parties responsible for containment and cleanup of oil or other hazardous substances, as well as fines, penalties, or damages.

Subsection (a)(1) provides for the balance of the prevention mitigation account on July 1, 1996 not otherwise appropriated to be deposited in the OHSRPR/prevention account.

Subsection (a)(2) provides for the amount derived from the 3 cent surcharge collected during FY96 to be deposited into the OHSRPR/prevention account in the OHSRPR Fund. Department of Revenue confirms the estimate of \$14.0 million.

Subsection (b) makes accommodation for the fact that the appropriations made in subsections (a)(1-2) are estimates.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
15				17			
16	14,000.0		14,000.0	18	14,000.0		14,000.0

✓ **Oil and Hazardous Substance Release Response (OHSRR) Account - Same As Governor**

The OHSRPR/response account contains funds appropriated from the general fund to the OHSRPR Fund from the 2 cent surcharge collected in the general fund during FY 96.

The OHSRPR/response mitigation account is a sub-account of the general fund. The response mitigation account receives money recovered from parties responsible for containment and cleanup of oil or other hazardous substances, as well as fines, penalties, or damages.

Subsection (1) provides for the balance of the response mitigation account on July 1, 1996 not otherwise appropriated to be deposited in the OHSRPR/response account.

Subsection (2) provides for the amount derived from the 2 cent surcharge collected during FY96 to be deposited into the OHSRPR/prevention account in the OHSRPR Fund. Since the \$50.0 million cap has been reached, no surcharge is anticipated to be collected in this account in FY96. Department of Revenue confirms the OHSRPR Fund Response Surcharge Account balance (2 cent side) as of 3/20/96 to be \$53,263,300.0

✓ **Retained Fees - Governor Amended/House Amended**

This language addresses the need to appropriate vendor compensation/bankcard service fees.

HOUSE: House amends the Governor's amended language to include all fund sources, i.e. Fish and Game funds for vendor compensation of fishing and hunting licenses.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
17				19			
Gov. Amend				20			

✓ **Safety Advisory Council - Same As Governor**

This section appropriates any Safety Council program receipts not expended in FY96 to be carried forward into FY97 to be used for the 1997 governor's safety conference. Estimate of receipts to be collected in FY96 is \$30,000-\$50,000.

✓ **Salmon Enhancement Tax - Same As Governor**

This section appropriates general fund salmon enhancement tax receipts to the Department of Commerce and Economic Development for qualified regional associations operating within a region designated under AS 16.10.375 (regional salmon plans). FY97 projected is \$5,350.8. FY 96 estimates are \$5,516.0

✓ **Shared Taxes and Fees - Same As Governor**

This section appropriates general funds to the Department of Revenue in the amounts necessary to refund local governments their share of taxes and fees collected for payment in FY97. FY97 projected is \$25,380.4. FY96 estimates are \$24,571.4.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
18				21			
19				22			
20				23			

✓ **State Debt Service**

This section is a catch-all for the state's debt service obligations. Subsection (c) transfers from the general fund to the Alaska debt retirement fund for lease financing, G.O. debt, school debt reimbursement.

The appropriation amounts noted at right do not include "duplicated" appropriations in subsections (d) and (e) from the Alaska debt retirement fund to the State Bond Committee.

General Fund to Alaska Debt Retirement Fund: \$94,741.2 GF
 International Airports Revenue Fund: 5,806.0 Other

Debt Retirement Fund for Leases: 9,595.9
 Debt Retirement Fund for G.O. Debt: 16,528.7
 Debt Retirement Fund to DOE/School Debt: 68,616.6
 Internat'l Airports Revenue Fund for revenue bond debt: 5,806.0
 Total: \$100,547.2

HOUSE: House amends Governor to include individual subsections for transfers from the Alaska debt retirement fund for leases (d), G.O. debt (e), from the International Airports Revenue Fund for revenue bond debt (f), and from the Alaska debt retirement fund to the Department of Education for school debt (g).

✓ **State Training and Employment Program**

The State Training and Employment Program is funded from the Employment and Training Program Account (ETPA). The ETPA is created through a contribution of one-half of one percent from each employees' wages. Unspent balances must be lapsed from this account into the unemployment compensation fund. This section makes that appropriation.

Sec. #	GOVERNOR			Sec. #	HOUSE		
	GF	Other	TOTAL		GF	Other	TOTAL
21	94,741.2	5,806.0	100,547.2	24	94,741.2	5,806.0	100,547.2
22				25			

	GOVERNOR			HOUSE				
	Sec. #	GF	Other	TOTAL	Sec. #	GF	Other	TOTAL
<p>Storage Tank Registration Fees - Same As Governor</p> <p>AS 46.03.385 allows the legislature to appropriate on an annual basis to the storage tank assistance fund from the general fund any registration fees collected on underground petroleum storage tanks or tank systems. Estimate of receipts collected in FY96 for deposit into the Storage Tank Assistance Fund is \$280.0.</p> <p>Subsection (a) appropriates the estimated tank registration fees from the general fund to the Storage Tank Assistance Fund.</p> <p>Subsection (b) appropriates \$2,853,800 from the OHSRPR Fund/Prevention Account (non-general fund) to the Storage Tank Assistance Fund.</p>	23		2,853.8	2,853.8	26		2,853.8	2,853.8
<p>Student Loan Program</p> <p>This section is prompted by the omnibus fee bill (SB 123/Chapter 5 SLA 1996) dealing with loan guarantee fees, and appropriating those fees to offset losses.</p>	24				27			
<p>Exxon Valdez Spill Settlement Fund - Gov. Amended</p> <p>Subsection (a) appropriates EVOSS funds for EVOSS Trustee Council projects in the Departments of Natural Resources, Fish and Game, and Environmental Conservation. Subsection (b) identifies inter-agency receipts as the fund source for Trustee Council projects in the back section of the appropriations bill, and gives OMB/EVOSS Trustee Council the authority to reallocate the inter-agency receipts between/among the agencies. Subsection (c) notes that any excess appropriations or shortfalls will be addressed by the Legislative Budget and Audit Committee. Subsection (d) extends the lapse date for these funds through September 30, 1997.</p> <p>HOUSE: Deletes this section. EVOSS projects proposed in the Governor's Amended budget will be funded directly with EVOSS Funds (fund source 1018) in the House budget. Interim adjustments can be accommodated through the normal Legislative Budget and Audit Committee process.</p>	Gov. Amend		14,604.4	14,604.4				

Lapse Dates

GOVERNOR			HOUSE				
Sec. #	GF	Other	TOTAL	Sec. #	GF	Other	TOTAL
25				28			

9-GH2035C
Cramer
3/27/96

3/27/96

NO (OB); From Sec 1 to
Mental Health
Bill

CS FOR HOUSE BILL NO. 413(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

**Offered:
Referred:**

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and capital expenses of the
2 state's integrated comprehensive mental health program; and providing for an
3 effective date."

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

5 * **Section 1. PURPOSE.** In accordance with AS 37.14.003 and 37.14.005, the
6 appropriations made by this Act are for the state's integrated comprehensive mental health
7 program.

8 * **Sec. 2. SHORTFALLS.** If Mental Health Trust Authority authorized receipts
9 (AS 37.14.036) or administration receipts (AS 37.14.036) fall short of the estimates
10 appropriated in this Act, the affected appropriation is reduced by the amount of shortfall in
11 receipts.

12 (SECTION 3 OF THIS ACT BEGINS ON PAGE 2)

AMENDMENT

Front Section #1

1 * Sec. __. ALASKA POLICE STANDARDS COUNCIL. The amount of surcharges
2 collected under AS 12.55.039 and AS 28.05.151(c) during the fiscal year ending June 30,
3 1997, that is in excess of the amount of surcharges collected under AS 12.55.039 and
4 AS 28.05.151(c) during the fiscal year ending June 30, 1997, and appropriated under sec. 26
5 of this Act, is appropriated from the general fund to the Department of Public Safety, Alaska
6 Police Standards Council, to provide training for the law enforcement and corrections
7 community of the state for the fiscal year ending June 30, 1997.

BY:

Failed
Brown

AMENDMENT Front Section #2

TO: CSHB 412 (Fin) F version dated 3/26/96

Add new section:

"Sec. __. COLLECTIVE BARGAINING AGREEMENT MONETARY TERMS. The sum of \$50,000 is appropriated from the general fund to the Department of Administration for supervisory training to satisfy the monetary terms of the collective bargaining agreement between the state and the Alaska Public Employees' Association, supervisory unit, for the fiscal year ending June 30, 1997."

Renumber sections accordingly

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96

SUBJECT _____

MEMBER	YES	NO
MULDER		✓
NAVARRE		
PARNELL		✓
THERRIAULT		✓
BROWN	✓	
GRUSSENDORF	✓	
KELLY		✓
KOHRING		✓
MARTIN		✓
FOSTER		✓
HANLEY		✓
TOTAL	_____	_____

PASSED: _____

FAILED: 2-8

Failed
BY: Brown

A M E N D M E N T Front Section #3

TO: CSHB 412 (Fin) F version dated 3/26/96

Page 4, line 11 through Page 5, line 8

Delete Section 9

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96

SUBJECT Front 13

MEMBER	YES	NO
NAVARRE	<input checked="" type="checkbox"/>	<input type="checkbox"/>
PARNELL	<input type="checkbox"/>	<input checked="" type="checkbox"/>
THERRIAULT	<input type="checkbox"/>	<input checked="" type="checkbox"/>
BROWN	<input checked="" type="checkbox"/>	<input type="checkbox"/>
GRUSSENDORF	<input checked="" type="checkbox"/>	<input type="checkbox"/>
KELLY	<input type="checkbox"/>	<input checked="" type="checkbox"/>
KOHRING	<input type="checkbox"/>	<input checked="" type="checkbox"/>
MARTIN	<input type="checkbox"/>	<input checked="" type="checkbox"/>
MULDER	<input type="checkbox"/>	<input type="checkbox"/>
HANLEY	<input type="checkbox"/>	<input checked="" type="checkbox"/>
FOSTER	<input type="checkbox"/>	<input checked="" type="checkbox"/>

TOTAL _____

PASSED: _____

FAILED: _____

Failed
4-7

BY:

Brown

A M E N D M E N T Front Section #4

TO: CSHB 412 (Fin) F version dated 3/26/96

Page 2, line 4

Sec. 3 AHFC

Delete: "\$70,000,000"

Insert: "\$50,000,000"

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96
SUBJECT Front 4

MEMBER	YES	NO
PARNELL		<input checked="" type="checkbox"/>
THERRIAULT		<input checked="" type="checkbox"/>
BROWN	<input checked="" type="checkbox"/>	
GRUSSENDORF	<input checked="" type="checkbox"/>	
KELLY		<input checked="" type="checkbox"/>
KOHRING	<input checked="" type="checkbox"/>	
MARTIN		<input checked="" type="checkbox"/>
MULDER		<input checked="" type="checkbox"/>
NAVARRE	<input checked="" type="checkbox"/>	
FOSTER		<input checked="" type="checkbox"/>
HANLEY		<input checked="" type="checkbox"/>
TOTAL	_____	_____

PASSED: _____

FAILED: _____

BY: *Tailed*
3-7
Rorown

A M E N D M E N T *Front section #5*

TO: CSHB 412 (Fin) F version dated 3/26/96

Page 2, line 28 through Page 3, line 1

Delete Sec. 4 AIDEA

See
Back
Writer

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF 3/28/96 am

SUBJECT front Section

MEMBER	YES	NO
THERRIAULT		<input checked="" type="checkbox"/>
BROWN	<input checked="" type="checkbox"/>	
GRUSSENDORF	<input checked="" type="checkbox"/>	
KELLY		<input checked="" type="checkbox"/>
KOHRING		<input checked="" type="checkbox"/>
MARTIN		<input checked="" type="checkbox"/>
MULDER		<input checked="" type="checkbox"/>
NAVARRE	<input checked="" type="checkbox"/>	
PARNELL		
HANLEY		<input checked="" type="checkbox"/>
FOSTER		<input checked="" type="checkbox"/>
TOTAL	_____	_____

PASSED: _____

FAILED: 3-7

Am
Front-5



Alex Johnston
Vice President
Public Sector Banking

February 26, 1996

Mr. William R. Snell
Executive Director
Alaska Industrial Development and Export Authority ("AIDEA")
480 West Tudor Road
Anchorage, Alaska 99503

Re: "Alaska State Legislature's Legislative Leadership Proposal
To Close State Fiscal Gap" (the "Proposal")

Dear Mr. Snell:

As a part of the credit review we are undertaking in connection with our proposal dated February 6, 1996 to provide a Direct-Pay Letter of Credit Facility (the "Facility") to AIDEA, we have reviewed the Legislative Leadership's February 12 news release regarding their Proposal to close Alaska's fiscal gap. Included in this Proposal is an annual dividend from AIDEA beginning in 1997. This letter is to inform you that Seafirst finds this Proposal, as currently envisioned, unacceptable. Seafirst would not be willing go forward with the Facility if such a Proposal were to become law.

The footnotes to the Proposal state that AIDEA's annual dividend will represent 50% of *net revenues*. As you know, Net Revenues, as used in AIDEA's "Projected Future Debt Service Coverage" presentations is prior to the payment of debt service. Seafirst would not accept a dividend to the State paid prior to debt service.

Even if the intent is to make this payment *after* paying debt service, we are concerned that a dividend of the amount presented in the news release will jeopardize AIDEA's ability to "perform its statutory functions". This is because the amount of the proposed dividend would significantly reduce the ability of AIDEA to invest in new projects or to fund participations in new loans without increasing leverage.

We understand that this proposal was preliminary. We also recognize that there is a need to address the State fiscal gap. We are hopeful, however, that a more workable proposal can be put forward.

Sincerely,

A handwritten signature in cursive script that reads "Alex Johnston".
Alex Johnston
Vice President

Failed

BY: Brown

AMENDMENT *Front Section # 6*

TO: CSHB 412 (Fin) F version dated 3/26/96

Add a new section:

***Sec. . EXXON VALDEZ OIL SPILL SETTLEMENT FUND. (a) The sum of \$14,604,400 is appropriated from the Exxon Valdez oil spill settlement fund for restoration projects. The amount appropriated in this section is allocated as follows:**

Department of Environmental Conservation	\$130,300
Department of Fish and Game	\$12,500,300
Department of Natural Resources	\$1,973,800

(b) The allocations of Exxon Valdez oil spill settlement funds made in (a) of this section for restoration projects are set out as interagency receipts in section 47 [OR APPROPRIATE NUMBER FOR THE BACK SECTION OF THE BUDGET BILL] of this act and may be reallocated by the Trustee Council upon approval of the Office of Management and Budget.

(c) Trust funds that exceed the amount appropriated in (a) of this section are appropriated conditioned upon compliance with the program review provisions of AS 37.07.080(h). If trust funds fall short of the estimate appropriated in (a) of this section, the appropriation in (a) of this section, and the corresponding restoration project described in Section 47 of this act, is reduced by the amount of the shortfall.

(d) This appropriation lapses September 30, 1997.

Renumber sections accordingly.

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF _____

SUBJECT _____

3 Front # 6

MEMBER	YES	NO
BROWN	/	
GRUSSENDORF	/	
KELLY		/
KOHRING		/
MARTIN		/
MULDER		/
NAVARRE	✓	
PARNELL		✓
THERRIALT		/
HANLEY		/
FOSTER		✓
TOTAL	_____	_____

PASSED: _____

FAILED: _____

Front 7

failed
3-8

9-GH2033VF.1 ✓
Cramer
3/27/96

AMENDMENT

Brown

OFFERED IN THE HOUSE

TO: CSHB 412(FIN), "F" draft dated 3/26/96

1 Page 4, line 11, through page 5, line 8:

2 Delete all material and insert:

3 **** Sec. 9. COMPENSATION INCREASES. (a) The sum of \$362,800 is appropriated**
4 **from the general fund to the University of Alaska to fund the monetary terms of the**
5 **University of Alaska Classified Employees Association collective bargaining agreement and**
6 **the monetary terms of the Alaska Community College Federation of Teachers collective**
7 **bargaining agreement.**

8 (b) The sum of \$511,500 is appropriated from the general fund to the Office of the
9 Governor, office of management and budget, to fund the monetary terms of the Public Safety
10 Employees Association collective bargaining agreement.

11 (c) The sum of \$5,800 is appropriated from the general fund to the Office of the
12 Governor, office of management and budget, to fund the increase in salaries of state
13 employees who are denominated excluded personnel based on an increase in the consumer
14 price index."

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF _____

SUBJECT Front 4

MEMBER	YES	NO
THERRIAULT		✓
BROWN	✓	
GRUSSENDORF	✓	
KELLY		✓
KOHRING		✓
MARTIN		✓
MULDER		✓
NAVARRE	✓	
PARNELL		✓
HANLEY		✓
FOSTER		✓
TOTAL	_____	_____

PASSED: _____

FAILED: _____

ROLL CALL
HOUSE FINANCE COMMITTEE

MEETING OF _____

SUBJECT 7 HB412

MEMBER	YES	NO
KOHRING	✓	
MARTIN	✓	
MULDER	✓	
NAVARRE		✓
PARNELL	✓	
TERRIAULT	✓	
BROWN		✓
GRUSSENDORF		✓
KELLY	✓	
FOSTER	✓	
HANLEY	✓	
TOTAL	_____	_____

PASSED: _____

FAILED: _____

HB

412

(File 5)

HFIN

FILE

Amendments to Governor's Proposed FY97 Operating Budget

	Not desig ProgRcpts	Designated ProgRcpt	Other Funds
Natural Resources			
Funding from BP to Pipeline Coordinator Office for costs related to pipeline right-of-way leases and permits on North Star oil and gas		431.1	
Coal surface mining - add back to continue state permitting	124.4		
Tideland leasing and publications	-30.0		
Plant materials center - fund from Agric. Revolving Loan	-60.0		60.0
Public Safety			
Alaska Police Standards Council - program receipt authority for full year funding of training related to HB319. (Legislature only funded 6 months). New fund source for statewide police and corrections training.		448.9	
Revenue			
ABC Board - add 1 investigator for Southeast	76.6		
Permanent Fund Dividend Division - use garnish fees to support increased contractual services costs			150.0
Post Secondary Ed - needed to reduce default rates. Travel for default management training, contractual services from Dept. of Law services and hearing officers.			227.4
			CorpRcpts
University			
Fully fund monetary terms resulting from arbitration - separate component just for the labor contract amounts	362.8		
Labor Contracts			
PSEA monetary terms - contract negotiated after budget prepared	511.5		
Excluded personnel monetary terms - same CPI adjustment as non-covereds	5.8		
Monetary Terms - approximate reduction in CPI adjustment from the 1.5% estimate used in budget to actual of 1.4% now that CPI numbers are final.	-350.0		
TOTAL GENERAL FUND	996.1	996.3	
Environmental Conservation			
Clean Air Fund delay in implementation - amount based on federal approval by 12/31/96 - will not increase GF since comparison between 96 & 97 will accomodate this	1,086.6		-1,086.6

Administration

CORRECTION

**THE FOLLOWING DOCUMENT(S)
HAVE BEEN REFILMED TO
ASSURE LEGIBILITY OR PAGINATION**



Rev. 6/98

Central Microfilm Services
Department of Education
State of Alaska

Amendments to Governor's Proposed FY97 Operating Budget

	<u>GENERAL FUNDS</u>		<u>OTHER</u>
	Not desig ProgRcpts	Designated ProgRcpt	
Administration			
Longevity Bonus Program - add'l requirements to be provided after March checks have been issued			
Maniilaq senior center - partial add-back to allow time for transfer to greater Medicaid reimbursement	60.0		
PIC - shift to more municipal/outside participation supported by their fees; transfer from I/A to program receipts	20.0		-20.0
Commerce & Economic Development			
Northern Forum Grant - to ensure that program remains based in Alaska	75.0		
Community & Regional Affairs			
Reduce Power Cost Equalization grant funding to 85% so funds will stretch through the year 2000 (adds 1 year). Sets maximum of \$17 million for program.			-2,385.6 PCE fund
Corrections			
Data processing MIS positions to support new system. Identified as I/A in original budget; change a portion to federal receipts			248.4 federal
Education			
Payments by Cominco to AVTEC to provide industry specific training - AVTEC already has equipment and trainers for this type of project		91.3	
Fish & Game			
Stream & refuge permits: Cominco will pay for specific evaluation work		25.0	
Health & Social Services			
Use some savings from Harborview to provide services to developmentally disabled citizens	100.0		
Law			
Criminal - add a second prosecutor in Nome	100.0		

Amendments to Governor's Proposed FY97 Operating Budget

	Not desig ProgRcpts	Designated ProgRcpt	Other Funds
Natural Resources			
Funding from BP to Pipeline Coordinator Office for costs related to pipeline right-of-way leases and permits on North Star oil and gas		431.1	
Coal surface mining - add back to continue state permitting	124.4		
Tideland leasing and publications	-30.0		
Plant materials center - fund from Agric. Revolving Loan	-60.0		60.0
Public Safety			
Alaska Police Standards Council - program receipt authority for full year funding of training related to HB319. (Legislature only funded 6 months). New fund source for statewide police and corrections training.		448.9	
Revenue			
ABC Board - add 1 investigator for Southeast	76.6		
Permanent Fund Dividend Division - use garnish fees to support increased contractual services costs			150.0
Post Secondary Ed - needed to reduce default rates. Travel for default management training, contractual services from Dept. of Law services and hearing officers.			PFDF 227.4 CorpRcpts
University			
Fully fund monetary terms resulting from arbitration - separate component just for the labor contract amounts	362.8		
Labor Contracts			
PSEA monetary terms - contract negotiated after budget prepared	511.5		
Excluded personnel monetary terms - same CPI adjustment as non-covereds	5.8		
Monetary Terms - approximate reduction in CPI adjustment from the 1.5% estimate used in budget to actual of 1.4% now that CPI numbers are final.	-350.0		
TOTAL GENERAL FUND	996.1	996.3	
Environmental Conservation			
Clean Air Fund delay in implementation - amount based on federal approval by 12/31/96 - will not increase GF since comparison between 96 & 97 will accomodate this	1,086.6		-1,086.6

Administration

ALASKA STATE LEGISLATURE



Address:
600 East Railroad Avenue
Wasilla, Alaska 99654
(907) 373-1842
Fax (907) 373-4729

Session:
State Capitol Building, Room 428
Juneau, Alaska 99801-1182
(907) 465-2186
Fax (907) 465-3818

REPRESENTATIVE VIC KOHRING
DISTRICT 26

House Finance Budget Subcommittee Department of Administration

Summary of Proposed Changes (From Governor's FY97 Proposed)

1.) Public Defender's Office:

Recommend decrement of \$230.0 for Public Defender positions in Barrow and Kotzebue. In both communities, there are two public defenders, yet just one prosecutor (where a one-to-one ratio should exist). In addition, Barrow has just gone "dry", hence the need for a Public Defender should decrease accordingly.

2.) Division of Administrative Services:

Recommend decrement of \$149.5 (10 %). Since all departments in state government are being decreased in size, there should likewise be a corresponding decrease in spending for core services such as Administrative Services. Spending reductions in this area will actually prove beneficial, because the division will be forced to be more creative and efficient in using less resources. In addition, with fewer capital dollars available, there will be less grant activity which will reduce processing activity. Lastly, constituents are demanding that the government bureaucracy, which this division represents, be reduced.

3.) Division of Personnel:

Recommend decrement of \$242.2 (10 %). Since all departments in state government are being decreased in size, there should likewise be a corresponding decrease in spending for core services such as Personnel. Far too much of the state's resources are spent processing applications with their complex ranking system, and I concur with DOA that "re-engineering" of Personnel is a must to eliminate inefficiencies. Spending reductions in this area will actually prove beneficial, because the division will be forced to be more creative and efficient in using less resources. In addition, constituents are demanding that the government bureaucracy, which this division represents, be reduced.

4.) Division of Finance:

Recommend decrement of \$178.2 (3 %). Since all departments in state government are being decreased in size, there should likewise be a corresponding decrease in spending for core services such as Finance. Spending reductions in this area will actually prove beneficial, because the division will be forced to be more creative and efficient in using less resources. In addition, constituents are demanding that the government bureaucracy, which this division represents, be reduced.

5.) Purchasing:

Recommend decrement of \$166.9 (10 %). Since all departments in state government are being decreased in size, there should likewise be a corresponding decrease in spending for core services such as Purchasing. Spending reductions in this area will actually prove beneficial, because the division will be forced to be more creative and efficient in using less resources. In addition, constituents are demanding that the government bureaucracy, which this division represents, be reduced.

6.) Leases and Facilities:

Recommend decrement of \$105.0 . A supplemental appropriation was given to DOA for FY96, however \$105.0 was not used. Therefore this same \$ 105.0 was removed from the FY97 base request.

7.) Division of Public Communications: (Note new BRU.)

Recommend decrement of \$808.5 (15% from FY96). I propose that Public Communications (combination of ARCS and Public Broadcasting) be phased-out over a 3-year period, beginning with a 15 % reduction for FY97.

Prepared By:

**Rep. Vic Kohring, Chair
March 22, 1996**

MEMORANDUM

STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

To: Annalee McConnell
Director
Office of Management and Budget
Office of the Governor

Date: March 20, 1995

RECEIVED

MAR 21 1995

File No:

Phone: 465-5655

BUDGET REVIEW

From: Sharon Barton
Director
Division of Administrative Services

Subject: FY 97 Budget
House Sub-committee Decisions

I have attached a summary of the impacts of the House Sub-committee decisions for DOA.

The decisions fall in several categories:

- ▶ Cuts that will result in an FY 97 supplemental budget request
 - Public Defender 230.0
 - Leasing 105.0 (total projected underfunding is \$522.7)
- ▶ Cuts that transfers costs to other entities and/or result in increased cost to the state
 - Administrative Services 149.5
 - Personnel 242.2
 - Finance 178.2
 - Purchasing 166.9
- ▶ Real program cuts/reduction in services to the public
 - Public Communications 808.5

We are especially concerned about the affect of the core services reductions. When added to the cuts in the Governor's budget these reductions approach \$1.0 million -- an 8.7% reduction from FY 96. Core Services have already been cut some 30% since FY 86; during the same period, all of state government has been reduced by only 10%. Without exception these proposed FY 97 reductions will transfer cost to other agencies. In most cases, the agencies will not be prepared to take on the additional workload and have had no opportunity to budget for increased costs.

Please consider these impacts as you develop the Governor's priorities for full House close-outs.

cc: Mark Boyer
Nancy Slagle
DOA Directors
Administrative Services Directors

**DEPARTMENT OF ADMINISTRATION
FY 97 BUDGET
HOUSE SUB-COMMITTEE PROPOSAL
IMPACTS
March 20, 1996 (Revised)**

This summary addresses the sub-committee report of Monday, March 18.

PUBLIC DEFENDER - (\$230.0)

Sub-committee direction: Reduce one attorney in Barrow because of Barrow's Dry Initiative and one in Kotzebue because the PD has one more attorney than the Prosecutor's Office.

- ▶ **THIS PROPOSAL WILL RESULT IN AN FY 97 SUPPLEMENTAL REQUEST FOR THE PUBLIC DEFENDER AGENCY.**
- ▶ Reducing PD resources at a time when caseloads are growing and supplemental funding an annual necessity will result in significant delays in the processing of cases. These delays will impair the effectiveness and efficiency of the state court system, the prosecutor, and the law enforcement community, and will cause hardship to victims of crime.
- ▶ FY 97 Governor's Budget for PD is already lower than FY 96 when adjusted for the supplemental and full year funding for HB 159.
- ▶ Barrow - The anticipated reduction in crime as a result of the Dry Initiative is not likely to be the equivalent to the caseload of one attorney. As happened in every other community in Alaska which has gone "dry", illegal importation of alcohol and homebrew operations will, to some extent, replace legal alcohol sales. The Public Defender is monitoring this situation carefully. If caseload levels decline appreciably during the first quarter of FY 97, the PD would expect to transfer the Barrow position to one of the other understaffed rural offices.
- ▶ Kotzebue - The PD has two attorneys at this location, while the DA has only one. On the other hand, the DA has two attorneys in Nome, while the PD has only one. Staffing comparisons can be deceiving in any event because while both agencies handle criminal proceedings, the PD also handles Child In Need of Aid cases, involuntary commitment proceedings, parole revocation hearings and juvenile delinquency matters, most of which are handled by civil attorneys in the Department of Law rather than the Prosecutor's Office. In terms of overall resources, the DA is in a more favorable position than the PD as the DA also has paralegal and more investigator support on the Peninsula. Whatever the comparison, the PD workload in Kotzebue continues to require a minimum two attorneys.

ADMINISTRATIVE SERVICES - (\$149.5)

Sub-committee direction: None

- ▶ **THIS REDUCTION WILL RESULT IN TRANSFER OF COST TO ALL DOA PROGRAMS.**
- ▶ The proposed reduction would require elimination of three positions in addition to the two positions being eliminated in the Governor's Budget while no workload is being eliminated - it can't be done.
- ▶ DAS has fewer staff (per total department budget dollar/per total department employees) than any similar sized department.
- ▶ DOA Administrative Services is a fully decentralized operation. We do not have the option of shifting more work out to divisions.
- ▶ Reducing staff (we now have 1.5 PFTs assigned) in Municipal and Capital Matching Grants would result in setting up grants and making payments on a time-available basis by other staff and would mean very slow reimbursement of costs to municipalities.

PERSONNEL - (\$242.2)

Sub-committee direction: Shift work and/or costs to all other agencies

- ▶ **THIS REDUCTION WILL JEOPARDIZE CRITICALLY NEEDED SYSTEMS REENGINEERING AND THWART THE EFFORTS OF PROGRAM MANAGERS ACROSS STATE GOVERNMENT WHO WILL BE NEEDING TIMELY AND EFFECTIVE SERVICES TO DEAL WITH THEIR OWN STAFF REDUCTIONS.**
- ▶ The reduction of five staff will exacerbate the Personnel "bottleneck" for managers across state government who are already encumbered by reduced resources.
- ▶ Functional reengineering of personnel systems, critically needed by all of state government, will be nearly impossible. To be successful, re-engineering efforts require enormous up-front investment of time of an agency's most expert and experienced staff. Such staff will not be available with this reduction.
- ▶ The imaging of state applications project, now in Phase II, will be able to do no more than automate an old, cumbersome, inefficient system. The first rule of automation.

particularly imaging, is to clean up the process, then automate. Staff will not be available with this reduction for a major overhaul of the system.

- ▶ Keeping registers open to the public will remain a priority with the department. To maintain sufficient staff to process applications, most, if not all, staff reductions will need to be made from the classification section. Delegations of classification workload to agencies will be mandatory with little capacity for oversight from the Division of Personnel. DOP had previously planned to retain classification for job classes used by multiple agencies in order to maintain consistency and equity among departments. With each agency classifying their own positions, inequities are anticipated in these job classes. Few major classification studies, needed to remedy longstanding inequities among state employees and between state and private employees, will be done.

FINANCE - (\$178.2)

Sub-committee direction: Achieve major cost savings by eliminating production of excessive financial reports; assess other departments for cost of reports.

- ▶ **THIS CUT WILL REDUCE THE EFFECTIVENESS OF ACCOUNTING STAFFS THROUGHOUT STATE GOVERNMENT AND RESULT IN HIGHER STATEWIDE COSTS.**
- ▶ No mechanism is in place to charge other departments for cost of AKSAS and Geneva reports. The perception that agencies routinely generate unnecessary or superfluous reports at great cost to the state is a myth. Agencies operating with minimal budgets and often less than minimal staff have neither the time nor the inclination to generate unnecessary reports as part of getting their job done.
- ▶ DOA has an obligation to assure adequate management reporting is available to departments to prevent over expenditure of appropriations (AS37.05.150).

PURCHASING - (\$166.9)

Sub-committee direction: Shift work and/or costs to all other agencies

- ▶ **THIS CUT WILL RESULT IN INCREASED COSTS FAR IN EXCESS OF THE \$166.9 PROPOSED REDUCTION.**
- ▶ The proposed reduction will result in the elimination of two positions in addition to one already eliminated in the Governor's budget.

- ▶ As expired leases default to month default to month to month arrangements for lack of sufficient staff to bid and negotiate new leases, we risk premium rents and evictions.
- ▶ Fewer statewide contract awards for commonly purchased goods will be done. These contracts save the state money through volume discounts and they avoid the duplication of effort of 15 agencies bidding and contracting for the same goods -- the rental car contract alone saves the state at least \$300.0/year.
- ▶ Purchasing workload that can be done more cost effectively by General Services will be transferred back to departments that in some cases do not have available trained staff to perform the work. Higher costs, more protests, claims, and litigation are anticipated.
- ▶ Jeopardizes the division's ability to provide purchasing oversight and training to departments resulting in more purchasing violations, protests, claims, and litigation.

ARCS/ PUB TELE/PUB RADIO/PUB BROADCASTING COMM (\$808.5)

Sub-committee direction: Shift costs to private sector

The Commission has not had time to determine how this reduction would be made. However three possible options and associated impacts are shown on Attachment 1.

LEASES - (\$105.0)

Sub-committee direction: Reduce to FY 96 Authorized plus Supplemental

- ▶ The supplemental for FY 96 was understated by about \$300.0 provided in an FY 95 supplemental by the legislature with the intent to prepay FY 96 leases. No additional funding was included in FY 96 for prepayment of FY 97 lease costs.
- ▶ The FY 97 lease budget will be underfunded \$522.7 relative to projected cost of lease obligations
- ▶ The Department will continue to make every effort to manage down lease costs. However, having no acceptable alternative, we will ultimately request an FY 97 supplemental for any shortfall.

Legislative Intent - approved by the Sub-committee

- 1) **Phase-out of the Department of Administration**
Rep. Kohring's stated purposes for phasing out DOA, as a major cost saving initiative and to retain essential services, are mutually exclusive. With respect to the "core services", DOA provides only those services which can be done more cost-effectively in a central location or those that must be done centrally to assure consistency across government. With respect to the non-core services, OPA, Public Defender, Senior Services, etc., there are no costs savings to be achieved by transferring them to another agency.
- 2) **Division of Public Communications (sic)**
(Public Communications is a budget component within the Division of Information Services.) The state has a long-term interest and commitment to assuring a statewide communications infrastructure. Per capita donations to public broadcasting in Alaska are already higher than in any other state in the nation. Increased regionalization and use of new technology will further reduce the required state subsidy. However, it may be impossible to completely eliminate it.

Legislative Intent - still under consideration

- 1) **Pioneer Homes**
The Administration's plan, which is endorsed by the Pioneer Homes Advisory Board, is to move to full cost of care in seven years. .
- 2) **Division of Personnel**
Reengineering of the processing of applications is a priority project of the Department. It is essential that this be done prior to implementation of the imaging project to avoid automating inefficient processes. However, the Division of Personnel will not have available staff to do any reengineering with the proposed reduction of five PFTs.
- 3) **Division of Finance**
The perception that agencies routinely generate unnecessary or superfluous reports at great cost to the state is a myth. Agencies operating with minimal budgets and often less than minimal staff have neither the time nor the inclination to generate unnecessary reports as part of getting their job done. When AKSAS was developed it was designed to meet the recognized variety of reporting needs of the different state agencies. AKSAS' reporting capability was specifically designed so that there was no standard battery of reports because there was no way a standard "one size fits all" reporting scheme could meet each agency's unique needs. In the ten years agencies have used the system, they have become very sophisticated, generating only those reports needed to carry out their statutory mission. In 1994 a new reporting tool GENEVA was added. GENEVA is capable of generating many of the reports previously available out of AKSAS but at a significantly reduced cost. As a result, Finance has systematically

enforced generation of these reports out of GENEVA rather than AKSAS in an effort to further reduce costs.

Development and implementation of a separate billing scheme for reports being generated out of AKSAS and GENEVA would mean additional bureaucracy rather than streamlining government. Further, new and unnecessary AKSAS and GENEVA development and maintenance costs would be incurred to put a billing scheme in place.

- 4) **Division of Property Management (sic)**
(Property Management is a section in the Division of General Services not a separate division.) This section already generates sufficient program receipts to fully fund all functions assigned. We have previously advised that the remaining general funds in this component could be changed to general fund/program receipts.
- 5) **Division of Central Duplicating (Print Shop) (sic)**
(Central Duplicating is a unit in the Division of General Services not a division.) The department currently has an RFP out for a study to determine whether the state's printing can be done more cost-effectively by the private sector. Union contracts prohibit the elimination of positions in these facilities unless it can be shown that the private sector can do the job at lower cost.

As to paper products, the intent is unclear. The paper market is currently so volatile that we do best buying on the spot market. We currently use 20# bond for all standard printing; lighter weight (cheaper) would not be satisfactory for double sided copying.
- 6) **Division of Leasing and Facilities (sic)**
(Leasing is a section in the Division of General Services.) RFPs for state leases set out minimum specifications which do not preclude class B buildings. It is not practically possible to design the process to disallow class A buildings, nor is it in the state's interest. When we can get a better value at lower cost with class A, we take it.
- 7) **Division of Information Services**
In providing telecommunications services, the department does considerable contracting with the private sector at this time and is open to additional contracting whenever it is in the public interest to do so.

**Public Broadcasting & ARCS
Effects of the \$808,500 Reduction**

The House Finance Subcommittee for Administration combined public television, public radio and ARCS (formerly RATNET) into a new single BRU and cut \$808,500 from the FY 96 budget level. This, we feel, was particularly unnecessary, given that the subcommittee cut \$700,000 more than the budget cap established by the Finance Committee for the Department of Administration.

The Subcommittee also adopted intent language that requires priority for the satellite transponder portions of the BRU. The cuts, if adopted, will have a severe impact:

1. To protect the transponder and the related TV signal, the Alaska Public Broadcasting Commission (APBC) would have to eliminate 8 to 10 radio station grants (see list below).

9 radio grants x \$92,200 = \$829,800

2. To protect radio, the APBC would have to take the entire reduction from TV grants, leave no one to generate a signal to the transponder.

4 TV grants x \$162,500 = \$650,000
Alaska One operations = \$125,000
TOTAL = \$775,000

3. If the cuts were divided between radio and TV, the APBC would have to eliminate grants to two TV stations and 4 to 5 radio stations.

2 TV grants x \$162,500 = \$325,000
5 radio grants x 92,200 = \$461,000
TOTAL = \$786,000

Furthermore, we estimate that \$1.5 million of federal matching funds would be lost as a result of the state cuts.

We strongly urge the full Finance Committee to restore funds that cut above the cap to public broadcast in the amount of \$700,000. That will still leave a \$108,000 cut from the FY '98 budget and be below Governor Knowles' suggested budget.

<i>Current station grants:</i>		
<i>Rural/Bush</i>	<i>Interior</i>	<i>Southeast</i>
Barrow \$171,206	Fairbanks \$74,222	Haines \$76,101
Bethel \$148,444	Ft. Yukon \$28,600	Juneau \$259,451
Chevak \$47,106	Galena \$54,726	Ketchikan \$67,067
Dillingham \$168,237	McGrath \$179,185	Petersburg \$94,015
Kodiak \$168,237	Talkeetna \$28,600	Sitka \$107,369
Koztobue \$167,925	Valdez \$69,866	Wrangell \$101,932
Sand Point \$47,106		
St. Paul \$42,059	<i>Southcentral</i>	<i>Other</i>
Unalakleet \$40,977	Anchorage \$72,736	AIRRES \$23,256
Unalaska \$28,600	Homer \$227,612	APRN \$96,963

Department of Administration
Centralized Administrative Services
Office of the Commissioner

45 Number 1 House Intent

It is the intent of the Legislature that the Department of Administration be phased-out within two years, to accomplish two primary objectives: (1.) achieve down-sizing and streamlining of state government to realize major cost-savings, and (2.) retain core essential services currently within D.O.A. by transferring them to other, more appropriate departments.

Public Communications
Public Communications

2098 Number 1 House Intent

It is the intent of the Legislature that the state subsidy for the Division of Public Communications (including ARCS, Public T.V. and Public Radio), be phased-out over a 3-year period, and then funded primarily through a private endowment trust. The legislature intends that the transponder be fully funded so that service will not be interrupted.

Department of Education
K-12 Support
Foundation Program

141 Number 1 House Intent

It is the intent of the legislature that the Foundation Formula be rewritten to eliminate the inequity of the current formula, where areas of growth receive a corresponding decrease in funding for our children's education throughout much of the state.

Pupil Transportation

144 Number 1 House Intent

It is the intent of the legislature that the Pupil Transportation Program be funded equitably, so neither rural and urban areas of the state receive a disproportionate share.

Teaching and Learning Support
Teacher Certification

1240 Number 1 House Intent

It is the intent of the legislature that the Teacher Certification Program become fully self-supporting within 2 years, through the use of program receipts.

Alyeska Central School
Alyeska Central School

2033 Number 1 House Intent

It is the intent of the legislature that the size of Alyeska Central School's enrollment be significantly increased through a heightened awareness of the program, to provide parents alternative educational opportunities for their children, as well as saving Foundation Formula dollars.

Kotzebue Technical Center
Kotzebue Technical Center Operations Grant

195 Number 1 House Intent

It is the intent of the legislature that the Kotzebue Technical Center be phased out within 2 years, and that the Alaska Vocational Technical Center and/or Chuckchi College assume needed programs, subject to sufficient demand and the programs being cost-effective.

Alaska Postsecondary Education Commission
WAMI Medical Education

953 Number 1 House Intent

It is the intent of the legislature that the WAMI Medical Education Program be changed from a grant program to a loan program to eliminate

Department of Education

Alaska Postsecondary Education Commission

WAMI Medical Education

the state grant subsidy, and that recipients of the funding be obligated to reimburse the state in-full via a payment plan. In addition, the program's BRU is to be eliminated and re-established within the University of Alaska budget.

Legislative Finance

Department of Education
Alaska Postsecondary Education Commission
WAMI Medical Education

the state grant subsidy, and that recipients of the funds
obligated to reimburse the state in-full via a payment plan. In
addition, the program's BRU is to be eliminated and re-established
within the University of Alaska budget.

Legislative Finance

Agency Totals - FY97 Operating Budget

Agency: Department of Administration

	<u>FY95 Act</u>	<u>FY96Auth</u>	<u>Gov</u>	<u>Gov Amd</u>	<u>House</u>	<u>Gov Amd to House</u>	
Totals for Agency	256,879.5	256,480.7	262,652.9	263,012.9	261,132.6	-1,880.3	-0.7 %
<u>Objects of Expenditure:</u>							
Personal Services	61,931.1	63,442.9	64,744.4	65,008.7	64,230.7	-778.0	-1.2 %
Travel	1,075.6	1,091.0	1,102.2	1,102.2	1,089.8	-12.4	-1.1 %
Contractual	76,593.1	74,877.5	80,330.7	80,335.1	80,008.4	-326.7	-0.4 %
Commodities	2,997.8	2,924.4	3,224.0	3,229.0	3,229.0	0.0	0.0 %
Equipment	3,855.7	3,501.0	2,381.7	2,408.0	2,408.0	0.0	0.0 %
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	0.0	0.0 %
Grants, Claims	90,281.1	88,807.4	88,950.6	89,010.6	88,247.4	-763.2	-0.9 %
Miscellaneous	20,145.1	21,836.5	21,919.3	21,919.3	21,919.3	0.0	0.0 %
<u>Funding Sources:</u>							
1002 Fed Rcpts	6,333.3	6,847.2	6,848.2	6,848.2	6,848.2	0.0	0.0 %
1003 G/F Match	988.6	988.6	989.6	989.6	989.6	0.0	0.0 %
1004 Gen Fund	166,941.9	160,885.5	160,092.3	160,152.3	158,272.0	-1,880.3	-1.2 %
1005 GF/Prgm	5,721.8	6,252.6	8,882.1	8,882.1	8,882.1	0.0	0.0 %
1006 GF/MHTIA	2,806.7					0.0	0.0 %
1007 I/A Rcpts	45,664.3	48,387.6	53,346.3	53,651.3	53,651.3	0.0	0.0 %
1017 Ben Sys	3,935.1	3,959.9	3,886.7	3,786.7	3,786.7	0.0	0.0 %
1023 FICA Acct		90.8	91.7	91.7	91.7	0.0	0.0 %
1027 Int Airprt		46.4	0.0	0.0	0.0	0.0	0.0 %
1029 P/E Retire	2,223.0	2,225.7	2,250.2	2,250.2	2,250.2	0.0	0.0 %
1033 Surpl Prop	236.8	274.8	313.7	313.7	313.7	0.0	0.0 %
1034 Teach Ret	1,782.3	1,785.2	1,807.7	1,807.7	1,807.7	0.0	0.0 %
1037 GF/MH		2,856.9	3,121.7	3,121.7	3,121.7	0.0	0.0 %
1042 Jud Retire	38.7	39.2	39.7	39.7	39.7	0.0	0.0 %
1045 Nat Guard	32.1	33.1	33.5	33.5	33.5	0.0	0.0 %
1055 IA/OIL HAZ	29.7	80.0	150.5	150.5	150.5	0.0	0.0 %
1061 CIP Rcpts			52.9	127.9	127.9	0.0	0.0 %
1077 Gifts/Grnt		140.7	140.7	140.7	140.7	0.0	0.0 %
1081 Info Svc	20,145.2	21,586.5	20,407.4	20,407.4	20,407.4	-0.0	-0.0 %
1091 GF/Desig			198.0	218.0	218.0	0.0	0.0 %
<u>Positions:</u>							
Perm Full Time	1,106.0	1,102.0	1,095.0	1,098.0	1,086.0	-12.0	-1.1 %
Perm Part Time	91.0	94.0	100.0	101.0	101.0	0.0	0.0 %
Non-Perm	76.0	69.0	71.0	84.0	84.0	0.0	0.0 %

Component Summary 1997 Operating Budget

Agency: Department of Administration

Page	Budget Component	FY95 Act	FY96Auth	Gov	Gov Amd	House	Gov Amd to House	
	Longevity Bonus							
1	Longevity Bonus Grants	72,709.5	72,152.6	72,152.6	72,152.6	72,152.6	0.0	0.0%
	* BRU Total	72,709.5	72,152.6	72,152.6	72,152.6	72,152.6	0.0	0.0%
	Senior Services							
2	Pioneers Homes	29,972.1	29,842.3	31,038.7	31,038.7	31,038.7	0.0	0.0%
3	Senior Services Administration	3,188.7	3,569.9	0.0	-0.0	0.0	0.0	-164.5%
4	Protection, Comm Svcs, & Admin			3,691.8	4,016.8	4,016.8	0.0	0.0%
5	Nutrition, Trans & Support Svc	5,497.9	5,505.1	5,505.1	5,505.1	5,505.1	0.0	0.0%
6	Senior Employment Services	1,676.1	1,752.3	1,752.3	1,752.3	1,752.3	0.0	0.0%
7	Home & Community Based Care	2,442.4	2,732.2	2,982.2	2,982.2	2,982.2	0.0	0.0%
8	Senior Residential Services	1,055.0	1,015.0	933.8	993.8	993.8	0.0	0.0%
	* BRU Total	43,832.2	44,416.8	45,903.9	46,288.9	46,288.9	0.0	0.0%
	Legal and Advocacy Services							
9	Public Defender Agency	8,065.1	8,253.1	8,641.1	8,641.1	8,411.1	-230.0	-2.7%
10	Office of Public Advocacy	7,265.2	7,239.6	7,605.6	7,605.6	7,605.6	-0.0	-0.0%
	* BRU Total	15,330.3	15,492.7	16,246.7	16,246.7	16,016.7	-230.0	-1.4%
	Labor Agreements Front Section							
11	Labor Agreements Front Section		250.0	50.0	50.0	50.0	0.0	0.0%
	* BRU Total	0.0	250.0	50.0	50.0	50.0	0.0	0.0%
	Centralized Administrative Services							
12	Office of the Commissioner	539.0	493.5	498.8	498.8	498.8	-0.0	-0.0%
13	Citizen's Foster Care Review	135.8	136.0	138.3	138.3	138.3	0.0	0.0%
14	Labor Relations			1,080.2	1,080.2	1,080.2	0.0	0.0%
	* BRU Total	674.8	629.5	1,717.3	1,717.3	1,717.3	-0.0	-0.0%
	Administrative Services							
15	Administrative Services	1,597.1	1,539.5	1,494.5	1,494.5	1,345.0	-149.5	-10.0%
	* BRU Total	1,597.1	1,539.5	1,494.5	1,494.5	1,345.0	-149.5	-10.0%
	Personnel							
16	Personnel	3,734.6	3,479.5	2,421.7	2,496.7	2,254.5	-242.2	-9.7%
17	Productivity Improvement Ctr	559.4	719.0	708.2	708.2	708.2	0.0	0.0%
	* BRU Total	4,294.0	4,198.5	3,129.9	3,204.9	2,962.7	-242.2	-7.6%

Component Summary Y97 Operating Budget

Agency: Department of Administration

Page	Budget Component	FY95 Act	FY96Auth	Gov	Gov Amd	House	Gov Amd to House	
	Finance							
18	Finance	6,297.0	6,384.0	5,940.8	5,940.8	5,762.6	-178.2	-3.0%
	* BRU Total	6,297.0	6,384.0	5,940.8	5,940.8	5,762.6	-178.2	-3.0%
	General Services							
19	Purchasing	1,675.4	1,664.5	1,668.6	1,668.6	1,501.7	-166.9	-10.0%
20	Property Management	595.5	901.0	942.0	942.0	942.0	-0.0	-0.0%
21	Central Duplicating and Mail	1,702.2	1,989.2	1,921.5	1,921.5	1,921.5	-0.0	-0.0%
	* BRU Total	3,973.1	4,554.7	4,532.1	4,532.1	4,365.2	-166.9	-3.7%
	Retirement and Benefits							
22	Retirement and Benefits	8,016.1	8,133.9	8,109.5	8,009.5	8,009.5	0.0	0.0%
23	EORS	868.0	891.1	891.1	891.1	891.1	0.0	0.0%
	* BRU Total	8,884.1	9,025.0	9,000.6	8,900.6	8,900.6	0.0	0.0%
	Alaska Oil and Gas Conservation Commission							
24	Ak Oil & Gas Conservation Comm	1,754.8	1,758.7	1,779.0	1,779.0	1,779.0	0.0	0.0%
	* BRU Total	1,754.8	1,758.7	1,779.0	1,779.0	1,779.0	0.0	0.0%
	Alaska Public Offices Comm							
25	Alaska Public Offices Comm	648.2	633.8	642.0	642.0	642.0	0.0	0.0%
	* BRU Total	648.2	633.8	642.0	642.0	642.0	0.0	0.0%
	Risk Management							
26	Risk Management	18,576.0	18,579.7	21,966.8	21,966.8	21,966.8	-0.0	-0.0%
	* BRU Total	18,576.0	18,579.7	21,966.8	21,966.8	21,966.8	-0.0	-0.0%
	Information Services							
27	Computer Services	11,815.5	13,544.6	0.0	0.0	0.0	0.0	0.0%
28	Telecommunications Services	8,329.7	8,041.9	0.0	0.0	0.0	0.0	66.8%
29	Information Services			20,407.4	20,407.4	20,407.4	0.0	0.0%
30	Information Svc Fund Front Sec	20,145.1	21,586.5	21,869.3	21,869.3	21,869.3	0.0	0.0%
	* BRU Total	40,290.3	43,173.0	42,276.7	42,276.7	42,276.7	0.0	0.0%
	Rural Alaska Television Network (RATNET).							
31	RATNET	1,094.4	953.7	0.0	0.0	0.0	0.0	
	* BRU Total	1,094.4	953.7	0.0	0.0	0.0	0.0	

Component Summary - FY97 Operating Budget

Agency: Department of Administration

Page	Budget Component	FY95 Act	FY96Auth	Gov	Gov Amd	House	Gov Amd to House	
	Leasing and Facilities							
32	Leases	31,052.7	28,302.0	30,547.2	30,547.2	30,442.2	-105.0	-0.3%
	* BRU Total	31,052.7	28,302.0	30,547.2	30,547.2	30,442.2	-105.0	-0.3%
	Public Communications Services							
33	AK Rural Communications Svcs			913.5	913.5	0.0	-913.5	-100.0%
34	Public Broadcasting Commission	5,871.0	111.5	59.9	59.9	-0.0	-59.9	-100.0%
35	Public Broadcasting - Radio		2,950.0	2,950.0	2,950.0	0.0	-2,950.0	-100.0%
36	Public Broadcasting - T.V.		1,375.0	1,349.4	1,349.4	0.0	-1,349.4	-100.0%
	* BRU Total	5,871.0	4,436.5	5,272.8	5,272.8	-0.0	-5,272.8	-100.0%
	Public Communications					4,464.3	4,464.3	
	Public Communications					4,464.3	4,464.3	
	* BRU Total	0.0	0.0	0.0	0.0	4,464.3	4,464.3	
	*** Total Agency Expenditure	256,879.5	256,480.7	262,652.9	263,012.9	261,132.6	-1,880.3	-0.7%
	Federal Funds	6,333.3	6,847.2	6,848.2	6,848.2	6,848.2	-0.0	-0.0%
	General Funds	176,459.0	170,983.6	173,283.7	173,363.7	171,483.4	-1,880.3	-1.1%
	Other Funds	74,087.2	78,649.9	82,521.0	82,801.0	82,801.0	0.0	0.0%

Component Summary - FY97 Operating Budget

General Funds and CBR

Agency: Department of Administration

Page	Budget Component	FY95 Act	FY96 Auth	Gov	Gov Amd	House	Gov Amd to House
	Longevity Bonus						
1	Longevity Bonus Grants	72,709.5	72,152.6	72,152.6	72,152.6	72,152.6	0.0 0.0%
	* BRU Total	72,709.5	72,152.6	72,152.6	72,152.6	72,152.6	0.0 0.0%
	Senior Services						
2	Pioneers Homes	29,972.1	29,842.3	31,038.7	31,038.7	31,038.7	0.0 0.0%
3	Senior Services Administration	1,942.2	2,041.0	-0.0	0.0	0.0	0.0 25.0%
4	Protection, Comm Svcs, & Admin			2,108.0	2,108.0	2,108.0	0.0 0.0%
5	Nutrition, Trans & Support Svc	1,766.1	1,691.1	1,646.1	1,646.1	1,646.1	0.0 0.0%
6	Senior Employment Services	198.3	198.3	198.3	198.3	198.3	0.0 0.0%
7	Home & Community Based Care	2,407.9	2,687.2	2,982.2	2,982.2	2,982.2	0.0 0.0%
8	Senior Residential Services	1,055.0	1,015.0	933.8	993.8	993.8	0.0 0.0%
	* BRU Total	37,341.6	37,474.9	38,907.1	38,987.1	38,987.1	0.0 0.0%
	Legal and Advocacy Services						
9	Public Defender Agency	7,765.1	8,253.1	8,641.1	8,641.1	8,411.1	-230.0 -2.7%
10	Office of Public Advocacy	7,228.5	7,199.6	7,535.3	7,535.3	7,535.3	0.0 0.0%
	* BRU Total	14,993.6	15,452.7	16,176.4	16,176.4	15,946.4	-230.0 -1.4%
	Labor Agreements Front Section						
11	Labor Agreements Front Section		203.6	50.0	50.0	50.0	0.0 0.0%
	* BRU Total	0.0	203.6	50.0	50.0	50.0	0.0 0.0%
	Centralized Administrative Services						
12	Office of the Commissioner	424.0	378.5	383.7	383.7	383.7	0.0 0.0%
13	Citizen's Foster Care Review	135.8	136.0	138.3	138.3	138.3	0.0 0.0%
14	Labor Relations			1,080.2	1,080.2	1,080.2	0.0 0.0%
	* BRU Total	559.8	514.5	1,602.2	1,602.2	1,602.2	0.0 0.0%
	Administrative Services						
15	Administrative Services	1,040.5	1,007.5	915.5	915.5	766.0	-149.5 -16.3%
	* BRU Total	1,040.5	1,007.5	915.5	915.5	766.0	-149.5 -16.3%
	Personnel						
16	Personnel	3,592.3	3,333.8	2,201.7	2,201.7	1,959.5	-242.2 -11.0%
17	Productivity Improvement Ctr	130.1	130.1	128.0	148.0	148.0	0.0 0.0%
	* BRU Total	3,722.4	3,463.9	2,329.7	2,349.7	2,107.5	-242.2 -10.3%

Component Summary - FY97 Operating Budget

General Funds and CBR

Agency: Department of Administration

Page	Budget Component	FY95 Act	FY96Auth	Gov	Gov Amd	House	Gov Amd to House	
	Finance							
18	Finance	6,258.5	6,384.0	5,919.0	5,919.0	5,740.8	-178.2	-3.0%
	* BRU Total	6,258.5	6,384.0	5,919.0	5,919.0	5,740.8	-178.2	-3.0%
	General Services							
19	Purchasing	1,656.3	1,664.5	1,626.4	1,626.4	1,459.5	-166.9	-10.3%
20	Property Management	358.7	626.2	628.3	628.3	628.3	0.0	0.0%
21	Central Duplicating and Mail	372.8	398.3	399.7	399.7	399.7	0.0	0.0%
	* BRU Total	2,387.8	2,689.0	2,654.4	2,654.4	2,487.5	-166.9	-6.3%
	Retirement and Benefits							
23	EPORS	868.0	891.1	891.1	891.1	891.1	0.0	0.0%
	* BRU Total	868.0	891.1	891.1	891.1	891.1	0.0	0.0%
	Alaska Oil and Gas Conservation Commission							
24	Ak Oil & Gas Conservation Comm	1,647.8	1,658.7	1,679.0	1,679.0	1,679.0	0.0	0.0%
	* BRU Total	1,647.8	1,658.7	1,679.0	1,679.0	1,679.0	0.0	0.0%
	Alaska Public Offices Comm							
25	Alaska Public Offices Comm	648.2	633.8	642.0	642.0	642.0	0.0	0.0%
	* BRU Total	648.2	633.8	642.0	642.0	642.0	0.0	0.0%
	Information Services							
30	Information Svc Fund Front Sec	2,148.1	55.0	55.0	55.0	55.0	0.0	0.0%
	* BRU Total	2,148.1	55.0	55.0	55.0	55.0	0.0	0.0%
	Rural Alaska Television Network (RATNET).							
31	RATNET	1,094.4	794.8	0.0	0.0	0.0	0.0	0.0%
	* BRU Total	1,094.4	794.8	0.0	0.0	0.0	0.0	0.0%
	Leasing and Facilities							
32	Leases	25,167.8	23,171.0	24,177.6	24,177.6	24,072.6	-105.0	-0.4%
	* BRU Total	25,167.8	23,171.0	24,177.6	24,177.6	24,072.6	-105.0	-0.4%
	Public Communications Services							
33	AK Rural Communications Svcs			772.8	772.8	0.0	-772.8	-100.0%
34	Public Broadcasting	5,871.0	111.5	59.9	59.9	-0.0	-59.9	-100.0%

Component Summary FY97 Operating Budget

General Funds and CBR

Agency: Department of Administration

<u>Page</u>	<u>Budget Component</u>	<u>FY95 Act</u>	<u>FY96Auth</u>	<u>Gov</u>	<u>Gov Amd</u>	<u>House</u>	<u>Gov Amd to House</u>
	Public Communications Services						
	Commission						
35	Public Broadcasting - Radio		2,950.0	2,950.0	2,950.0	0.0	-2,950.0 -100.0%
36	Public Broadcasting - T.V.		1,375.0	1,349.4	1,349.4	0.0	-1,349.4 -100.0%
	* BRU Total	5,871.0	4,436.5	5,132.1	5,132.1	-0.0	-5,132.1 -100.0%
	Public Communications						
	Public Communications					4,323.6	4,323.6
	* BRU Total	0.0	0.0	0.0	0.0	4,323.6	4,323.6
	*** Total Agency Expenditure	176,459.0	170,983.6	173,283.7	173,363.7	171,483.4	-1,880.3 -1.1%

One Way Comparison - FY97 Operating Budget

from Gov Amd to House

Agency: Department of Administration

Legal and Advocacy Services

Public Defender Agency

Reduce PD positions in Barrow & Kotzebue

1004 Gen Fund -230.0

Trans Type	Total Exp	Personal Services	Travel	Contractual	Commodities	Equipment	Land/ Buildings	Grants	Misc	PFT	PPT	Trp
Dec	-230.0	-230.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-2.0	0.0	0.0
	-230.0	-230.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-2.0	0.0	0.0

Administrative Services

Administrative Services

10% Reduction

1004 Gen Fund -148.5

Dec	-148.5	-140.0	-5.0	-4.5	0.0	0.0	0.0	0.0	0.0	-3.0	0.0	0.0
	-148.5	-140.0	-5.0	-4.5	0.0	0.0	0.0	0.0	0.0	-3.0	0.0	0.0

Personnel

Personnel

10% Reduction

1004 Gen Fund -242.2

Dec	-242.2	-225.0	0.0	-17.2	0.0	0.0	0.0	0.0	0.0	-5.0	0.0	0.0
	-242.2	-225.0	0.0	-17.2	0.0	0.0	0.0	0.0	0.0	-5.0	0.0	0.0

Finance

Finance

3% Reduction

1004 Gen Fund -178.2

Dec	-178.2	-78.2	0.0	-100.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	-178.2	-78.2	0.0	-100.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

General Services

Purchasing

10% Reduction

1004 Gen Fund -166.9

Dec	-166.9	-66.9	0.0	-100.0	0.0	0.0	0.0	0.0	0.0	-2.0	0.0	0.0
	-166.9	-66.9	0.0	-100.0	0.0	0.0	0.0	0.0	0.0	-2.0	0.0	0.0

Leasing and Facilities

Leases

Decrement for decrease in FY96 Suppl request

1004 Gen Fund -105.0

Dec	-105.0	0.0	0.0	-105.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	-105.0	0.0	0.0	-105.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0