

**ALASKA LEGISLATURE**

**1783**

**HOUSE and SENATE FINANCE COMMITTEE FILES, 1997-1998**

Front # 2

AMENDMENT

Logged In By: \_\_\_\_\_

TO: CSSB 107(FIN)

*moved* BY SENATOR PHILLIPS

*failed 2-5*

Section 49, Page 33, Line 29

Delete: Anchorage - Central Terrace/Fairmount Phase I (ED 10-25)

Appropriation Items	Other Funds
1,500,000	1,500,000

Insert: Anchorage - Central Terrace/Fairmount Phase I (ED 10-25)

Appropriation Items	Other Funds
1,100,000	1,100,000

Add a new section to read:

Sec. \_\_\_\_ "The sum of \$400,000 is appropriated from AHFC corporate receipts to the Department of Community and Regional Affairs as a grant under AS 37.05.316 to the Alaska Native Heritage Center for design and construction."

*Srs. Adams amend to amend:*

*add \$400,000 total \$800,000*

*1-6 failed*

Front # 3

Logged In By: \_\_\_\_\_

AMENDMENT

OFFERED IN THE SENATE

*MOVED* BY SENATOR PHILLIPS  
BY REQUEST

TO: CSSB 107 (FIN)

*fac led*

Add a new section to read:

Sec. \_\_\_\_\_ "The sum of sixty-five thousand dollars is appropriated from General Fund receipts to the Department of Administration as a grant under AS 37.05.316 to the Southcentral Foundation for an East Anchorage Transportation Study."

## East Anchorage Transportation Study

### **\$ 65,000 appropriated to Southcentral Foundation**

With the anticipated opening in June of the Alaska Native Medical Center along with other related medical service offices and businesses, the need for an areawide transportation study is appropriate at this time. All aspects of transportation to and within this area are in need of review, including general traffic issues, public transportation services, and non-motorized conveyance.

Indications from the Municipality of Anchorage and the Southcentral Foundation point to increased traffic in the area, especially increased use of public transportation. When the nearby campus of U.A.A. / Alaska Pacific University and the facilities of Providence Medical Center are considered, the need for a comprehensive transportation study becomes acute.

The area of study would center around, but not be limited to, Northern Lights Blvd., U.A.A. Drive, Providence Drive, Tudor Road, and Bragaw Street. It is expected that a significant increase in traffic will come from the Mountain View residential area.

Currently under construction and also due for a June, 1997 opening, is the Anchorage Primary Health Care Center, a joint project of the Southcentral Foundation, C.I.R.I., Inc. and the Alaska Native Medical Center. Once open, this facility will add to area medical services which will draw patients and families to the locality.

If there are questions, please contact the office of Senator Tim Kelly (Tim Benintendi, staff assistant) at 465-3770.

Front # 4

Logged In By: \_\_\_\_\_

**AMENDMENT**

To: Senate Bill 107  
FY'98 Capital Budget

By: Senator Donley

In the front section  
Add a new section to read:

\* Sec. \_\_\_\_\_. The sum of \$200,000 is appropriated from the general fund to the Department of Administration for payment as a grant under AS 37.05.315 to the Municipality of Anchorage to expedite project completion of the Long Range Transportation Plan and the Major Investment Study.

DD/kb

Front #5

revised

AMENDMENT

Offered in the Senate  
To: Senate Bill 107 - Capital Budget

*moved* By: Senator Donley  
*withdrawn*

*Sen. Donley  
moved  
file to d*

Page 22, Lines 18-19

Department of Education

Delete: North Slope School District -Bulk Fuel Systems Upgrades (ED 37) \$500,000 GF

Insert: North Slope School District -Bulk Fuel Systems Upgrades (ED 37) \$500,000 Oil/Haz Fund

Page 21, Lines 11-12

Department of Community & Regional Affairs

Delete: Rural Power Systems Upgrades \$ 600,000 GF

Insert: Rural Power Systems Upgrades \$ 400,000 GF  
*(deletes Hughes Powerhouse Upgrades)*

Page 33, Lines 36-37

Department of Revenue

Delete: Supplemental Housing Development Program (ED 99) \$6,000,000 AHFC

Insert: Supplemental Housing Development Program (ED 99) \$5,000,000 AHFC

Department of Health & Social Services

Insert:

Palmer: Mat-Su Juvenile Detention Facility Design & Engineering (ED 26-28) \$355,000 GF

Kenai: Kenai Youth Detention Facility Design & Engineering (ED 9) \$232,500 GF

Anchorage: McLaughlin Youth Center Design & Engineering of Addition (ED 10-25) \$675,000 GF

Ketchikan: Ketchikan Juvenile Detention Facility Design, Engineering & Construction (ED 1) \$150,500 GF

Fairbanks: Fairbanks Youth Facility Design and Engineering of Addition and Renovation (ED 29-34) \$287,000GF

This amendment deletes \$700,000 in general funds and \$1,000,000 in AHFC corporate receipts in order to begin design and engineering on five youth facilities throughout the state. The North Slope School District -Bulk Fuel Systems Upgrades - \$500,000 will be funded from the Oil/Haz Fund. The \$200,000 decrement to the Rural Power Systems Upgrades in DCRA should be made to the Hughes Powerhouse Upgrade.

Front # 5

Logged In By: \_\_\_\_\_

AMENDMENT

Offered in the Senate

To: Senate Bill 107 - Capital Budget

By: Senator Donley

In the Front Section

Insert:

\* Sec. \_\_\_\_\_. The sum of \$1,734,000 is appropriated from the general fund to the Alaska Housing Finance Corporation in the amounts and for the purposes stated:

Design & Engineering of Mat-Su Juvenile Detention Facility	\$355,000
Design, Engineering & Construction of Ketchikan Juvenile Detention Facility	\$184,500
Design & Engineering of Addition and Renovation of the Fairbanks Youth Facility	\$287,000
Design & Engineering of Addition to McLaughlin Youth Center	\$675,000
Design & Engineering of Kenai Youth Detention Facility	\$232,500

DD/kb

Front #6

*moved Sen. Phillips  
w/o objection adopted*

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR TAYLOR

TO: CSSB 107(FIN)

Page 2, line 12

Delete "REAPPROPRIATION"

Insert "REAPPROPRIATIONS. (a)"

Page 2, after line 19

Insert "(b) Section 152, ch 5, FSSLA 1992, page 40,  
line 19 is amended to read:

APPROPRIATION ITEMS	GENERAL FUND
2,725,000	2,725,000

Hatchery improvements and operations  
to prepare for transfer of facilities and  
for wild stock enhancement of salmon at  
Burnett Inlet Hatchery."



Official Business

# Alaska State Legislature

P.O. Box V  
State Capitol  
Juneau, Alaska 99811

## MEMORANDUM

TO: Representative Mark Hanley, CO-Chair  
House Finance Committee

Senator Bert Sharp, CO-Chair  
Senate Finance Committee

FROM: Senator Robin Taylor

Representative Bill Williams

Representative Ben Grussendorf

RE: Reappropriations for ED2

DATE: April 10, 1997

\*\*\*\*\*

\*Sec. Section 2(a), ch. 123, SLA 1996, is amended to read:

\*Sec. 2. ED 2. (a) The purpose of that portion of the appropriation made in sec. 14, ch. 79, SLA 1993, and allocated under sec. 4(b), ch. 80, SLA 1993, to the account in the municipal capital project matching grant fund that the Department of Administration holds in custody for the City of Sitka under AS 37.06.010(b), which was awarded as grant number 94/674-1-002 by the Department of Administration (High School re-roof - \$146,566), is amended to include Sitka High School [roof] repairs.

*As of the end of February 1997 the balance in this account is \$74,389.43.*

\*Sec. Section 152, ch. 5, FSSLA 1992, page 40, line 19 is amended to  
read:

	APPROPRIATION ITEMS	GENERAL FUND
Hatchery improvements and operations to prepare for transfer of facilities <u>and</u> <u>for wild stock enhancement of salmon at</u> <u>Burnett Inlet Hatchery</u>	2,725,000	2,725,000

*As of the end of March 1997 the balance in this account is 2,596,591.*

# STATE OF ALASKA

TONY KNOWLES, GOVERNOR

## DEPARTMENT OF FISH AND GAME

### DIVISION OF ADMINISTRATION

P.O. BOX 25526  
JUNEAU, AK 99802-5526  
PHONE: (907) 465-5999  
FAX: (907) 465-6078

#### MEMORANDUM

**RECEIVED**  
APR 30 1997

TO: Annalee McConnell  
Director  
Office of Management and Budget

FROM: Kevin Brooks *KB*  
Director

DATE: April 30, 1997

SUBJECT: Beaver Falls Hatchery Reappropriation *ED 1*

---

The Department of Fish and Game, Commercial Fisheries Management and Development Division, requests your assistance in changing the language on an appropriation made in Chapter 5, FSSLA 1992. The department originally requested \$3.5 million, and ultimately received an appropriation of \$2.725 million for "Hatchery Improvements And Operations To Prepare For Transfer of Facilities" that is found in section 152, page 40, line 19 (copy attached). This language change has been proposed by Representative Grussendorf to Representative Hanley. Since it was originally a "Governor's Request" capital project, Rep. Hanley asked that the request come through the department, and that the department respond to a number of questions (copy attached).

The purpose of the appropriation was to provide funds to the Southern Southeast Regional Aquaculture Association (SSRAA) to upgrade the Beaver Falls Hatchery (BFH) to the extent necessary to be self-sustaining, in preparation for transfer of the facility from the State. SSRAA intended to rebuild the BFH for the purpose of stocking sockeye salmon in lakes in southern southeast Alaska to provide for fisherman in the area, and pay for operating expenses through cost recovery on the fish produced. The BFH is a state facility built on land that is owned by the Cape Fox Corporation. For a number of reasons, the BFH site has not worked out as originally intended. If the proposed reappropriation is approved, SSRAA will pursue improvements at the Burnett Inlet site and terminate its contract with the State to run BFH. The State would likely remove all equipment and inventory and surplus the buildings on the site to land owner. There is no remaining debt on BFH.

The entire amount of the \$2.725 million appropriation was transferred to SSRAA in August, 1992. Since that time, SSRAA has earned interest of \$413.8 and spent \$542.6. The current balance in the account is approximately \$2.6 million. Expenditures to date include Neck Lake

**MEMORANDUM**

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**DATE:** 27 April 1997  
**TO:** Kevin Brooks  
**FROM:** Kim Duke *KIM*  
**RE:** Beaver Falls Hatchery reappropriation

---

Rep. Hanley has some concerns about this reappropriation, and told Rep. Grussendorf's office the request would have to come from the department through OMB as an amendment to the draft bill. Here are some questions he would like answered before changing the project:

- 1) What was the initial intent of the \$3.0 Beaver Falls project and do you have the back-up? Has any of the grant been used; if so for what? Does SSRAA intend to retain ownership of Beaver Falls? Is there any debt involved? To whom? Will acquisition of Burnett Inlet change the mission of Beaver Falls?

Is there still intent to do capital improvements at Beaver Falls? If the reappropriation goes through, where will the funding come from? If the reappropriation fails what will Beaver Falls be used for?

- 2) What is the history of Burnett Inlet; its transfer from the state, how much the state had invested, who has owned it and how much debt is owed and to whom?

Is SSRAA is "buying" Burnett Inlet, how much are they paying? If they aren't going to continue pink and chum production there, what will it be used for? Who will pay the debts of AAI? Who will retain the assets? Is any money owed to the state? Is any debt to the state being forgiven?

What are the exact needs of SSRAA with regards to Burnett Inlet? What will the reappropriated funds be used for? What are the restoration requirements under the Forest Service Permit? Who pays for them if AAI doesn't?

# 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

# STATE OF ALASKA

TONY KNOWLES, GOVERNOR

DEPARTMENT OF FISH AND GAME  
DIVISION OF ADMINISTRATION

P.O. BOX 25526  
JUNEAU, AK 99802-5526  
PHONE: (907) 465-5999  
FAX: (907) 465-6078

MEMORANDUM

**RECEIVED**  
APR 30 1997

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The purpose of the appropriation was to provide funds to the Southern Southeast Regional Aquaculture Association (SSRAA) to upgrade the Beaver Falls Hatchery (BFH) to the extent necessary to be self-sustaining, in preparation for transfer of the facility from the State. SSRAA intended to rebuild the BFH for the purpose of stocking sockeye salmon in lakes in southern southeast Alaska to provide for fishermen in the area, and pay for operating expenses through cost recovery on the fish produced. The BFH is a state facility built on land that is owned by the Cape Fox Corporation. For a number of reasons, the BFH site has not worked out as originally intended. If the proposed reappropriation is approved, SSRAA will pursue improvements at the Burnett Inlet site and terminate its contract with the State to run BFH. The State would likely remove all equipment and inventory and surplus the buildings on the site to land owner. There is no remaining debt on BFH.

The entire amount of the \$2.725 million appropriation was transferred to SSRAA in August, 1992. Since that time, SSRAA has earned interest of \$413.8 and spent \$542.6. The current balance in the account is approximately \$2.6 million. Expenditures to date include Neck Lake

start-up cost, as well as engineering costs and operational equipment purchases. Proposed expenditures include \$960.0 for the cost recovery site at Neck Lake to construct adult holding facilities, additional net pens, housing, and to purchase additional harvest equipment. SSRAA would also spend \$1,472.5 at the Burnett Inlet site on pipeline improvements, building modifications, and equipment. Finally, they plan to maintain a contingency fund of \$200.0 for site restoration in accordance with the Forest Service land use agreement.

Burnett Inlet Hatchery was never a state hatchery, but rather is one of the earliest permitted non-profit hatcheries. It was owned and operated for about the past twenty years by Alaska Aquaculture, Incorporated (AAI). The Division of Investments (DOI) in the Department of Commerce has outstanding loans and interest with AAI totaling \$10 million. AAI has also accumulated about \$821.0 in third party debt. AAI has recently filed a voluntary bankruptcy action, and DOI is in the process of foreclosing on its interests in the Burnett Inlet facility. The bankruptcy and foreclosure process will extinguish all debt, and in the process, dissolve AAI as a corporate entity. The Forest Service lease requires that the lessee return the site to its original condition, but AAI would no longer be liable under bankruptcy.

SSRAA is the only entity that has expressed an interest in taking over the Burnett Inlet site. DOI would transfer the facility to SSRAA under terms of an agreement to continue running the facility for salmon production in southeast Alaska and assuming responsibility for site restoration. SSRAA will develop the Burnett Inlet site for coho production in conjunction with the Neck Lake site for its cost recovery operation.

Thank you for your consideration of this request. If you have any questions or require additional information, please contact me.

#### Attachments

cc: Frank Rue, Commissioner, ADFG  
Bob Clasby, ADFG  
Martin Richard, DOI  
Jonathan Sperber, OMB

**MEMORANDUM**

---

DATE: 27 April 1997  
TO: Kevin Brooks  
FROM: Kim Duke *KIM*  
RE: Beaver Falls Hatchery reappropriation

---

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What are the exact needs of SSRAA with regards to Burnett Inlet? What will the reappropriated funds be used for? What are the restoration requirements under the Forest Service Permit? Who pays for them if AAI doesn't?

	ALLOCATIONS	APPROPRIATION		APPROPRIATION FUND SOURCES	
		ITEMS	GENERAL FUND	OTHER FUNDS	
2					
3	0 0 0 0 0 0	0 0 0 0 0 0			3
4	0 0 0 0 0 DEPARTMENT OF FISH & GAME	0 0 0 0 0			4
5	0 0 0 0 0 0	0 0 0 0 0 0			5
6	NATURAL RESOURCE MANAGEMENT				
7			200,000	200,000	7
8			200,000	200,000	8
9			600,000	600,000	9
10			450,000	450,000	10
11			100,000	100,000	11
12			1,400,000	400,000	1,200,000
13	<del>WATERBURY SAND DEVELOPMENT (ED 92)</del>	<del>100,000</del>	<del>100,000</del>		
14	<del>WATERBURY SAND DEVELOPMENT (ED 92)</del>	<del>100,000</del>	<del>100,000</del>		
15	<del>WATERBURY SAND DEVELOPMENT (ED 92)</del>	<del>100,000</del>	<del>100,000</del>		
16	<del>WATERBURY SAND DEVELOPMENT (ED 92)</del>	<del>100,000</del>	<del>100,000</del>		
17	<del>WATERBURY SAND DEVELOPMENT (ED 92)</del>	<del>100,000</del>	<del>100,000</del>		
18			900,000	600,000	18
19			2,725,000	2,725,000	19

Chapter 5 / SLR 1992  
(1st 55)

96

	ALLOCATION	APPROPRIATION		APPROPRIATION FUND SOURCES	
		ITEMS	GENERAL FUND	OTHER FUNDS	
1					
2					
3	0 0 0 0 0 0	0 0 0 0 0 0			3
4	0 0 0 0 0 DEPARTMENT OF PUBLIC SAFETY	0 0 0 0 0			4
5	0 0 0 0 0 0	0 0 0 0 0 0			5
6	PUBLIC PROTECTION				
7			700,000	700,000	7
8			200,000	200,000	8
9			200,000	200,000	9
10			170,400	170,400	10
11			600,000	600,000	11
12			400,000	400,000	12
13			100,000	100,000	13
14			1,400,000	1,400,000	14
15			500,000	500,000	15
16			0 0 0 0 0 0		16
17			0 0 0 0 0 0		17
18			0 0 0 0 0 0		18
19	TRANSPORTATION				
20	STATEWIDE PROGRAMS				
21			25,000,000	25,000,000	21
22			5,500,000	5,500,000	22
23			12,300,000		12,300,000

P. 11

P. 40, L. 12

P. 40, L. 18



PAGE: 9 LINE: 20				DESCRIPTION: Vessels Major M
FUNDING				REDUCTION IMPACT: Project will phase Global Positioning System (GPS) devices for four department vessels.
	AGENCY	GOVERNOR	DIFF AMT	
GEN FUND	149.5	119.6	29.9	
OTHER	0.0	0.0	0.0	
TOTAL	149.5	119.6	29.9	
AGENCY: DFG REF #: 47				

PAGE: 9 LINE: 21				DESCRIPTION: Public Access Development Statewide
FUNDING				REDUCTION IMPACT: Reduction would eliminate large, high cost, angler access projects from FY 93 program. Remaining funds (above 10% boating set-aside), would be used for small access projects by each region.
	AGENCY	GOVERNOR	DIFF AMT	
GEN FUND	400.0	400.0	0.0	
OTHER	1,700.0	1,700.0	0.0	
TOTAL	2,100.0	2,100.0	0.0	
AGENCY: DFG REF #: 50				

PAGE: 9 LINE: 22				DESCRIPTION: Hatchery Facility Maintenance and Repair
FUNDING				REDUCTION IMPACT: Maintenance and Repair to the following hatcheries will take place: Crystal Lake Hatchery, Clear Hatchery, Crooked Creek Hatchery, Port Richardson Hatchery, maintenance to remote housing statewide. Klawock hatchery water line replacement will not take place.
	AGENCY	GOVERNOR	DIFF AMT	
GEN FUND	1,075.0	800.0	275.0	
OTHER	0.0	0.0	0.0	
TOTAL	1,075.0	800.0	275.0	
AGENCY: DFG REF #: 48				

PAGE: 9 LINE: 23				DESCRIPTION: Hatchery Improvements to Prepare for Transfer of Facilities
FUNDING				REDUCTION IMPACT: Request is for work relating to Reaver Falls Hatchery transfer to the SSKAA. Funding will support construction of a sockeye & loon central incubation facility that will result in the production of about 320,000 adult sockeye.
	AGENCY	GOVERNOR	DIFF AMT	
GEN FUND	3,500.0	2,725.0	775.0	
OTHER	0.0	0.0	0.0	
TOTAL	3,500.0	2,725.0	775.0	
AGENCY: DFG REF #: 2,567				

### Summary of Beaver Falls Contract

Contract amount received (8/92)		\$2,725,000
Accumulated interest		<u>413,759</u>
	Total revenue to date	\$3,138,759
Capital expenditures to date		\$ 542,168
	• Includes engineering, operational equipment, Neck Lake start-up, etc.	
Balance available (3/97)		\$2,596,591
Proposed remaining expenditures (estimates)		
1. Neck Lake		\$ 960,000
	• Adult holding facilities, additional net pens, housing, harvest equipment	
2. Burnett Inlet		\$1,472,452
	• Pipeline improvements, electrical, building modifications, equipment	
3. Contingency		\$ 200,000
	Total	<u>\$2,632,452</u>
Operational loans borrowed from Division of Investments to date		\$1,429,799

14/13D

# STATE OF ALASKA

## OFFICE OF THE GOVERNOR

### OFFICE OF MANAGEMENT AND BUDGET

STATE GOVERNMENT OFFICE  
511 W. 5th Ave / 51

P.O. BOX 44  
JUNEAU, ALASKA 99811-0199  
PHONE: (907) 465-3568

May 2, 1991

The Honorable Pat Pourchot  
Co-Chair, Senate Finance Committee  
Alaska State Legislature  
P.O. Box V  
Juneau, AK 99811

Dear Senator Pourchot:

The Administration has been conducting negotiations on transferring the four public hatcheries to regional aquaculture associations in order to implement the user-pays philosophy and thereby reduce future fiscal impact on the General Fund. In order to do this, we would grant the associations funds necessary to upgrade the hatcheries to the extent necessary to be self-sustaining. I am pleased to report to you that these negotiations are nearing a successful completion. The amounts agreed to are as follows.

Hatchery	Capital (million)	Aquaculture Association
Beaver Falls	\$3.0	Southern Southeast
Gulkana	--	Prince William Sound
Main Bay	5.0	Prince William Sound
Tutka	2.0	Cook Inlet
<b>TOTAL</b>	<b>\$10.0</b>	

It is respectfully requested that you include these amounts in the Governor's capital budget request. These should be appropriated as grants to the aquaculture associations for upgrading of facilities which we have transferred

Apr-28-97 08:36A Rep Mark Hanley  
The Honorable Pat R. Williams  
Co-Chair, Senate Finance Committee  
May 2, 1991  
Page 2

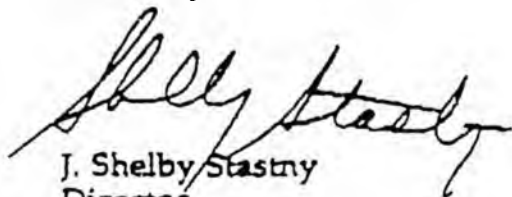
P. 05

to them. The Main Bay request will replace the \$2.0 million requested in the administration's original capital budget request.

If for any reason the aquaculture associations do not agree to the terms negotiated these grants will not be made and the hatcheries will not be transferred.

Thank you for your help in this matter.

Sincerely,



J. Shelby Stastny  
Director

JSS/CLR/dmc/91-271

cc: Office of the Governor  
Max Hodel, Chief of Staff  
Bruce Kendall, Legislation Liaison  
Clem Tillion, Special Staff Assistant

Alaska Department of Fish & Game  
Commissioner Rosier

## MEMORANDUM

STATE OF ALASKA  
Department of Fish and GameTO: Cheryl Frasca, Director  
Division of Budget Review  
Office of Management and Budget

DATE: January 9, 1992

FILE NO:

THRU:

TELEPHONE NO: 465-4160

FROM: Jeffery P. Koertings  
Director  
Division of FREDSUBJECT: Beaver Falls CIP  
Request

Last year, the administration conducted negotiations to transfer public hatcheries to regional aquaculture associations. One aspect of the negotiation process was to grant the associations necessary funding to upgrade the facilities so that they could be self-sustaining and operated with monies received from cost recovery. Of the \$10 million requested (See attached 2 May 1991 letter from Shelby Stasny to Senator Pat Pourchot), only \$5 million was approved. Consequently, only two of the three associations expecting to receive the grants actually did. The third, the Southern Southeast Regional Aquaculture Association (SSRAA), did not receive funding to upgrade the Beaver Falls Hatchery.

When funding upgrades for two facilities transferred to the Cook Inlet and Prince William Sound Aquaculture Associations, the Alaska Department of Fish and Game gave SSRAA its commitment to support an FY 93 CIP proposal to upgrade the Beaver Falls Hatchery.

The upgrade cost, based on the latest engineering studies, is detailed below:

Total capital costs (including remote release)	\$2,900,000
Site plan, design, permits, design contingency	427,000
General project administration and contingency	78,000
Inflation contingency	<u>95,000</u>
<b>TOTAL</b>	<b>\$3,500,000</b>

If the \$3.5 million CIP request is granted to SSRAA in FY 93, the total FY 92 and FY 93 costs to upgrade the three facilities is \$8.5 million.

The department fully supports this administration's FY 93 CIP request to upgrade the Beaver Falls Hatchery so that it can be self-sustaining and support itself through cost recovery.

If I can provide further details or information, please contact me.

Attachment

cc: Carl Rosier

**RECEIVED**  
JAN 15 1992

**BUDGET REVIEW**

**MEMORANDUM**

**STATE OF ALASKA**  
**Department of Fish and Game**

**TO:** Cheryl Frasca  
Budget Review  
Office of Management  
and Budget

**DATE:** January 10, 1992

**FILE NO:**

**THRU:**

**TELEPHONE NO:** 465-4160

**FROM:** Jeffery P. Keenings  
Director  
Division of **FRED**

**SUBJECT:** Beaver Falls FY 93  
CIP Request

This memo is to provide further background relative to my 9 January memo to you regarding the administration's FY 93 CIP request for upgrading Beaver Falls Hatchery.

From the FY 92 hatchery upgrade CIP, funded at \$5 million instead of the original \$10 million, contracts for upgrading Tutka (\$2 million) and Main Bay (\$3 million) hatcheries were signed by the Cook Inlet Regional Aquaculture Association and to the Prince William Sound Regional Aquaculture Association, respectively. Also, because of the ability to upgrade these two facilities, the aquaculture associations entered into long term (20 year) contracts for operating the hatcheries with the state.

The Gulkana facility is being operated by FRED division through program receipts (FY 92) from the Prince William Sound Aquaculture Association.

The FY 93 CIP request for Beaver Falls is to upgrade the facility so that the Southern Southeast Regional Aquaculture Association can enter into a long term contract with the state and pay for the operating expenses through cost recovery on the fish produced.

cc: Carl Rosier

P.7

# ***Southern Southeast Regional Aquaculture Association, Inc.***

2721 Tongass Avenue  
Ketchikan, Alaska 99901  
Phone: (907) 225-9605  
Fax: (907) 225-1348



January 30, 1997

Senator Robin Taylor  
Alaska State Legislature  
State Capital Building  
Juneau, Alaska 99801-1182

Dear Senator Taylor:

In 1992 SSRAA assumed operations of the State Hatchery at Beaver Falls. The mission of this facility is wild stock salmon enhancement, especially sockeye salmon. This was not a production hatchery and a cost recovery project had to be initiated. The legislature provided \$2.75 million for SSRAA to make capital improvements at the Beaver Falls Hatchery and to initiate a cost recovery project.

A suitable cost recovery project was not identified until 1994 and was initiated in 1995 at Neck Lake. The capital improvements at Beaver Falls could not start until a land lease agreement was reached with the Cape Fox Corporation (CFC). The land, however, was in dispute with the Ketchikan Public Utilities (KPU) and water availability involved approval by the Federal Energy Regulatory Commission (FERC). All three agencies, in addition to the Department of Fish and Game, had to agree, and for various reasons we have not been able to finalize a land lease. Construction has been delayed for the last three years.

Alaska Aquaculture, Inc. (AAI) became insolvent in the fall of 1996. The Division of Investments and ADF&G approached SSRAA to take over the hatchery operations of AAI at Burnett Inlet. SSRAA has no interest in continuing the chum and pink production at Burnett Inlet, but the facility can easily be converted to continue the wild stock mission of the Beaver Falls operation. We are developing agreements with the Division of Investments whereby the Burnett Inlet facilities can be transferred to SSRAA, and with ADF&G for a mission change from Beaver Falls to Burnett Inlet.

The \$2.75 million initial appropriation for Beaver Falls is still in our bank account and will still be needed to complete the construction at Neck Lake and to make modifications at the Burnett Inlet Hatchery to enable us to conduct discrete wild stock enhancement projects. However, the conditions of our contract with ADF&G do not allow us to use these funds at Burnett Inlet. Because the funds were appropriated by the legislature for Beaver Falls, the legislature will have to re-appropriate the money for use at Burnett Inlet.

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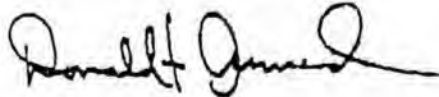
AAI has accumulated a debt of over \$750,000 to past employees and creditors, of which most are in Alaska. SSRAA has agreed to allow AAI to sell some assets of no use to us and use the money to pay these creditors. This may not cover all the debt and we will work with the Wrangell Community to help identify funds which can be used to cover part of the debt. It may be necessary to use some of the \$2.75 million for this purpose. In addition, funds may have to be set aside to restore the Burnett site as required in the U.S. Forest Service Special Use Permit. In order to give us the flexibility to cover all contingencies, we are requesting these funds be re-appropriated to SSRAA as a grant.

The fishermen and residents of Wrangell have voiced approval of our plan and the SSRAA Board of Directors has placed the Burnett Inlet facility as our top priority. We have not broken off negotiations with the CFC or KPU and this option will be pursued if the Burnett transaction does not take place.

SSRAA appreciates your help and support in obtaining the original funding. We now respectfully request that you introduce legislation during the 1997 session to re-appropriate SSRAA's funding for use at Beaver Falls to a grant for use at Burnett Inlet.

Thank you.

Sincerely,



Donald F. Amend  
General Manager

cc: Representative Bill Williams  
Ray Gillespie  
Dave Massey, Division of Investments  
Johnny Holland, ADF&G  
Scott Seabury, City of Wrangell

44/14]

# Southern Southeast Regional Aquaculture Association, Inc.

2721 Tongass Avenue  
Ketchikan, Alaska 99901  
Phone: (907) 225-9603  
Fax: (907) 225-1348



To: <i>Water Buyer</i>	From: <i>Fin Howard</i>
Cell	SSRAA, Inc.
Cell # <i>907-485-2774</i>	Fax # <i>(907) 225-1348</i>
# of Pages <i>4</i>	Phone # <i>(907) 225-9603</i>

April 9, 1997

Senator Robin Taylor  
Alaska State Legislature  
State Capital Building  
Juneau, Alaska 99801-1182

Dear Senator Taylor:

I received confirmation today that Alaska Aquaculture, Inc. (AAI) has filed for Chapter 7 Bankruptcy (Case J97-00319-DMD). This completes the process for the Division of Investments to foreclosure on AAI and transfer the Burnett Inlet Hatchery to SSRAA. It also sets up the process to establish a trustee and a trust account to distribute funds for the third party debt. The next necessary step is to have the Beaver Falls funds re-appropriated to allow us use the funds at Burnett Inlet.

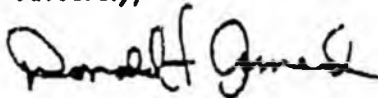
The transfer of the Burnett Hatchery to SSRAA is fairly certain, but not a "done deal" until it actually happens. As you know, the original funds were administered through the Department of Fish and Game because we were operating a State Hatchery. The Burnett Hatchery is not owned by the State and will be directly transferred to SSRAA. Therefore, the funds should be re-appropriated directly to SSRAA as a grant. However, because the Burnett Hatchery transfer is not certain, flexibility is needed so that we can continue at Beaver Falls if necessary.

I have discussed this with Johnny Holland, ADF&G Contract Administrator, and they have no problems of having the funds directly re-appropriated to SSRAA. As you know, the mission at the Burnett Hatchery will be the same as at Beaver Falls: enhancement of wild stock salmon in Southern Southeast Alaska. In order to retain flexibility, the re-appropriation language should be as follows: The sum of \$2.725 million dollars is to be re-appropriated from the Beaver Falls State Hatchery to the Southern Southeast Regional Aquaculture Association, Inc. as a grant to continue wild stock enhancement of salmon in Southern Southeast Alaska at either the Burnett Inlet Hatchery or the Beaver Falls Hatchery.

April 9, 1997  
Page 2

I hope this language is about correct. I very much appreciate your help.

Sincerely,



Donald F. Amend  
General Manager

cc: Johnny Holland

81/14J



# Alaska State Legislature

Official Business

P.O. Box V  
State Capitol  
Juneau, Alaska 99811

## MEMORANDUM

TO: Representative Mark Hanley, CO-Chair  
House Finance Committee

Senator Bert Sharp, CO-Chair  
Senate Finance Committee

FROM: Senator Robin Taylor  
Representative Bill Williams  
Representative Ben Grussendorf

RE: Reappropriations for ED2

DATE: April 10, 1997

See Page 2 for  
BFH Reapprop.  
Language.

\*\*\*\*\*

\*Sec. Section 2(a), ch. 123, SLA 1996, is amended to read:

\*Sec. 2. ED 2. (a) The purpose of that portion of the appropriation made in sec. 14, ch. 79, SLA 1993, and allocated under sec. 4(b), ch. 80, SLA 1993, to the account in the municipal capital project matching grant fund that the Department of Administration holds in custody for the City of Sitka under AS 37.06.010(b), which was awarded as grant number 94/674-1-002 by the Department of Administration (High School re-roof - \$146,566), is amended to include Sitka High School [roof] repairs.

*As of the end of February 1997 the balance in this account is \$74,389.43.*

Memorandum re reappropriations  
ED 2

April 10, 1997  
Page 2

\*Sec. Section 152, ch. 5, FSSLA 1992, page 40, line 19 is amended to  
read:

	APPROPRIATION ITEMS	GENERAL FUND
Hatchery improvements and operations to prepare for transfer of facilities and <u>for wild stock enhancement of salmon at Burnett Inlet Hatchery</u>	2,725,000	2,725,000

*As of the end of March 1997 the balance in this account is 2,596,591.*

Amendment for CS SB 107 (FIN)

moved By Adams

w/objection, adopted

Add new section after section 48

Section \_\_\_\_\_. Department of Administration Reappropriation.

(a) The unexpended and unobligated balance of the appropriation made in sec. 135, ch. 103, SLA 1995, page 71, line 27-28 (Scammon Bay-community playground and equipment) is reappropriated from the individual grant account of the City of Scammon Bay established under AS 37.06.010 (b) to the Department of Administration for payment as a grant under AS 37.05.315 to the City of Scammon Bay for the community playground and equipment and Settlement of Outstanding Community Debts.

(b) The unexpended and unobligated balance of the appropriation made in sec. 10, ch. 4, SLA 1994, page 41, line 33-35 (Scammon Bay-community playground equipment and construction) is reappropriated from the individual grant account of the City of Scammon Bay established under AS 37.06.010 (b) to the Department of Administration for payment as a grant under AS 37.05.315 to the City of Scammon Bay for the community playground equipment and construction and Settlement of Outstanding Community Debts.

(c) The unexpended and unobligated balance of the appropriation made in sec. 19, ch. 79, SLA 1993, page 112, line 31 (Scammon Bay-waste heat project) is reappropriated from the individual grant account of the City of Scammon Bay established under AS 37.06.010 (b) to the Department of Administration for payment as a grant under AS 37.05.315 to the City of Scammon Bay for the waste heat project and Settlement of Outstanding Community Debts.

(d) Subsections a-c of this section take effect immediately.

(e) These appropriations are for capital projects + lapse under AS 37.25.020.  
Renumber following sections.

# Scammon Bay

Election District 38

 Community Profile

Year Granted	Program	Status	Last Report	Purpose	Grant Award	Reported Expenditures	Local Match	To Date	Lapse Date
94	Matching	Open	30-Mar-97	waste heat project	\$25,000.00	\$21,184.08	\$1,316	\$1,316.00	30-Jun-98
				community playground equipment and construction		3,815.92			
95	Matching	Open	30-Mar-97	community playground and equipment	\$25,000.00	\$6,071.33	\$1,316	\$6.97	30-Jun-99
				community playground and equipment		18,928.67			
96	Matching	Open	30-Mar-97	community building renovation	\$25,000.00	\$0.00	\$1,316	\$0.00	30-Jun-00
				community building renovation		5,000			
97	Matching	open	NONE	community building renovation	\$25,000.00	\$0.00	\$1,316	\$0.00	30-Jun-01
<b>TOTALS</b>					<b>\$100,000.00</b>	<b>\$27,255.41</b>	<b>\$5,263</b>	<b>\$1,322.97</b>	
updated	4/29/97								
						47,744.59			

## Need more information?

Lena Simmons, Grants Administrator  
 Alaska Department of Administration  
 PO Box 110208, Juneau, AK 99811-0208  
 907 465-5647 office  
 907 465-2194 fax  
E-Mail



1 Grants to Municipalities (AS 37.05.115) (cont.)

1	Allocations	Appropriation		Fund Sources
		Items	General Fund	
4		40,000	40,000	
5				
6		40,000	40,000	
7				
8		30,000	30,000	
9				
10		100,000	100,000	
11				
12		60,000	60,000	
13		42,000	42,000	
14				
15		40,000	40,000	
16		63,500	63,500	
17				
18		40,000	40,000	
19				
20		50,000	50,000	
21		70,000	70,000	
22				
23		400,000	400,000	
24				
25		40,000	40,000	
26				
27		55,000	55,000	
28				
29		40,000	40,000	
30				
31		40,000	40,000	
32				
33		40,000	40,000	
34				
35		40,000	40,000	
36				
37		30,000	30,000	
38				

Chapter 79

1 Grants to Municipalities (AS 37.05.115) (cont.)

1	Allocations	Appropriation		Fund Sources
		Items	General Fund	
4		40,000	40,000	
5				
6		40,000	40,000	
7				
8		40,000	40,000	
9				
10		150,000	150,000	
11				
12		45,000	45,000	
13				
14				
15		35,000	35,000	
16				
17		100,000	100,000	
18				
19		250,000	250,000	
20				
21				
22		170,000	170,000	
23				
24		205,000	205,000	
25				
26				
27		5,000	5,000	
28				
29				
30		100,000	100,000	
31				
32		100,000	100,000	
33				
34				
35		50,000	50,000	
36				
37		100,000	100,000	
38				

Chapter 79

1 Municipal Capital Matching Grants (AS 17.06.010) (cont.)			
	2 Appropriation		Other
	3 Allocations	4 Items	
	General	Other	
	Fund	Funds	
4 City of Buckland - Hillside Road		25,000	25,000
5 Completion (ED 17)			
6 City of Deering - Erosion		25,000	25,000
7 Control (ED 17)			
8 City of Diomedea - Solid Waste		25,000	25,000
9 Disposal Project (ED 17)			
10 City of Kobuk - Community		25,000	25,000
11 Facility/Equipment Repair (ED 17)			
12 City of Kotzebue - Construction	111,500		111,500
13 of City Offices in the Old			
14 Recreation Center Building			
15 (ED 17)			
16 City of Noorvik - New Health	25,000		25,000
17 Clinic (ED 17)			
18 City of Nuiqaut - Ball Field	25,000		25,000
19 Development (ED 17)			
20 City of Point Hope - City Garage	27,800		27,800
21 Building Winter Storage/			
22 Maintenance (ED 17)			
23 City of Salevik - Barge Landing	25,900		25,900
24 Site Construction (ED 17)			
25 City of Shishmaref - Solid Waste	25,000		25,000
26 Equipment Purchase (ED 17)			
27 City of Teller - Cable	25,000		25,000
28 Television Project (ED 17)			
29 City of Wainwright - Community	25,000		25,000
30 Center Renovation (ED 17)			
31 North Slope Borough - Search and	87,200		87,200
32 Rescue Equipment Acquisition			
33 (ED 17)			
34 Northwest Arctic Borough -	23,000		23,000
35 Consortium Library/Cultural			
36 Center Engineering (ED 17)			
37 City of Alakanuk - Community	25,100		25,100
38 Facilities and Equipment (ED 18)			

1 Municipal Capital Matching Grants (AS 17.06.010) (cont.)			
	2 Appropriation		Other
	3 Allocations	4 Items	
	General	Other	
	Fund	Funds	
4 City of Elm - Gravel Road to		25,100	25,100
5 Proposed Dock and Tank Farm			
6 (ED 18)			
7 City of Emmonak - Teen Center		29,400	29,400
8 Construction (ED 18)			
9 City of Gambell - Sanitation		25,000	25,000
10 Services - Phase II (ED 18)			
11 City of Golovin - Clinic Upgrade		25,000	25,000
12 (ED 18)			
13 City of Hooper Bay - Tomeganuk		16,700	16,700
14 Hill Boardwalk Design/			
15 Construction (ED 18)			
16 City of Kotlik - Boardwalk		25,000	25,000
17 Renovation (ED 18)			
18 City of Koyuk - Gravel Source		25,000	25,000
19 Development (ED 18)			
20 City of Marshall - Road		25,000	25,000
21 Extension to Airport and			
22 Washeteria (ED 18)			
23 City of Mountain Village -		32,600	32,600
24 Community Facilities Repair and			
25 Renovations/Equipment (ED 18)			
26 City of Nome - New Landfill		158,000	158,000
27 (ED 18)			
28 City of Pilot Station - Water		25,000	25,000
29 Treatment Plant Building			
30 Replacement (ED 18)			
31 City of Savoonga - Heavy		25,000	25,000
32 Equipment Upgrade (ED 18)			
33 City of Scammon Bay - Community		25,000	25,000
34 Playground Equipment and			
35 Construction (ED 18)			
36 City of Shektoolik - Tank Farm		25,000	25,000
37 Renovations (ED 18)			

1 Municipal Capital Matching Grants (AM 17.06.010) (cont.)				
2	Appropriation		General	Other
3	Allocations	Items	Fund	Funds
4		25,000		25,000
5				
6		26,538		26,538
7				
8		25,000		25,000
9				
10		50,917		50,917
11				
12		25,000		25,000
13				
14		25,000		25,000
15				
16		91,806		91,806
17				
18		25,000		25,000
19				
20		25,000		25,000
21				
22		25,000		25,000
23				
24		25,000		25,000
25				
26		25,000		25,000
27				
28		28,886		28,886
29				
30		25,000		25,000
31				
32		25,000		25,000
33				
34		25,000		25,000
35				
36		20,000		20,000
37				

1 Municipal Capital Matching Grants (AM 17.06.010) (cont.)				
2	Appropriation		General	Other
3	Allocations	Items	Fund	Funds
4		15,973		15,973
5				
6		25,000		25,000
7				
8		25,000		25,000
9				
10		25,000		25,000
11				
12		20,000		20,000
13				
14		11,136		11,136
15				
16		155,387		155,387
17				
18		17,000		17,000
19				
20		8,000		8,000
21				
22		25,000		25,000
23				
24		25,000		25,000
25				
26		25,000		25,000
27				
28		43,000		43,000
29				
30		15,000		15,000
31				
32		10,000		10,000
33				
34		25,000		25,000
35				
36		10,723		10,723
37				

*moved Sen. Pearce  
withdrawing*

AMENDMENT

OFFERED IN THE SENATE

TO: Draft CSSB 107(FIN) ("B" Version, Dated 5/2/97)

- 1 Page 17, line 30:
- 2 Delete "1993"
- 3 Insert "1991"

- 4 Page 18, line 1:
- 5 Delete "1993"
- 6 Insert "1991"

- 7 Page 18, line 2:
- 8 Delete "1993"
- 9 Insert "1991"

- 10 Page 18, line 3:
- 11 Delete "1994"
- 12 Insert "1992"

- 13 Page 18, line 4:
- 14 Delete "1994"
- 15 Insert "1992"

- 16 Page 18, line 5:
- 17 Delete "1994"
- 18 Insert "1992"

- 19 Page 18, line 6:

- 1 Delete "1995"
- 2 Insert "1993"
  
- 3 Page 18, line 7:
- 4 Delete "1995"
- 5 Insert "1993"
  
- 6 Page 18, line 8:
- 7 Delete "1995"
- 8 Insert "1993"
  
- 9 Page 18, line 9:
- 10 Delete "1996"
- 11 Insert "1994"
  
- 12 Page 18, line 10:
- 13 Delete "1996"
- 14 Insert "1994"
  
- 15 Page 18, line 11:
- 16 Delete "1996"
- 17 Insert "1994"
  
- 18 Page 18, line 12:
- 19 Delete "1997"
- 20 Insert "1995"
  
- 21 Page 18, line 13:
- 22 Delete "1997"
- 23 Insert "1995"

Provides for 7 years instead of 5 year period before  
capital appropriations are repealed. (Section 45)

(Front Section)

AMENDMENT

OFFERED IN THE SENATE

BY: SENATOR ADAMS  
failed 1-6

TO: CS SB 107(Fin)

Sec. 23. ED 36 Reappropriations.

Page 11, after line 6,  
Insert a new subsection (e) as follows:

(e) The unexpended and unobligated balance, not to exceed \$250,000, of the appropriation made in Sec. 30, ch.117, SLA 96, page 37, line 36 (Department of Law, Civil Division - \$22,025,200) is reappropriated to the Department of Education under 37.05.315 for a Galena regional vocational charter school.

Page 18, line 28, following "23(a),": Insert "23(e),"

AMENDMENT

TO: SCS SB 107(FIN)

MOVED BY SENATOR ADAMS

*w/o objection, adopted*

Add a new section:

\* **Sec. \_\_\_\_.** (a) Subject to the conditions set out in (c) of this section, the sum of \$486,512 is appropriated from the appropriate individual grant accounts in the municipal capital project matching grant fund (AS 37.06.010) for payment as grants under AS 37.06.010 to the following municipalities in the amounts and for the purposes stated:

Holy Cross - Community facilities and equipment	50,000
Hooper Bay - Community facilities and equipment	27,089
Koyukuk - Community facilities and equipment	25,000
Kupreanof - Community facilities and equipment	25,000
Northwest Arctic Borough - Community facilities and equipment	25,000
Nuiqsut - Community facilities and equipment	76,348
Pilot Station - Community facilities and equipment	50,000
Ruby - Community facilities and equipment	25,005
Russian Mission - Community facilities and equipment	29,518
Scammon Bay - Community facilities and equipment	25,000
Shaktolik - Community facilities and equipment	25,000
Shishmaref - Community facilities and equipment	25,000
Shungnak - Community facilities and equipment	25,000
Upper Kalskag - Community facilities and equipment	28,552
Wales - Community facilities and equipment	25,000

(b) Subject to the conditions set out in (c) of this section, the sum of \$395,240 is appropriated from the appropriate individual grant accounts in the unincorporated community capital matching grant fund (AS 37.06.020) for payment as grants under AS 37.06.020 to the following unincorporated communities in the amounts and for the purposes stated:

Beaver - Community facilities and equipment	25,000
Central - Community Facilities and equipment	54,204
Eagle Village - Community facilities and equipment	50,000
Lake Minchumina - Community facilities and equipment	108,722
McCarthy - Community facilities and equipment	25,000
Newtok - Community facilities and equipment	25,000
Nikolski - Community facilities and equipment	27,934
Silver Springs - Community facilities and equipment	25,099
Stony River - Community facilities and equipment	54,281

(c) The appropriations made by (a) and (b) of this section are made contingent on the grantee complying before July 1, 1997, with the requirements, other than deadlines, set out in AS 37.06.

O-GS0051\B.13  
Cramer/Utermohle  
5/4/97

*moved Sen. Pearce  
withdrawn (see  
front #24)*

AMENDMENT

OFFERED IN THE SENATE

TO: Draft CS&B 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 18, following line 25:

2 Insert a new bill section to read:

3 **\* Sec. 46. ALASKA SCIENCE AND TECHNOLOGY FOUNDATION.** Contingent  
4 upon the University of Alaska or other entity satisfying criteria established by the board of  
5 directors of the Alaska Science and Technology Foundation and approval of the project by  
6 the board, the sum of \$3,900,000 is appropriated from income of the Alaska science and  
7 technology endowment (AS 37.17.020) to the Alaska Science and Technology Foundation for  
8 payment as a grant under AS 37.17.090(k) for a low-rank coal water fuel technology project."

9 Renumber the following bill sections accordingly.

10 Page 18, line 29:

11 Delete "and 49"

12 Insert "46, and 50"

13 Page 19, line 3:

14 Delete "and 44 - 47"

15 Insert "44, 45, 47, and 48"

16 Page 19, line 5:

17 Delete "49, and 50"

18 Insert "46, 50, and 51"

19 Page 19, line 6:

0-GS0051NB.13

1 Delete "SECTION 49"

2 Insert "SECTION 50"

3 Conform internal bill section references and page references accordingly.

4 Page 47, line 20:

5 Delete "26,400,000" in both places

6 Insert "22,500,000" in both places

FRONT #13

0-LS8001VA.51  
Cramer  
5/4/97

AMENDMENT

*moved by Sen. Pearce  
w/o objection, adopted*

OFFERED IN THE SENATE

TO:

- 1 \* **Sec. A. ALASKA SEAFOOD MARKETING INSTITUTE.** (a) Contingent on the
- 2 Alaska Seafood Marketing Institute having no employees who are located outside Alaska
- 3 whose positions are classified at more than Range 21 on the state salary schedule under
- 4 AS 39.27.011, and subject to the conditions set out in (b) - (d) of this section, the
- 5 appropriation made by sec. 31, ch. 117, SLA 1996, page 58, lines 8 - 11, lapses into the
- 6 general fund June 30, 2000.
- 7 (b) The Alaska Seafood Marketing Institute may not spend money from this
- 8 appropriation in the fiscal year ending June 30, 1998.
- 9 (c) Of the amount appropriated in (a) of this section, the Alaska Seafood Marketing
- 10 Institute may spend no more than \$500,000 in the fiscal year ending June 30, 1999.
- 11 (d) Of the amount appropriated in (a) of this section, the Alaska Seafood Marketing
- 12 Institute may spend no more than \$500,000 in the fiscal year ending June 30, 2000.

AMENDMENT

OFFERED IN THE SENATE  
TO: CAPITAL BUDGET BILL

moved BY SENATOR PEARCE  
w/o objection adopted

- 1 \* Sec. A. EXXON VALDEZ OIL SPILL RESTORATION FUND. (a) The legislature
- 2 finds that
- 3 (1) as a result of the judgment entered by the United States District Court in
- 4 the criminal case United States of America v. Exxon Shipping Company and Exxon
- 5 Corporation, No. A90-015 CR, the state received \$50,000,000 in restitution "to be used by
- 6 the State of Alaska . . . exclusively for restoration projects, within the State of Alaska,
- 7 relating to the 'Exxon Valdez' oil spill";
- 8 (2) the money received by the state in restitution is held in the "Exxon Valdez
- 9 oil spill restoration fund," established by the Department of Revenue, to implement the
- 10 judgment; and
- 11 (3) the appropriations in (b) - (f) of this section are made in order to achieve
- 12 the purposes in the court's restitution order.
- 13 (b) The sum of \$1,750,000 is appropriated from the income accrued on or before
- 14 June 30, 1998, on the Exxon Valdez oil spill restoration fund described in (a) of this section
- 15 to the Department of Administration for payment as a grant under AS 37.05.315 to the Kenai
- 16 Peninsula Borough for the design and construction of the Kenai River Visitors Center in
- 17 Soldotna, placement of riverbank protection on the site chosen for the center, construction of
- 18 amenities related to access and use of the Kenai River from the site, and procurement of
- 19 furnishings and other materials necessary for the center to carry out its purpose. Money may
- 20 not be expended from the appropriation made in this subsection for any purpose other than
- 21 the design of the center until
- 22 (1) the Kenai Peninsula Borough provides, and the governor approves, a
- 23 construction plan that describes the proposed design and location of the center; and
- 24 (2) all amounts necessary to finance the work described by the construction
- 25 plan are obtained by the Kenai Peninsula Borough.

0-LS8000A.30

1           (c) The sum of \$1,000,000 is appropriated from the income accrued on or before  
 2 June 30, 1998, on the Exxon Valdez oil spill restoration fund described in (a) of this section  
 3 to the Department of Fish and Game for research on techniques of fish stock identification  
 4 or assessment for stocks of salmon injured as a result of the Exxon Valdez oil spill or whose  
 5 health is of concern, and the assessment of spawning and rearing requirements for stocks of  
 6 salmon injured as the result of the Exxon Valdez oil spill or whose health is of concern.

→ 7           (d) The sum of \$250,000 is appropriated from the income accrued on or before  
 8 June 30, 1998, on the Exxon Valdez oil spill restoration fund described in (a) of this section  
 9 to the Department of Fish and Game for the acquisition of equipment for the Mariculture  
 10 Technical Center and Shellfish Hatchery.

→ 11          (e) The sum of \$1,400,000 is appropriated from the income accrued on or before  
 12 June 30, 1998, on the Exxon Valdez oil spill restoration fund described in (a) of this section  
 13 to the Department of Transportation and Public Facilities for the construction of a road from  
 14 Cordova to Shepard Point, the construction of oil spill response equipment storage facilities,  
 15 and the acquisition of oil spill response equipment for repositioning at Shepard Point.

16          (f) The unappropriated and unobligated balance of income earned on or before  
 17 June 30, 1998, on money in the Exxon Valdez oil spill restoration fund described in (a) of  
 18 this section that remains after deducting the amounts appropriated in (b) - (e) of this section  
 19 is appropriated to the Department of Community and Regional Affairs for payment as grants  
 20 under AS 44.47.050 to unincorporated rural communities for purposes of restoring, replacing,  
 21 or enhancing subsistence resources or services or other services damaged or lost as a result  
 22 of the Exxon Valdez oil spill.

→ 23          \* **Sec. B. ALYESKA SETTLEMENT FUND.** (a) Subject to the condition in this  
 24 subsection, the unappropriated and unobligated balance of the income earned on or before  
 25 June 30, 1998, on money in the Alyeska settlement fund is appropriated to the Department  
 26 of Transportation and Public Facilities for the construction of a road from Cordova to  
 27 Shepard Point, the construction of oil spill response equipment storage facilities, and the  
 28 acquisition of oil spill response equipment for repositioning at Shepard Point. To the extent  
 29 that there are other appropriations made for a project under this appropriation, this  
 30 appropriation is conditioned on the department's exhausting the other appropriations made  
 31 for a project under this appropriation before expending money from this appropriation for that  
 32 project.

0-1.58000A.30

→ 1 (b) In this section, the "Alyeska settlement fund" means the trust fund established in  
2 the state treasury for the purpose of receiving, holding, and disbursing the settlement proceeds  
3 received by the state under the Agreement and Consent Decree In Re: The Exxon Valdez,  
4 United States District Court, District of Alaska, Case No. A92-175 Civil, decree entered  
5 November 25, 1992.

→ 6 \* Sec. C. The appropriations made by secs. A and B of this Act are for capital projects  
7 and lapse under AS 37.25.020.

# FRONT #15

0-GIS0051VB.12  
Cramer  
5/4/97

## AMENDMENT

OFFERED IN THE SENATE

MOVED BY SENATOR ADAMS

TO: Draft CSSB 107(FIN) ("B" Version, Dated 5/2/97)

(Added 1-6)

1 Page 18, following line 25:

2       Insert a new section to read:

3       \*\* Sec. 46. The sum of \$2,396,414 is appropriated from the fiscal year 1997 corporate  
4 receipts of the Alaska Housing Finance Corporation to the Department of Education for the  
5 following purposes and in the following amounts

6	PURPOSE	APPROPRIATION AMOUNT
7	(1) Mt. Edgecumbe High School repairs, renovations, and equipment	\$ 100,000
8		
9	(2) payment as a grant under AS 37.05.316 to the Northwest Arctic School District for Kiana High School renovation."	2,296,414
10		
11		

12 Renumber the following bill sections accordingly.

13 Page 18, line 29:

14       Delete "and 49"

15       Insert "46, and 50"

16 Page 19, line 3:

17       Delete "44 - 47"

18       Insert "44, 45, 47, and 48"

19 Page 19, line 5:

20       Delete "49, and 50"

21       Insert "46, 50, and 51"

0-GS0051\B.12

- 1 Page 19, line 6:
- 2       Delete "SECTION 49"
- 3       Insert "SECTION 50"
  
- 4 Conform internal page references accordingly.

A M E N D M E N T

OFFERED IN THE SENATE

moved BY SENATOR ADAMS  
w/o objection, adopted

TO:

1 \* Sec. A. Section 19, ch. 79, SLA 1993, page 41, lines 28 - 29, as amended by sec. 64,  
2 ch. 8, FSSLA 1994, as amended by sec. 31(f), ch. 123, SLA 1996, is amended to read:

3 ALLOCATIONS

- 4 Unalaska - Icy Creek 2,850,000
- 5 Dam design and
- 6 construction, muni-
- 7 cipal landfill, [AND]
- 8 water storage tank, and
- 9 wastewater treatment
- 10 upgrades (ED 40)

FRONT # 17

0-GS(00)51NB.19  
Cramer  
5/4/97

AMENDMENT

OFFERED IN THE SENATE

*moved* BY SENATOR ADAMS  
*facted 1-6*

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 18, following line 25:

2 Insert a new bill section to read:

3 **\* Sec. 46.** The sum of \$377,900 is appropriated from the commercial fishing revolving  
4 loan fund (AS 16.10.340(a)) to the Department of Community and Regional Affairs for  
5 payment as grants under AS 37.05.316 to the following recipients for the purposes and in the  
6 amounts stated:

7	RECIPIENT AND PURPOSE	GRANT AMOUNT
8	Alaska Fisheries Development Foundation	\$250,000
9	for the AYK salmon marketing program	
10	Alaska Federation of Natives for an	127,900
11	implementation study of the Alaska Native	
12	Commission Report."	

13 Renumber the following bill sections accordingly.

14 Page 18, line 29:

15 Delete "and 49"

16 Insert "and 50"

17 Page 18, following line 31:

18 Insert a new subsection to read:

19 "(d) The appropriation made in sec. 46 of this Act lapses June 30, 1999."

20 Page 19, line 3:

21 Delete "44 - 47"

- 1           Insert "44 - 48"
  
- 2   Page 19, line 5:
- 3           Delete "49, and 50"
- 4           Insert "50, and 51"
  
- 5   Page 6, line 6:
- 6           Delete "SECTION 49"
- 7           Insert "SECTION 50"

AMENDMENT

OFFERED IN THE SENATE

TO: SB 107

*moved* BY SENATOR *ADAMS*  
*w/o objection adopted*

1 Page 4, following line 22:

2 Insert a new bill section to read:

3 "\* Sec. 12. The unexpended and unobligated balance of the appropriation made as a  
4 municipal capital project matching grant (AS 37.06.010) to the City of Napakiak for  
5 upgrading the washeteria equipment and interior in the amount of \$25,000 (sec. 17,  
6 page \_\_, lines \_\_\_\_ of this Act) is reappropriated to the Department of Administration for  
7 payment as a grant under AS 37.05.315 to the City of Napakiak for renovation of the jail and  
8 public safety building and for the settlement of federal debt."

9 Renumber the following bill sections accordingly.

10 Page 4, line 25:

11 Delete "6 - 11 and 15"

12 Insert "6 - 12 and 17"

13 Page 4, following line 26:

14 Insert a new bill section to read:

15 "\* Sec. 14. Section 12 of this Act takes effect on the day after sec. 17 of this Act takes  
16 effect."

17 Renumber the following bill sections and conform internal section number and page  
18 references accordingly.

19 Page 4, line 29:

20 Delete "SECTION 15"

1

Insert "SECTION 17"

AMENDMENT

OFFERED IN THE SENATE

*moved* BY SENATOR PARI'ELL

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

*held*

1 Page 16, lines 12 - 19:

2 Delete all material and insert:

3 **\*\* Sec. 42. CAPITAL PROJECT MATCHING GRANT PROGRAMS.** (a) The sum of  
4 \$21,917,000 is appropriated to the municipal capital project matching grant fund  
5 (AS 37.06.010(b)) in the Department of Administration to provide grants to municipalities  
6 under the municipal capital project matching grant program from the following sources in the  
7 amounts listed:

8 SOURCE	AMOUNT
9 General fund	\$13,150,000
10 Investment loss trust fund (AS 37.14.300)	8,767,000

11 (b) The sum of \$3,083,000 is appropriated to the unincorporated community capital  
12 project matching grant fund (AS 37.06.020(b)) in the Department of Community and Regional  
13 Affairs to provide grants to unincorporated communities under the unincorporated community  
14 capital project matching grant program from the following sources in the amounts listed:

15 SOURCE	AMOUNT
16 General fund	\$1,850,000
17 Investment loss trust fund (AS 37.14.300)	1,233,000"

Parnell moved  
Adopted w/o obj.

FRONT #19

REVISED

0-GS0051VA.32  
Crawford  
5/5/97

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR PARNELL

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 16, lines 12 - 19:

2 Delete all material and insert:

3 **"\* Sec. 42. CAPITAL PROJECT MATCHING GRANT PROGRAMS.** (a) The sum of  
4 \$17,533,000 is appropriated to the municipal capital project matching grant fund  
5 (AS 37.06.010(b)) in the Department of Administration to provide grants to municipalities  
6 under the municipal capital project matching grant program from the following sources in the  
amounts listed:

8	SOURCE	AMOUNT
9	General fund	\$13,150,000
10	Alaska Housing Finance Corporation revolving fund	4,383,000
11	(AS 18.56.082) from corporate receipts	

12 (b) The sum of \$2,467,000 is appropriated to the unincorporated community capital  
13 project matching grant fund (AS 37.06.020(b)) in the Department of Community and Regional  
14 Affairs to provide grants to unincorporated communities under the unincorporated community  
15 capital project matching grant program from the following sources in the amounts listed:

16	SOURCE	AMOUNT
17	General fund	\$1,850,000
18	Alaska Housing Finance Corporation revolving fund	617,000
19	(AS 18.56.082) from corporate receipts"	

0-GS0051B.23  
Cramer  
5/4/97

A M E N D M E N T

*moved Sen. Torreyson  
w/o objection, adopted*

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 16, following line 2:

2 Insert a new bill section to read:

3 **\*\* Sec. 41. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS.** (a) The sum  
4 of \$210,500 is appropriated from federal receipts to the Department of Military and Veterans'  
5 Affairs, division of emergency services, for federal emergency management agency grants for  
6 the fiscal year ending June 30, 1997.

7 (b) The sum of \$10,700 is appropriated from federal receipts to the Department of  
8 Military and Veterans' Affairs, division of emergency services, for operations of the state  
9 emergency coordination center for a United States Coast Guard tanker incident for the fiscal  
10 year ending June 30, 1997.

11 (c) The sum of \$109,500 is appropriated from federal receipts to the Department of  
12 Military and Veterans' Affairs, division of emergency services, for federal emergency  
13 management agency grants for the fiscal year ending June 30, 1998."

14 Renumber the following bill sections accordingly.

15 Page 18, line 26:

16 Delete "42"

17 insert "43"

18 Page 18, line 29:

19 Delete "41, 43, 44, and 49"

20 Insert "42, 44, 45, and 50"

21 Page 18, line 31:

0-G:\S\051\B.23

- 1 Delete "appropriation made by sec. 19 of this Act lapses"
- 2 Insert "appropriations made by secs. 19 and 41(c) of this Act lapse"
  
- 3 Page 19, line 1:
  - 4 Delete "secs. 44 and 45"
  - 5 Insert "secs. 45 and 46"
  
- 6 Page 19, line 3:
  - 7 Delete "and 44 - 47"
  - 8 Insert "41(a) and (b), and 45 - 48"
  
- 9 Page 19, line 5:
  - 10 Delete "39 - 43, 49, and 50"
  - 11 Insert "39, 40, 41(c), 42 - 44, 50, and 51"
  
- 12 Page 19, line 6:
  - 13 Delete "SECTION 49"
  - 14 Insert "SECTION 50"
  
- 15 Conform internal page references accordingly.

0-GS(X)51\B.22  
Cramer  
5/4/97

*moved Sen. Phillips  
w/o objection adopted*

AMENDMENT

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

- 1 Page 14, lines 1 - 17, following "REAPPROPRIATIONS.":
- 2 Delete all material and insert.
- 3 "(a) The unexpended and unobligated balance of the appropriation made in sec. 19,
- 4 ch. 79, SLA 1993, page 41, line 16, and allocated on lines 30 - 31 (Fairbanks sewer
- 5 rehabilitation phase X - \$475,000) is reappropriated to the Department of Administration for
- 6 payment as a grant under AS 37.05.315 to the City of Fairbanks for street and drainage
- 7 improvements.
- 8 (b) The unexpended and unobligated balance of the appropriation made in sec. 19,
- 9 ch. 79, SLA 1993, page 41, line 16, and allocated on lines 35 - 37, as amended by sec. 22.
- 10 ch. 123, SLA 1996 (Fairbanks - Ft. Wainwright interceptor rehabilitation phase IIA and other
- 11 water and wastewater projects - \$850,000) is reappropriated to the Department of
- 12 Administration for payment as a grant under AS 37.05.315 to the City of Fairbanks for Ft.
- 13 Wainwright street and drainage improvements."

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 14, following line 28:

2 Insert a new subsection to read:

3 "(c) Section 100, ch. 123, SLA 1996, page 51, lines 4 - 6, is amended to read:

4 ALLOCATIONS

5 City of Wainwright - 1,185,000

6 procurement and

7 construction of u

8 water and sewer

9 project [WASHERIA

10 DESIGN AND

11 CONSTRUCTION] (ED 37)"

0-GS0051\B.24  
Crarner  
5/4/97

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 14, following line 28:

2 Insert a new subsection to read:

3 "(e) Section 19, ch. 79, SLA 1993, page 41, lines 28 - 29, as amended by sec. 64,  
4 ch. 8, FSSLA 1994, and sec. 31(f), ch. 123, SLA 1996, is amended to read:

5 ALLOCATIONS

6 Unalaska - Icy Creek 2.850,000

7 Dam design and  
8 construction, municipal

9 landfill, [AND] water

10 storage tank, and

11 wastewater treatment

12 upgrades (ED 40)"

0-GS0051NB.16  
Cramer  
5/4/97

A M E N D M E N T

OFFERED IN THE SENATE

TO: Draft CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 18, following line 25:

2 Insert a new section to read:

3 \***Sec. 46. ALASKA COAL WATER FUEL EXPORT AND DIESEL ENGINE**  
4 **PROJECT.** (a) The sum of \$3,900,000 is appropriated from the Alaska science and  
5 technology endowment (AS 37.17.020(u)) to the science and technology low-rank coal water  
6 fuel project reserve in the Alaska Science and Technology Foundation for payment as a grant  
7 under AS 37.17.090(k) for demonstrating the use of Alaska low-rank coal water fuel in diesel  
8 engines and developing commercial scale Alaska low-rank coal water fuel production and  
9 export.

10 (b) The sum of \$22,500,000 is appropriated from university receipts to the University  
11 of Alaska for the Alaska low-rank coal water fuel export and diesel engine project.

12 (c) The appropriation made by (a) of this section lapses into the Alaska science and  
13 technology endowment December 31, 1997, unless the Alaska Science and Technology  
14 Foundation Board of Directors has approved the project agreement for the Alaska low-rank  
15 coal water fuel export and diesel engine project funded by the appropriations made by (a) and  
16 (b) of this section on or before that date."

17 Renumber the following bill sections accordingly.

18 Page 18, line 29:

19 Delete "and 49"

20 Insert "46, and 5C"

21 Page 19, line 3:

22 Delete "44 - 47"

0-GS0051NB.16

- 1           Insert "44, 45, 47, and 48"
  
- 2   Page 19, line 5:
- 3           Delete "49, and 50"
- 4           Insert "46, 50, and 51"
  
- 5   Page 19, line 6:
- 6           Delete "SECTION 49"
- 7           Insert "SECTION 50"
  
- 8   Page 47, lines 20 - 22:
- 9           Delete all material.
  
- 10   Conform internal page references accordingly.

## AMENDMENT

Offered in the Senate  
To: Senate Bill 107 - Capital Budget

By: Senator Donley

### Page 33, Lines 36-37

#### Department of Revenue

Delete:	Low Income Housing Weatherization (ED 99)	\$5,200,000 AHFC corp rcpts
Insert:	Low Income Housing Weatherization (ED 99)	\$4,700,000 AHFC corp rcpts

### Page 21, Lines 11-12

#### Department of Community & Regional Affairs

Delete:	Rural Power Systems Upgrades	\$ 600,000 GF
Insert:	Rural Power Systems Upgrades	\$ 400,000 GF

### Page 33, Lines 36-37

#### Department of Revenue

Delete:	Supplemental Housing Development Program (ED 99)	\$6,000,000 AHFC corp rcpts
Insert:	Supplemental Housing Development Program (ED 99)	\$5,000,000 AHFC corp rcpts

#### Department of Health & Social Services Insert:

Anchorage: McLaughlin Youth Center Design & Engineering of Addition (ED 10-25)	\$200,000 GF
Palmer: Mat-Su Juvenile Detention Facility Design & Engineering (ED 26-28)	\$475,000 AHFC corp rcpts
Kenai: Kenai Youth Detention Facility Design & Engineering (ED 9)	\$355,000 AHFC corp rcpts
Ketchikan: Ketchikan Juvenile Detention Facility Design, Engineering & Construction (ED 1)	\$232,500 AHFC corp rcpts
Fairbanks: Fairbanks Youth Facility Design and Engineering of Addition and Renovation (ED 29-34)	\$150,500 AHFC corp rcpts
	\$287,000 AHFC corp rcpts

This amendment deletes \$200,000 in general funds and \$1,500,000 in AHFC corporate receipts in order to begin design and engineering on five youth facilities throughout the state. The \$200,000 decrement to the Rural Power Systems Upgrades in DCRA should be made to the Hughes Powerhouse Upgrade.

DD/kb

0-GS005118.26  
Cramer  
5/4/97

A M E N D M E N T

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 18, following line 25:

2 Insert a new section to read:

3 \*\* Sec. 46. ALASKA COAL WATER FUEL EXPORT AND DIESEL ENGINE  
4 PROJECT. (a) The sum of \$3,900,000 is appropriated from the Alaska science and  
5 technology endowment (AS 37.17.020(a)) to the low-rank coal water fuel project reserve in  
6 the Alaska Science and Technology Foundation for payment as a grant under AS 37.17.090(k)  
7 for demonstrating the use of Alaska low-rank coal water fuel in diesel engines and developing  
8 Alaska low-rank coal water fuel as a product for commercial export.

9 (b) The sum of \$22,500,000 is appropriated from university receipts to the University  
10 of Alaska for the Alaska low-rank coal water fuel export and diesel engine project.

11 (c) The appropriation made by (a) of this section lapses into the Alaska science and  
12 technology endowment December 31, 1997, unless the University of Alaska certifies on or  
13 before that date that all of the necessary participants in the Alaska low-rank coal water fuel  
14 export and diesel engine project have agreed to participate in the project.

15 Renumber the following bill sections accordingly.

16 Page 18, line 29:

17 Delete "and 49"

18 Insert "46, and 50"

19 Page 19, line 3:

20 Delete "44 - 47"

21 Insert "44, 45, 47, and 48"

0-GS0051NB.26

- 1 Page 19, line 5:
- 2 Delete "49, and 50"
- 3 Insert "46, 50, and 51"
  
- 4 Page 19, line 6:
- 5 Delete "SECTION 49"
- 6 Insert "SECTION 50"
  
- 7 Page 47, lines 20 - 22:
- 8 Delete all material.
  
- 9 Conform internal page references accordingly.

## AMENDMENT

OFFERED IN THE SENATE

SENATOR SHARP

(TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

Page 18 following line 25

Insert a new section to read:

Sec. 46. ALASKA COAL WATER FUEL EXPORT AND DIESEL ENGINE PROJECT. (a) The sum of \$3,800,000 is appropriated from the Alaska Science & Technology earnings reserve (AS 37.17.020(b)) to the science and technology low-rank coal water fuel project reserve in the Alaska Science & Technology Foundation for payment as a grant under AS 37.17.090(k) for demonstrating the use of Alaska low-rank coal water fuel in diesel engines and developing commercial scale Alaska low-rank coal water fuel as a product for commercial export.

(b) The sum of \$2,500,000 is appropriated from university receipts to the University of Alaska for the low-rank coal water fuel export and diesel engine project.

(c) The appropriation made by (a) of this section lapses into the Alaska Science and Technology earnings reserve unless on or before December 31, 1997, the Alaska Science and Technology Foundation Board of Directors certifies that all necessary participants in the low-rank coal water fuel export and diesel engine project have agreed to participate in the project.

15 Renumber the following bill sections accordingly.

16 Page 18, line 29:

17 Delete "and 49"

18 Insert "46, and 50"

19 Page 19, line 3:

20 Delete "44 - 47"

21 Insert "44, 45, 47, and 48"

- 1 Page 19, line 5:
- 2 Delete "49, and 50"
- 3 Insert "46, 50, and 51"

- 4 Page 19, line 6:
- 5 Delete "SECTION 49"
- 6 Insert "SECTION 50"

- 7 Page 47, lines 20 - 22:
- 8 Delete all material.

Conform internal page references accordingly.

FRONT # 28

Moved by Adams  
FAILED 2/5

AMENDMENT

OFFERED IN THE SENATE

BY: SENATOR ADAMS

TO: CS SB 107 (FIN)

Sec. 23. Ed. Reappropriations

Page 11, after Line 6

Insert a new subsection (e) as follows:

(e) The unexpended and unobligated balance, not to exceed \$250,000 of the appropriation made in Sec. 30, ch. 117, SLA 96, page 21, Line 17 (Department of Education, K-12 Support \$656,444,100 ) is reappropriated to the Department of Education under 37.05.315 for a Galena regional vocational charter school.

Page 18, line 28, following "23 (a).": Insert "23 (e)"

FRONT #29

AMENDMENT FOR CS SB 107(FIN)

BY ADAMS

*Adams Moved  
By about  
Failed 1/6*

Sec. \_\_\_\_\_ Reappropriation for the Department of Fish and Game. The unexpended and unobligated balance, not to exceed \$110,000, of the appropriation made in Sec. 30, ch. 117, SLA 1996, page 37, line 36 (Department of Law, Civil Division--\$22,025,200) is reappropriated to the Department of Fish and Game, Commissioner's Office for the Statehood Defense Project.

FRONT#30

Moved by Adams  
Adopted w/o objection

AMENDMENT FOR CSSB 107(FIN)

BY ADAMS

Add a new Section

The purpose of that portion of the appropriation made in sec. 14, ch. 79, SLA 1993, and allocated under sec. 4(b), ch. 80, SLA 1993, to the account in the municipal capital project matching grant fund that the Department of Administration holds in custody for the City of Kiana under AS 37.06.010(b), which was awarded as grant number 94/591-7-001 by the Department of Administration [GRAVEL SITE SELECTION & EXCAVATION \$25,000] is amended to read Local Roads, and Water and Sewer \$25,000.

Sec. 9, ch. 4, SLA 1994, page 4, line 6 is amended to read: Kiana Local Roads, and Water and Sewer [COMMUNITY FACILITIES AND EQUIPMENT] \$25,000

Phillips Move  
no obj. / adopted

FRONT #31

**AMENDMENT**

**IN THE SENATE FINANCE COMMITTEE  
TO DRAFT CSSB 107 (FIN) (Version B, 5/2/97)**

**BY SENATOR PHILLIPS**

Insert a new front section to read:

\* Sec. \_\_\_\_ AMERICAN RED CROSS GRANT LAPSE EXTENSION (a) That portion of the appropriation made in sec. 30, ch. 117, SLA 1996, page 39, line 8, to the Department of Military and Veterans' Affairs for disaster planning and control that was awarded by the department as a grant to the American Red Cross lapses into the funds from which appropriated on June 30, 1998.

*Pearce Moved  
Adopted w/o objection*

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR PEARCE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 13, lines 12 - 16:

2 Delete all material and insert:

3 **\*\* Sec. 32. REAPPROPRIATION.** The unexpended and unobligated balance, not to  
4 exceed \$1,000,000, of the appropriation made in sec. 30, ch. 117, SLA 1996, page 30, lines  
5 33 - 34 (Aid to Families with Dependent Children - \$122,709,800) is reappropriated to the  
6 following departments for the purposes and in the amounts stated:

7 DEPARTMENT AND PURPOSE	APPROPRIATION AMOUNT
8 (1) Health and Social Services for the cost of moving 9 the Juneau laboratory	\$95,000
10 (2) Public Safety, Council for Domestic Violence, 11 for payment as a grant under AS 37.05.316 to 12 Abused Women's Aid In Crisis, Inc., for the 13 relocation of the Male Awareness Program	74,000
14 (3) Health and Social Services, division of family and 15 youth services, for renovation of an abandoned 16 treatment unit at McLaughlin Youth Facility	625,000
17 (4) Community and Regional Affairs for the child care 18 grant program (AS 44.47.305)	206,000

19 (b) If the amount available for reappropriation under (a) of this section is less than  
20 \$1,000,000, then the reappropriations made by (a) of this section shall be reduced in  
21 proportion to the amount of the shortfall."

22 Page 18, line 28:

23 Delete "32 - 34"

24 Insert "32(1) - (3), 33, 34"

**FRONT # 33**

*Pearce moved*

*Adopted w/o objection*

**AMENDMENT**

**For Senate Finance Committee  
Amend CS SB 107 (Fin) as follows:  
(Working draft 0-GS0051\B)**

**Offered by Senator Pearce**

**Following Sec. 31. (b), on Page 13, Lines 6 through 11 (LAPSE  
EXTENSIONS),**

**ADD:**

**"(c) The unexpended and unobligated balances of the  
appropriations made in sec. 30, ch 117, SLA 1996, page 12, line  
11 (Longevity Bonus Grants - \$74,152,600), not to exceed  
\$440,000;**

**sec. 30, ch 117, SLA 1996, page 21, line 17 (K-12 Support -  
\$713,781,000), not to exceed \$1,867,200; and**

**sec. 30, ch 117, SLA 1996, page 38, line 12 (Oil and Gas Litigation  
- \$11,939,800), not to exceed \$270,700,**

**lapse June 30, 1998."**

**FRONT #34**

0-GS0051B.41

*Adams Moved Cramer  
5/5/97*

*Adopted w/o objection*

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR ADAMS

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

- 1 Page 11, following line 32:
- 2       Insert a new subsection to read:
- 3       "(c) Section 9, ch. 4, FSSLA 1994, page 4, line 16, is amended to read:
- 4 City of Shungnak               Water and sewer improvements               25,000
- 5                                       [COMMUNITY FACILITIES AND
- 6                                       EQUIPMENT]"
  
- 7 Page 19, line 1, following "RETROACTIVITY.":
- 8       Insert "(a)"
  
- 9 Page 19, following line 2:
- 10       Insert a new subsection to read:
- 11       "(b) Section 26(c) of this Act is retroactive to July 1, 1994."

**FRONT # 35** P.02

0-GS00511B.40

Peace Model  
Adams object/w/o  
Cramer  
5/5/97

Adopted w/o objection

**AMENDMENT**

OFFERED IN THE SENATE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

1 Page 18, following line 25:

2 Insert a new section to read:

3 **\*\* Sec. 46. ALASKA COAL WATER FUEL EXPORT AND DIESEL ENGINE**  
4 **PROJECT.** (a) The sum of \$3,800,000 is appropriated from the income of the Alaska  
5 science and technology endowment (AS 37.17.020(a)) to the low-rank coal water fuel project  
6 reserve in the Alaska Science and Technology Foundation for payment as a grant under  
7 AS 37.17.090(k) for demonstrating the use of Alaska low-rank coal water fuel in diesel  
8 engines and developing Alaska low-rank coal water fuel as a product for commercial export.

9 (b) The sum of \$22,500,000 is appropriated from university receipts to the University  
10 of Alaska for the Alaska low-rank coal water fuel export and diesel engine project.

11 (c) The appropriation made by (a) of this section lapses into the Alaska science and  
12 technology endowment income account December 31, 1997, unless the Board of Directors  
13 of the Alaska Science and Technology Foundation certifies on or before that date that all of  
14 the necessary participants in the Alaska low-rank coal water fuel export and diesel engine  
15 project have agreed to participate in the project."

16 Renumber the following bill sections accordingly.

17 Page 18, line 29:

18 Delete "and 49"

19 Insert "46, and 50"

20 Page 19, line 3:

21 Delete "44 - 47"

22 Insert "44, 45, 47, and 48"

0-0180051\B.40

- 1 Page 19, line 5:
- 2 Delete "49, and 50"
- 3 Insert "46, 50, and 51"
  
- 4 Page 19, line 6:
- 5 Delete "SECTION 49"
- 6 Insert "SECTION 50"
  
- 7 Page 47, lines 20 - 22:
- 8 Delete all material.
  
- 9 Conform internal page references accordingly.

**FRONT #36** P.02

*Pearce Moved*  
*Obj.*  
*Adopted 4/2*  
0-GS0051AB.43  
Cramer  
5/5/97

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR PEARCE

TO: CSSB 107(FIN) ("B" Version, Dated 5/2/97)

- 1 Page 18, following line 25:
- 2       Insert a new bill section to read:
- 3       "\* Sec. 46. The sum of \$108,474 is appropriated from the general fund to the Department
- 4 of Law to pay for judgments and claims against the state for the fiscal year ending
- 5 June 30, 1997."
  
- 6 Renumber the following bill sections and conform internal references accordingly.
  
- 7 EFFECTIVE DATE INFORMATION:
- 8 The appropriation made by this amendment takes effect immediately.

# STATE OF ALASKA

## OFFICE OF THE GOVERNOR

OFFICE OF MANAGEMENT AND BUDGET

P.O. BOX 110020  
JUNEAU, ALASKA 99811-0020  
PHONE: (907) 465-4660  
FAX: (907) 465-3008

May 1, 1997

The Honorable Mark Hanley  
The Honorable Gene Therriault  
The Honorable Drue Pearce  
The Honorable Bert Sharp  
Alaska State Legislature  
State Capitol  
Juneau, AK 99801-1182

Dear Finance Committee Co-Chairs:

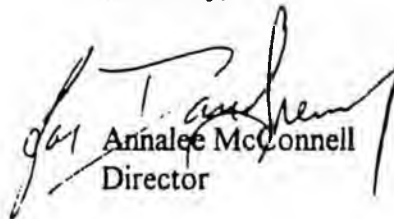
As you continue your work on appropriations bills, please consider the including the following appropriation:

Sec. \_\_ DEPARTMENT OF LAW The sum of \$108,474 is appropriated from the general fund to the Department of Law to pay judgments and claims against the state for the fiscal year ending June 30, 1997.

This reflects one new item (Ninilchik Traditional Council et al v. State) and adjustment to several other judgments and claims items included in the supplemental appropriation (HCS SCSB 83(FIN) am H, Sec. 11(b)) as described in the attached memorandum from the Department of Law.

If you have any questions, please call me or our chief budget analyst, Dan Spencer.

Sincerely,

  
Annalee McConnell  
Director

Attachments

cc Mike Greany, Legislative Finance

**FRONT #37**

*Pearce moved  
Advised w/o objection*

**AMENDMENT**

**For Senate Finance Committee  
Amend CS SB 107 (Fin) as follows:  
(Working draft 0-GS0051\B)**

**Offered by Senator Pearce**

**ADD after Sec. 32, lines 12-16:**

**NEW SECTION**

**The unexpended and unobligated balance, not to exceed \$175,000 of the appropriation made in Section 152, Ch. 5, FSSLA 92, page 34, line 13, is reappropriated for the renovation of an abandoned treatment unit at McLaughlin Youth Facility.**

***Explanation:* The total cost of the renovation of the abandoned treatment facility is \$800,000. Amendment #32 provides \$625,000 for the project. This amendment provides an additional \$175,000 which remains from a previous captial appropriation made to a McLaughlin School project.**

*TO DHSS*

Admin #1  
*Done*

*moved Sen Phillips  
withdrawn*

**AMENDMENT**

CSSB107 (FIN)

Municipal Capital Matching Grants (AS 37.06.010)

**Increment:**

(Department of Administration to the City of Houston)

Houston Pumper/Tanker Apparatus      \$59.697 GF Match

(Local match is \$217,813)

Admin # 2  
Hess

AMENDMENT

CSSB107 (FIN)

Municipal Capital Matching Grants (AS 37.06.010)

**Increment:**

(Department of Administration to the Mat-Su Borough)

Sunshine Community Health Center X-Ray eqpmnt \$20.0 GF Match

(\$10.0 local match)

moved Sen-Torgerson  
w/o object. st, adopted

DMV GOLD RUSH CENTENNIAL PLATES AND MANUALS - \$350.0

The minimum FY 98 cost with the Gold Rush plate issued as the standard plate is as follows:

Gold Rush design and tooling	142.5
Passenger plate production	156.8
Truck	85.0
Non-Comm Trailer	18.5
Comm Trailer	3.5
Motorcycle	4.2
Misc. - handicapped, etc.	28.5
<b>Total</b>	<b>439.0</b>

All of these plates must be available to the public. This does not include funding for optional plates, i.e. personalized or veterans plates, nor any funding for manuals.

Amendment

SEN SHARP by  
REQUEST

Page 20, line 27:

	<u>Total</u>	<u>General Fund</u>	<u>Other</u>	
Delete "	350,000	350,000	0	"
Insert "	439,000	350,000	89,000	"
			(AHFC)	

Page 20, line 28

After the word "Plates" insert ", License Plates"

DC RA #1

AMENDMENT FOR CS SB 107(FIN) *move* BY ADAMS

*failed 1-4*

ON PAGE 21. LINE 4, AMEND TO READ:

	APPROP. ITEMS	GF	OTHER FUNDS
RURAL DEVELOPMENT GRANTS	966.0 [166.0]		966.0 [166.0]

w/o

AMENDMENT

OFFERED IN THE SENATE

moved BY: SENATOR Adams  
w/o objection, adopted

TO: CS SB 107(Fin)

**Section 49, page 21, following line 9, under Department of Community and Regional Affairs, insert:**

	Appropriation Items	Other Funds
Federal small business assistance grants - 8 communities in Western Alaska	47,350	47,350

Renumber accordingly

AMENDMENT

OFFERED IN THE SENATE

*moved* BY: SENATOR Adams  
*with objection, adopted*

TO: CS SB 107(Fin)

**Section 49, page 21, following line 9, under Department of Community and Regional Affairs, insert:**

	Appropriation Items	Other Funds
Federal grant for development of rural utility management training materials in conjunction with Rural Utility Business Advisor Program (ED 99)	50,000	50,000

Renumber accordingly

Amendment

TO: CS SB 107 (FIN)

*moved* by Senator Adams  
*failed 1-5*

Page 21, line 17:

Insert

Appropriation  
Items

General  
Fund

Other  
Funds

Low Kuskokwim School District/  
Toksook Bay  
Contaminated Site Remediation

270,000

270,000

offered in Senate Finance Committee

A M E N D M E N T

TO: CS SB 107 (FIN) work draft 5/2/97

moved BY: Sen. Adams  
failed 1-5

Community & Regional Affairs  
Page 21, after line 16

Insert new allocation

	Appropriation Items	General Funds
Head Start Repairs (ed 99)	50,000	50,000

*Same level of funding as FY'97 capital budget*

Natural Resources  
Page 32, lines 37-38

Delete the following:

Circumpolar Agriculture Conference (ed 29-34)	50,000	50,000
--	--------	--------