

ALASKA LEGISLATURE

1926.5

HOUSE and SENATE FINANCE COMMITTEE FILES, 1999 - 2000

PUBLIC

SAFETY

PS #1

By Representative Davis

4/8/99 am

adopted

AMENDMENT TO HOUSE BILL 50

REPLACE:

Department: Department of Public Safety

BRU: Council on Domestic Violence and Sexual Assault

Component: Council on Domestic Violence and Sexual Assault

Replace General Fund \$15,000 with PFD Fund \$15,000.

ADD:

Department: Department of Public Safety

BRU: Fish and Wildlife Protection

New Component: Alaska Fish and Wildlife Safeguard add \$15,000 General Fund Grants

This new component is for a grant to be made to Alaska Fish and Wildlife Safeguard to be used for payment of rewards for information leading to the investigation and prosecution of violations of state fish and game laws.

PS #2

Failed
4/8/99

AMENDMENT

OFFERED IN THE HOUSE

BY Guesendorf

TO: CSHB 50 (FIN)

ADD

Department of Public Safety

BRU: Statewide Support

Component:

Alaska Public Safety Information Network

90.6 Gen Fund

PS #3

Amendment

TO: CS HB 50(Fin)

BY: Representative

Department of Public Safety

Gruessendorf

BRU: Village Public Safety Officer Program

Component: Contracts

Withdrawn

Restore \$242.5 GF

This amendment would restore a 5% pay increase for Village Public Safety Officers as proposed in the Governor's FY00 operating budget.

Agency Totals - FY00 Operating Budget

Agency: Department of Public Safety

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	90,452.2	94,791.5	98,597.8	98,129.1	3,337.6	3.5%
<u>Objects of Expenditure:</u>						
Personal Services	51,350.4	55,530.5	55,674.6	55,492.1	-38.4	-0.1%
Travel	4,039.5	4,135.4	4,393.6	4,368.5	233.1	5.6%
Contractual	19,849.5	21,211.4	17,745.6	17,717.2	-3,494.2	-16.5%
Commodities	3,070.3	2,805.1	2,967.4	2,965.7	160.6	5.7%
Equipment	2,311.5	551.7	566.2	557.7	6.0	1.1%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	9,831.0	10,557.4	17,250.4	17,027.9	6,470.5	61.3%
Miscellaneous	0.0	0.0	-0.0	-0.0	0.0	%
<u>Funding Sources:</u>						
1000 Restrtd GF	253.9				0.0	%
1002 Fed Rcpts	6,767.0	8,841.5	10,117.3	10,237.3	1,395.8	15.8%
1003 G/F Match	541.0	527.3	527.3	527.3	0.0	0.0%
1004 Gen Fund	73,905.5	75,006.2	77,135.4	76,232.9	1,226.7	1.6%
1005 GF/Prgm	1,491.6	2,077.3	2,077.3	2,077.3	0.0	0.0%
1007 I/A Rcpts	3,878.5	4,002.4	4,524.0	4,524.0	521.6	13.0%
1024 Fish/Game	885.0	1,135.7	1,060.7	1,060.7	-75.0	-6.6%
1050 PFD Fund	2,119.1	2,905.2	2,905.2	3,219.0	313.8	10.8%
1053 Invst Loss	481.6	83.1	0.0	0.0	-83.1	-100.0%
1055 IA/OIL HAZ	45.2	49.3	49.3	49.3	0.0	0.0%
1108 Stat Desig	83.9	163.5	201.3	201.3	37.8	23.1%
<u>Positions:</u>						
Perm Full Time	738.0	757.0	746.0	745.0	-12.0	-1.6%
Perm Part Time	27.0	28.0	27.0	27.0	-1.0	-3.6%
Non-Perm	0.0	1.0	1.0	1.0	0.0	0.0%

House Finance Subcommittee on Public Safety Recommendations for the FY00 Budget

Representative Gary Davis, Subcommittee Chair

This narrative describes the effect of the budget allocations proposed for the Department of Public Safety on the attached spreadsheet.

The subcommittee work is based on growth from the FY99 authorized budget including the Supplemental Appropriation passed in March 1999. Changes to the Governor's proposed budget are addressed at the BRU level. Components not mentioned are funded at the Governor's FY00 recommended level.

Fish & Wildlife Protection – Funded at the Governor's requested level minus \$22,000 in moving expenses.

AST Detachments – Increased \$1,044,900 from FY99 level. This will fully fund 240 troopers.

Violent Crimes Compensation Board – the \$253,800 GF was moved to PFD Fund

Council on Domestic Violence & Sexual Assault – There was a \$125,000 GF reduction to CDVSA and a \$100,000 fund switch from GF to PFD Fund. Although the Council's GF was reduced by \$125,000 there will be no effect on CDVSA programs. The Council had committed to granting the Batterers Intervention Program \$125,000 GF which would have reduced their direct services by that amount. The subcommittee provided the money to the Batterers Intervention Program component through another fund source. The subcommittee accepted the \$562,800 increase in Federal receipts.

Batterers Intervention Programs – Funded at \$65,000 GF, \$160,000 PFD Fund and an additional \$120,000 Federal receipts.

Statewide Support – Commissioner's Office was reduced by \$22,300 GF. The reduction reflects a change in one of the two special assistant's positions from a range 21 to range 18.

Laboratory Services was increased by \$172,500 GF to provide for two DNA Criminalist positions.

**The subcommittee's General Fund allocation for FY00 was \$78,837,500.
The recommendations by the subcommittee total \$78,837,500.**

FY00 House Finance Public Safety Subcommittee Recommendations

(\$000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	94,791.5	98,129.1	77,693.9	78,837.5	8,256.1	9,054.3	8,841.5	10,237.3
		FY99 Supplemental	143.6		143.6		0.0		0.0	
		FY99 Base	94,935.1		77,837.5		8,256.1		8,841.5	
		FY00-FY99		3,194.0		1,000.0		798.2		1,395.8
		% Change		3.38%		1.28%		9.67%		15.70%
DPS	Fish and Wildlife Protection	Enforcement and Investigative Services	11,042.8	11,330.1	10,379.5	10,741.8	663.3	588.3	0.0	0.0
DPS	Fish and Wildlife Protection	Director's Office	247.8	247.8	247.8	247.8	0.0	0.0	0.0	0.0
DPS	Fish and Wildlife Protection	Aircraft Section	1,629.8	1,629.8	1,427.3	1,427.3	202.5	202.5	0.0	0.0
DPS	Fish and Wildlife Protection	Marine Enforcement	2,928.0	2,928.0	2,526.9	2,526.9	401.1	401.1	0.0	0.0
DPS	Dalton Highway Protection	Dalton Highway Protection	90.2	90.2	90.2	90.2	0.0	0.0	0.0	0.0
DPS	Fire Prevention	Fire Prevention Operations	1,442.7	1,442.7	1,413.1	1,413.1	29.6	29.6	0.0	0.0
DPS	Fire Prevention	Fire Service Training	565.5	643.3	375.5	375.5	190.0	227.8	0.0	40.0
DPS	Highway Safety Planning Agency	Highway Safety Planning Operations	189.5	142.3	74.8	74.8	47.2	0.0	67.5	67.5
DPS	Highway Safety Planning Agency	Federal Grants	1,193.8	1,457.7	0.0	0.0	0.0	0.0	1,193.8	1,457.7
DPS	Alaska State Troopers	Special Projects	1,077.6	1,385.3	0.0	0.0	0.0	0.0	1,077.6	1,385.3
DPS	Alaska State Troopers	Criminal Investigations Bureau	3,211.7	3,211.7	3,136.5	3,136.5	75.2	75.2	0.0	0.0
DPS	Alaska State Troopers	Director's Office	651.8	651.8	651.8	651.8	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Judicial Services-Anchorage	2,054.3	1,985.2	1,985.2	1,985.2	69.1	0.0	0.0	0.0
DPS	Alaska State Troopers	Prisoner Transportation	1,476.7	1,476.7	1,476.7	1,476.7	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Search and Rescue	283.1	283.1	283.1	283.1	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Rural Trooper Housing	528.9	511.2	477.8	477.8	51.1	62.4	0.0	0.0
DPS	Alaska State Troopers	Narcotics Task Force	3,224.9	3,224.9	439.6	439.6	0.0	0.0	2,785.3	2,785.3
DPS	Alaska State Troopers	Commercial Vehicle Enforcement	131.8	89.9	0.0	0.0	131.8	89.9	0.0	0.0
DPS	Alaska State Trooper Detachments	Alaska State Trooper Detachments	33,413.3	34,458.2	31,896.9	32,941.8	1,502.4	1,502.4	14.0	14.0
DPS	Village Public Safety Officer Program	Contracts	5,523.5	5,523.5	5,523.5	5,523.5	0.0	0.0	0.0	0.0
DPS	Village Public Safety Officer Program	Support	1,702.7	1,721.0	1,702.7	1,721.0	0.0	0.0	0.0	0.0
DPS	Village Public Safety Officer Program	Administration	271.8	253.5	271.8	253.5	0.0	0.0	0.0	0.0
DPS	Alaska Police Standards Council	Alaska Police Standards Council	846.4	846.4	846.4	846.4	0.0	0.0	0.0	0.0
DPS	Violent Crimes Compensation Board	Violent Crimes Compensation Board	1,271.5	1,296.9	253.8	0.0	732.7	986.5	285.0	310.4
DPS	Council on Domestic Violence and Sexual	Council on Domestic Violence and Sexual	8,592.6	9,030.4	3,969.1	3,744.1	2,254.9	2,354.9	2,368.6	2,931.4
DPS	Batterer's Intervention Program	Batterers Intervention Program	200.0	345.0	0.0	65.0	200.0	160.0	0.0	120.0
DPS	Statewide Support	Commissioner's Office	654.9	632.6	654.9	632.6	0.0	0.0	0.0	0.0
DPS	Statewide Support	Training Academy	1,374.4	1,374.4	837.7	837.7	536.7	536.7	0.0	0.0
DPS	Statewide Support	Administrative Services	1,815.1	1,815.1	1,714.7	1,714.7	100.4	100.4	0.0	0.0
DPS	Statewide Support	Alaska Wing Civil Air Patrol	503.1	503.1	503.1	503.1	0.0	0.0	0.0	0.0
DPS	Statewide Support	Laboratory Services	2,005.4	2,177.9	1,965.3	2,137.8	40.1	40.1	0.0	0.0
DPS	Statewide Support	Alaska Public Safety Information Network	1,785.0	1,920.7	978.7	978.7	751.3	811.0	55.0	131.0
DPS	Statewide Support	Alaska Criminal Records and Identification	2,760.9	2,760.9	1,489.5	1,489.5	276.7	276.7	994.7	994.7
DPS	Statewide Support	Unallocated Reduction	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
DPS	Facility Maintenance	Facility Maintenance	0.0	608.8	0.0	0.0	0.0	608.8	0.0	0.0
DPS	Victims for Justice	Victims for Justice	100.0	100.0	100.0	100.0	0.0	0.0	0.0	0.0

Department of Public Safety
Impact Statements in Response to
House Finance Subcommittee Budget Proposals

April 1, 1999

Prepared by: Ken Bischoff

Program Area:	Dollar Amount(s):	Fund Source(s):
VPSO Contracts	(242.5)	GF

Impact Analysis:

Deletes a proposed 5% pay increase for Village Public Safety Officers. The intention of this increment is to provide a viable income to VPSOs; helping to address an excessive turnover rate in the program. This increase will not provide for an expansion of overtime, increases in overhead or inflationary costs.

Program Area:	Dollar Amount(s):	Fund Source(s):
Violent Crimes Compensation Board	(253.8)	GF
	253.8	PFD

Impact Analysis:

Funding source switch from GF to PFD funds. With the adoption of this change the entire program will be supported by non-general funds.

Program Area:	Amount(s):	Source(s):
Council on Domestic Violence & Sexual Assault	(225.0)	GF
	<u>100.0</u>	PFD
	(125.0)	

Impact Analysis:

\$100.0 funding source switch from GF to PFD funds. \$125.0 of Batterer's Intervention Program funding, currently budgeted in CDVSA, is transferred to the Batterer's BRU. CDVSA anticipates no program impacts to shelters.

Program Area:	Amount(s):	Source(s):
Batterer's Intervention Program	65.0	GF
	100.0	Fed
	<u>(40.0)</u>	PFD Fund
	125.0	

Impact Analysis:

\$40.0 funding source switch from PFD to GF. Further, Batterer's Intervention Program funding is being consolidated in this BRU by the transfer of \$125.0 from CDVSA. The proposed federal funding level of \$100.0 is only tentative pending approval from grant administrators of a change in project scope.

Program Area:	Amount(s):	Source(s):
APSIN	(90.6)	GF

Impact Analysis:

Deletes Smart Start Increment. The proposed Analyst Programmer position would be dedicated, full-time, to providing technical support for projects directly related to state and federal laws and programs to protect children. This new position is critical in providing state, local and federal child protection agencies with electronic access, and sharing capabilities to records regarding sexual predators, domestic violence offenders and others who pose risks to children.

REVENUE

Replacement REU #1

AMENDMENT

Submitted by: Legislative Finance Division

Bunde.

Adopted
2/17/99

TECHNICAL AMENDMENT

CSHB50 (fin) version G, Section 36, Page 37, Line 14

Department of Revenue
Child Support Enforcement
Child Support Enforcement

DELETE	\$2,331.0	1004	General Fund
INSERT	\$2,331.0	1005	General Fund / Program Receipts
DELETE	Lines 15 and 16		Intent Language

Comment:

This fund change will correct an inadvertent fund code classification from General Fund to General Fund / Program Receipts. There is no difference in the total amount of general funds available to the Department of Revenue.

Intent language is no longer needed if the amended front section language is approved.

REPLACEMENT 2 FRONT #1

1-GH1020G.2
4/7/99 Utermohle/
4/7/99

IB

Revenue Language
adopted

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE BUNDE

TO: CSHB 50(FIN); Draft Version "G"

1 Page 37, following line 14:

2 Insert "The funds appropriated by this appropriation include so much, and no more,
3 of the ~~amount and unobligated amount of~~ program receipts received during the fiscal year
4 ending June 30, 2000, by the child support enforcement division as is necessary to provide
5 the minimum ^{amount} ~~match~~ of state funds necessary to secure federal funding for the child support
6 enforcement program."

appropriated

in this section.

Replacement

REU #2

AMENDMENT

Bunde

Submitted by: Representative Bunde

Adopted

4/7/97

CSHB50 (fin) version G, Section 36, Page 37, Line 31

Department of Revenue
Revenue Operations
Oil and Gas Audit Division

DELETE:	\$414.5	1004	General Fund
INSERT:	\$414.5	1105	PF Corp Rcpts

Comment:

This fund change reflects the level of participation that the Oil and Gas Audit Division spends on Permanent Fund related audits and reviews.

REV # 3

Adopted
4/7/99

AMENDMENT

OFFERED IN THE HOUSE

BY Therriault

TO: CSHB 50 (FIN)

ADD

Department of Revenue

BRU: Permanent Fund Corporation

Component:

Permanent Fund Corporation	800.0	PFund Rcpt
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Agency Totals - FY00 Operating Budget

Agency: Department of Revenue

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	122,746.3	144,936.7	145,259.7	144,242.3	-694.4	-0.5%
<u>Objects of Expenditure:</u>						
Personal Services	44,152.2	45,010.4	46,352.7	46,135.3	1,124.9	2.5%
Travel	1,377.9	1,717.1	1,691.5	1,639.8	-77.3	-4.5%
Contractual	72,391.4	95,013.5	93,879.6	93,701.3	-1,312.2	-1.4%
Commodities	1,757.0	1,671.5	1,705.2	1,705.2	33.7	2.0%
Equipment	1,561.4	909.2	1,015.7	995.7	86.5	9.5%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	1,506.4	615.0	615.0	615.0	0.0	0.0%
Miscellaneous	0.0	0.0	0.0	-550.0	-550.0	%
<u>Funding Sources:</u>						
1001 CBR Fund	529.2				0.0	%
1002 Fed Rcpts	26,583.2	28,324.5	29,403.0	28,686.7	362.2	1.3%
1003 G/F Match	1,884.2	1,807.2	1,945.0	-0.0	-1,807.2	-100.0%
1004 Gen Fund	7,597.0	7,454.1	7,962.8	9,321.8	1,867.7	25.1%
1005 GF/Prgm	1,443.3	1,438.4	2,582.7	2,582.7	1,144.3	79.6%
1007 I/A Rcpts	4,073.4	2,763.4	2,788.6	2,788.6	25.2	0.9%
1011 Educ Trust	17.4	19.2	19.2	19.2	0.0	0.0%
1016 Fed Incent	3,057.5	3,528.3	2,500.0	2,500.0	-1,028.3	-29.1%
1017 Ben Sys	67.8	3,405.5	105.5	105.5	-3,300.0	-96.9%
1027 Int Airprt	30.4	31.1	31.1	31.1	0.0	0.0%
1029 P/E Retire	16,199.8	18,937.3	20,919.8	20,919.8	1,982.5	10.5%
1034 Teach Ret	8,747.3	10,123.8	11,191.3	11,191.3	1,067.5	10.5%
1042 Jud Retire	119.3	157.6	157.6	157.6	0.0	0.0%
1045 Nat Guard	37.0	39.9	39.9	39.9	0.0	0.0%
1046 Stdnt Loan	21.9	22.2	22.2	22.2	0.0	0.0%
1050 PFD Fund	4,564.4	4,643.0	4,793.0	4,793.0	150.0	3.2%
1053 Invst Loss	95.3	31.5	17.3	17.3	-14.2	-45.1%
1061 CIP Rcpts	1,101.2	1,302.4	1,353.6	1,353.6	51.2	3.9%
1066 Pub School	74.8	67.7	67.7	67.7	0.0	0.0%
1094 MHT Admin	881.9	882.9	924.8	907.4	24.5	2.8%
1098 ChildTrErn	33.0	34.0	34.0	34.0	0.0	0.0%
1103 AHFC Rcpts	14,475.9	15,160.6	15,849.7	15,849.7	689.1	4.5%
1104 MBB Rcpts	434.2	462.4	462.4	462.4	0.0	0.0%
1105 PFund Rcpt	30,676.9	43,808.1	41,596.9	40,796.9	-3,011.2	-6.9%
1108 Stat Desig		491.6	491.6	491.6	0.0	0.0%
1133 IndCostRe				1,102.3	1,102.3	%

Positions:

Agency Totals - FY00 Operating Budget

Agency: Department of Revenue

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Perm Full Time	786.0	782.0	790.0	790.0	8.0	1.0%
Perm Part Time	33.0	32.0	30.0	30.0	-2.0	-6.3%
Non-Perm	72.0	55.0	58.0	58.0	3.0	5.5%

House Finance Committee on Dept. of Revenue Recommendations for FY 00 Budget

Representative Con Bunde, Subcommittee Chair

This narrative describes the effect of the budget numbers proposed for the Department of Revenue on the attached spreadsheet.

The subcommittee based its work on growth from the FY 99 authorized budget adjusted to changes to the base from the Supplemental Appropriations passed in March 1999.

The Department of Revenue is reduced by \$586,000 in General Funds for FY 00. The cuts are distributed as follows:

\$100,000 General Fund reduction to personal services in the Oil and Gas Audit Division.
\$100,000 General Fund reduction in personal services to the Income and Excise Audit Division.

Oil and Gas Audit and Income and Excise Audit Divisions will be merged for efficiency and savings. The merger will be complete by April 1, 2000. This will give the department time to plan and to finish a rewrite of regulation that is already underway.

The subcommittee supported a \$386,000 Funding source change: General Fund to Indirect Cost Reimbursement in Child Support Enforcement. The funding source change makes use of the excess in federal funding paid to the state as reimbursement for indirect administrative and support services provided to the child support division.

The front section of the budget will include language allowing the Child Support Division to retain the state's share of collections on public assistance cases to cover all of its need for General Fund program receipts. The division will then use these program receipts to obtain its 2-for-1 federal matching funds. The balance of these program receipts--*after the child support division has taken what it needs to reach its authorized spending level for FY 2000*--will be passed on to the Department of Health and Social Services. Further, the child support division will be allowed to draw on those same program receipts--*if needed*-- at a level sufficient to cover any unanticipated shortfall in Indirect Cost Reimbursement or other federal funding, so long as the division does not exceed its legislatively authorized total spending level for FY 2000.

In addition to GF reductions from the Department of Revenue's budget the subcommittee reduced the increment for the Alaska Mental Health Trust Authority's welfare-to-work program by \$17,400 for FY 2000; this reduction is taken from personal services. The annual cost for a twelve-month Welfare-to-Work employee is approximately \$20,000. The AMHTA's request for \$37,400 is reduced, but does allow for the hiring of two Welfare-to-Work interns.

The Alaska Permanent Fund Corporation is reduced by \$800,000 dollars. This reduction is less than 10% of their operating costs and is taken out of PF receipts. The Permanent Fund Corporation operations budget has grown significantly for the past few years. Office efficiency measures should be applied to reduce the cost of the APFC's operations. The subcommittee suggests that the APFC consider decreasing the cost of travel. Videoconferencing equipment was purchased two years ago with the intent to videoconference board meetings and reduce travel. The new boardroom was remodeled last year to provide a better facility for videoconferencing.

The Chair and the subcommittee members thank the Department of Revenue Commissioner and staff for their willingness to work with the committee and for their effective communication with the committee.

FY00 REVENUE SUBCOMMITTEE RECOMMENDATIONS
(\$000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	145,788.9	177,845.0	11,153.1	11,926.8	106,311.3	102,531.5	28,324.5	28,686.7
		FY99 Supplemental	0.0		0.0		0.0		0.0	
		FY99 Base	145,788.9		11,153.1		106,311.3		28,324.5	
		FY00-FY99		26,156.1		773.7		-3,779.8		362.2
		% Change		17.94%		6.94%		-3.56%		1.28%
16	Revenue	Child Support Enforcement	16,746.2	16,162.8	2,413.5	2,887.7	2,956.6	2,500.0	10,374.1	10,775.1
17	Revenue	Alcohol Beverage Control Board	636.2	636.2	636.2	636.2	0.0		0.0	
18	Revenue	Municipal Bond Bank Authority	462.4	462.4	0.0		462.4	462.4	0.0	
19	Revenue	Permanent Fund Corporation	7,968.1	7,466.2	0.0		7,968.1	7,466.2	0.0	
20	Revenue	PFC Custody and Management Fees	35,840.0	33,330.7	0.0		35,840.0	33,330.7	0.0	
21	Revenue	Alaska Housing Finance Corporation	12,026.0	33,679.0			10,859.1	15,767.4	1,768.8	17,911.6
22	Revenue	Alaska Housing Finance Corporation	3,194.3	0.0			2,871.3		323.0	
23	Revenue	Alaska Housing Finance Corporation	16,501.5	0.0			1,347.9		15,153.6	
24	Revenue	Alaska Housing Finance Corporation	1,984.7	1,984.7			1,984.7	1,984.7	0.0	
25	Revenue	Alaska Mental Health Trust Authority	882.9	907.4	0.0		882.9	907.4	0.0	
26	Revenue	Revenue Operations	4,060.0	4,011.2	4,060.0	3,960.0	0.0	51.2	0.0	
27	Revenue	Revenue Operations	2,763.3	2,663.3	2,745.8	2,645.1	17.7	18.2	0.0	
28	Revenue	Revenue Operations	2,317.8	2,837.5	836.1	1,136.1	1,881.7	1,701.4	0.0	
29	Revenue	Revenue Operations	3,450.5	32,005.5	0.0		3,450.5	3,200.5	0.0	
30	Revenue	Revenue Operations	29,213.6	29,213.6	0.0		29,213.6	29,213.6	0.0	
31	Revenue	Administration and Support	1,362.1	947.1	163.0	163.0	776.5	784.1	422.6	
32	Revenue	Administration and Support	1,100.2	808.3	498.7	498.7	317.2	314.6	284.3	
33	Revenue	Permanent Fund Dividend	4,679.1	4,829.1	0.0		4,679.1	4,829.1	0.0	
34					10,792.9					
35					2,144.4					
37					238.6					
38					1,984.7					
39										

AHFC receipts moved to "other" column

Department of Revenue
Impact Statements in Response to
House Finance Subcommittee Budget Proposals

Date: April 2, 1999

Prepared by: Larry Persily, Acting Administrative Services Director

Program Area:	Dollar Amount(s):	Fund Source(s):
Child Support Enforcement Division	(\$1,945.0)	GF/Match
Fund source switch	\$1,559.0	GF/Prog. Rcpts.
	\$386.0	Indirect cost reimb.

Impact Analysis:

Total dollars available to the division would be unchanged. The fund source switch would allow the division for the first time to use the state's share of child support collections from public assistance cases. Using these program receipts would allow the division to reduce its need for General Fund Match. The other fund switch also would allow the division to reduce its need for General Fund Match by using the excess in federal funding that is paid to the state as reimbursement for indirect administrative and support services provided to the division.

The division supports the funding switch as long as front-section language in the budget is clear in its instructions that the child support division is allowed to draw on the program receipts to fully fund its legislatively authorized total budget. Only after the division has fulfilled its funding needs -- including using the program receipts to cover any shortfall in federal incentive funding or indirect cost reimbursement -- would the remaining program receipts be disbursed to the Department of Health and Social Services for its needs.

Program Area:	Dollar Amount(s):	Fund Source(s):
Permanent Fund Corporation	(\$250.0)	Perm. Fund Rcpt.
Operations increment denied		
Permanent Fund Corporation	(\$550.0)	Perm. Fund Rcpt.
Reduction for improved office efficiencies		

Impact Analysis:

The Permanent Fund Corporation operating budget was cut in three separate reviews before submission to the Legislature. The operating budget as submitted reflects no new programs for FY2000 and includes increases only for inflation, where appropriate, and/or the result of new

systems appropriated in past fiscal years becoming operational in FY98-99. Cuts of the magnitude approved by the House subcommittee (i.e., \$800,000) will require termination of some existing programs and/or systems, e.g., market data services, credit reporting services, or due diligence and attorney fees. Software costs primarily reflect existing contractual obligations and cannot be easily terminated. If these cuts stand, we will have to re-evaluate and change the basic nature of Permanent Fund management.

Program Area:	Dollar Amount(s):	Fund Source(s):
Income and Excise Audit Division General reduction	(\$100.0)	General Fund

Impact Analysis:

The reduction will be absorbed almost entirely from personal services. The public will not see any changes in services provided by the division. The impact will come in the areas of audit and compliance follow-up. These are discretionary programs that the division undertakes to ensure voluntary compliance with the tax laws it administers.

The Income and Excise Audit Division will merge with the Oil and Gas Audit Division on April 1, 2000. We expect some additional savings from the merger for the FY 2001 budget.

Program Area:	Dollar Amount(s):	Fund Source(s):
Oil and Gas Audit Division General reduction	(\$100.0)	General fund

Impact Analysis:

(1) Short term: We will not replace employees who take early retirement, and we will try to make up for the loss with tax regulation changes reducing the number of personnel needed.

(2) In anticipation of the April 1, 2000, merger between the Income and Excise and Oil and Gas audit divisions, we will have a year to figure out and implement those changes -- both in the tax law and in the way we do business. Changes will be necessary to ensure that we gain, rather than lose, efficiency, and that tax revenues do not suffer from the merger.

TRANS.

DOT #1

Department: DOT & PF

Amendment #

Dawson
Failed
4/8/98
am

Offered by

Decrease the following amount: (in thousands)

BRU:	Northern Region Maintenance and Operations
Component:	Northern Region Facilities
GF	(220.0)

Add the following amounts into the components listed:

BRU:	Central Region Maintenance and Operations
Component	Central Region Highways & Aviation
GF	150.0

BRU:	Northern Region Maintenance and Operations
Component:	Northern Region Highways and Aviation
GF	70.0

DOT #2

Amendment #

Department: DOT&PF

Offered by Rep. Williams

Delete:

DOT&PF
BRU Planning
Component Statewide Planning
GF (2.1)

4/8/98
Adopted

Delete:

DOT&PF
BRU Design and Engineering Services
Component Statewide Design and Engineering Services
GF (9.6)

Delete:

DOT&PF
BRU Construction and C.I.P. Support
Component Central Region Construction and C.I.P. support
GF (4.8)

Delete:

DOT&PF
BRU Measurement Standards and Commercial Vehicle Enforcement
Component Measurement Standards and Commercial Vehicle Enforcement
GF (11.1)

ADD:

DOT&PF
BRU Administration and Support
Component Commissioner's Office
GF 27.6

This amendment transfers an unallocated reduction within the Department to all appropriations not otherwise affected by specific general fund reductions.

DOT #3

Amendment

Adopted 4/8/99

Offered in House Finance
To: CS for HB 50 (FIN)

By: REP. GRUSSENDORF

Transfer:

1 Permanent full-time position from Southeast Region Support Services to Southeast Regional Planning

Add:

	ALLOCATIONS	APPROPRIATION ITEMS	GENERAL FUND	OTHER FUNDS
Page 39, line 8				
Planning		<u>5,284,500</u> [5,184,500]	332,700	<u>4,951,800</u> [4,851,800]
Page 39, line 12				
Southeast Region Planning		<u>608,800</u> [508,800]		

This amendment provides a position and \$100,000 CIP receipt authority (personal services) within the Department of Transportation & Public Facilities for a coordinator to oversee the implementation of the Southeast Alaska Transportation Plan. This position will work with Southeast communities, regional transportation authorities such as the Inter-island Ferry Authority (IFA), and transportation staff to facilitate development of separate projects required to implement the plan. Funding will be provided from SE Plan projects appropriated within the capital budget.

Agency Totals - FY00 Operating Budget

Agency: Department of Transportation/Public Facilities

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	321,437.7	335,395.8	337,774.1	336,921.6	1,525.8	0.5%

Objects of Expenditure:

Personal Services	194,503.6	205,710.5	208,024.5	207,934.3	2,223.8	1.1%
Travel	2,953.5	3,006.8	2,958.7	2,958.7	-48.1	-1.6%
Contractual	61,818.3	64,883.0	64,703.8	64,527.5	-355.5	-0.5%
Commodities	32,787.0	33,558.0	33,959.2	33,693.2	135.2	0.4%
Equipment	1,935.3	728.0	618.4	618.4	-109.6	-15.1%
Lands/Buildings	0.0	0.0	0.0	0.0	0.0	%
Grants, Claims	0.0	0.0	0.0	0.0	0.0	%
Miscellaneous	27,440.0	27,509.5	27,509.5	27,189.5	-320.0	-1.2%

Funding Sources:

1002 Fed Rcpts	990.6	1,311.8	928.2	1,428.2	116.4	8.9%
1003 G/F Match	172.5	177.1	74.8	74.8	-102.3	-57.8%
1004 Gen Fund	123,040.4	124,225.3	124,817.6	123,571.6	-653.7	-0.5%
1005 GF/Prgm	4,791.4	5,632.2	5,211.7	5,211.7	-420.5	-7.5%
1007 I/A Rcpts	6,887.0	4,917.1	4,947.3	4,911.0	-6.1	-0.1%
1026 Hwy Capitt	20,902.2	22,385.7	22,385.7	22,385.7	-0.0	-0.0%
1027 Int Airprt	39,231.0	40,040.0	41,292.0	41,292.0	1,252.0	3.1%
1053 Invst Loss	725.7	143.3	-0.0	0.0	-143.3	-100.0%
1061 CIP Rcpts	55,625.3	61,596.5	63,150.0	63,079.8	1,483.3	2.4%
1076 Marine Hwy	68,890.7	74,667.9	74,667.9	74,667.9	0.0	0.0%
1108 Stat Desig	180.9	298.9	298.9	298.9	0.0	0.0%

Positions:

Perm Full Time	2,716.0	2,735.0	2,822.0	2,821.0	86.0	3.1%
Perm Part Time	651.0	647.0	645.0	645.0	-2.0	-0.3%
Non-Perm	1.0	1.0	1.0	1.0	0.0	0.0%

**House Finance Subcommittee on Transportation & Public Facilities
Recommendations for FY 00 Budget
Representative Williams, Subcommittee Chair**

FY 00 Governor Amended GF Request: \$130,104.1
FY 00 House Finance GF Allocation: \$129,101.0
FY 00 HF DOT&PF Subcommittee Recommendation: \$128,858.1
Total GF reduction from FY 00 Governor Amended: (\$1,246.0)

Highlights: funded the opening of the Taylor and other roads/highways that are normally opened in the spring. Funded the O/M costs to keep the Valdez hospital open at the Harborview facility. Approved transfers that allow weigh stations to operate longer hours and provide for increased vehicle inspections, translating into safer roadways. Approved various transfers which helps DOT&PF become more efficient (i.e. created contract appeals & statewide procurement component)

Note: in working with the Department on the maintenance station closures, it is the Subcommittee's understanding that roads that are currently maintained will continue to be maintained after certain station closures. The GF reductions to supplies (paint, striping) can be supplanted by federal dollars (\$500,000 of federal money is programmed in the FY00 S.T.I.P. for striping)

General Fund Changes

Commissioner's Office: (\$75,000) Funds: 1004 GF Line: Miscellaneous
Miscellaneous General Fund reduction to meet FY 00 Target.

Central Region Highways & Aviation: (\$701,000) Funds: 1004 GF Line: Various
General Fund reduction to meet FY 00 Target. Close maintenance stations: (\$400.0) miscellaneous. Reduce contractual services for snow hauling and street sweeping: (\$100.0) contractual. Reduce supplies such as paint, calcium chloride, salt, sand, etc: (\$201.0) supplies.

Northern Region Facilities: \$235,000 Funds: 1004 GF Line: Miscellaneous
Miscellaneous General Fund increment for Harborview facility.

Northern Region Highways & Aviation: (\$400,000) Funds: 1004 GF Line: Miscellaneous
Miscellaneous General Fund reduction to meet FY 00 Target. Close maintenance stations: (\$400.0).

Southeast Region Facilities: (\$60,000) Funds: 1004 GF Line: Contractual
General Fund reduction to meet FY 00 Target. Reduce janitorial service in Ketchikan/Juneau to 4 days/week.

Southeast Region Highways & Aviation: (\$65,000) Funds: 1004 GF Line: Supplies
General Fund reduction to meet FY 00 Target. Reduce supplies such as paint and deicing chemicals (\$65.0).

Marine Highway Stabilization: (\$180,000) Funds: 1004 GF Front Section
General Fund reduction to meet FY 00 Target. Keep PWS service to Cordova same as FY99 (2 weeks more than FY98)

Other Changes

Statewide Planning: (\$70,200) Funds: 1061 CIP Line: Personal Services
Partially deny increment of \$140.5 CIP Receipts to fund Planner III to help with capital budget workload.

Central Region Highways & Aviation: \$500,000 Funds: 1002 Federal Line: Miscellaneous
Increment federal receipt authority for contract to keep Adak airport open.

Intent Language Adopted by the Subcommittee

It is the intent of the Legislature that the Department analyze the existing maintenance stations and close the number required to realize savings of \$400,000 in both the Northern and Central Regions. These maintenance station closures should not result in any roads that are currently maintained to go unmaintained.

It is the intent of the Legislature that the Department open the state highways and roads in the spring that have customarily been opened by the Department. (Taylor Highway, Boundary Spur, McCarthy Road, Nome/Teller Road, Nome/Council Road, Glacier Creek/Nome, Fairbanks Creek Road, Tofty Road/Manly, Eureka/Rampart, etc)

\$500,000 of the amount appropriated from federal receipts for Central Region Highways and Aviation is for maintenance and operation of Mitchell Field at Adak and is contingent upon receipt of federal receipts for maintenance and operation of Mitchell Field and the execution of a long-term agreement between the Department of Transportation and Public Facilities and either the Adak Reuse Corporation or the City of Adak regarding the maintenance and operation of Mitchell Field.

March 31, 1999 11:35 a.m.

FY00 House Finance Public Safety Subcommittee Recommendations

(\$000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	94,791.5	98,129.1	77,693.9	78,837.5	8,256.1	9,054.3	8,841.5	10,237.3
		FY99 Supplemental	143.6		143.6		0.0		0.0	
		FY99 Base	94,935.1		77,837.5		8,256.1		8,841.5	
		FY00-FY99		3,194.0		1,000.0		798.2		1,395.8
		% Change		3.36%		1.28%		9.67%		15.79%
DPS	Fish and Wildlife Protection	Enforcement and Investigative Services	11,042.8	11,330.1	10,379.5	10,741.8	663.3	588.3	0.0	0.0
DPS	Fish and Wildlife Protection	Director's Office	247.8	247.8	247.8	247.3	0.0	0.0	0.0	0.0
DPS	Fish and Wildlife Protection	Aircraft Section	1,629.8	1,629.8	1,427.3	1,427.3	202.5	202.5	0.0	0.0
DPS	Fish and Wildlife Protection	Marine Enforcement	2,928.0	2,928.0	2,526.9	2,526.9	401.1	401.1	0.0	0.0
DPS	Dalton Highway Protection	Dalton Highway Protection	90.2	90.2	90.2	90.2	0.0	0.0	0.0	0.0
DPS	Fire Prevention	Fire Prevention Operations	1,442.7	1,442.7	1,413.1	1,413.1	29.6	29.6	0.0	0.0
DPS	Fire Prevention	Fire Service Training	565.5	643.3	375.5	375.5	190.0	227.8	0.0	40.0
DPS	Highway Safety Planning Agency	Highway Safety Planning Operations	189.5	142.3	74.8	74.8	47.2	0.0	67.5	67.5
DPS	Highway Safety Planning Agency	Federal Grants	1,193.8	1,457.7	0.0	0.0	0.0	0.0	1,193.8	1,457.7
DPS	Alaska State Troopers	Special Projects	1,077.6	1,385.3	0.0	0.0	0.0	0.0	1,077.6	1,385.3
DPS	Alaska State Troopers	Criminal Investigations Bureau	3,211.7	3,211.7	3,136.5	3,136.5	75.2	75.2	0.0	0.0
DPS	Alaska State Troopers	Director's Office	651.8	651.8	651.8	651.8	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Judicial Services-Anchorage	2,054.3	1,985.2	1,985.2	1,985.2	69.1	0.0	0.0	0.0
DPS	Alaska State Troopers	Prisoner Transportation	1,476.7	1,476.7	1,476.7	1,476.7	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Search and Rescue	283.1	283.1	283.1	283.1	0.0	0.0	0.0	0.0
DPS	Alaska State Troopers	Rural Trooper Housing	528.9	540.2	477.8	477.8	51.1	62.4	0.0	0.0
DPS	Alaska State Troopers	Narcotics Task Force	3,224.9	3,224.9	439.6	439.6	0.0	0.0	2,785.3	2,785.3
DPS	Alaska State Troopers	Commercial Vehicle Enforcement	131.8	89.9	0.0	0.0	131.8	89.9	0.0	0.0
DPS	Alaska State Trooper Detachments	Alaska State Trooper Detachments	33,413.3	34,458.2	31,896.9	32,941.8	1,502.4	1,502.4	14.0	14.0
DPS	Village Public Safety Officer Program	Contracts	5,523.5	5,523.5	5,523.5	5,523.5	0.0	0.0	0.0	0.0
DPS	Village Public Safety Officer Program	Support	1,702.7	1,721.0	1,702.7	1,721.0	0.0	0.0	0.0	0.0
DPS	Village Public Safety Officer Program	Administration	271.8	253.5	271.8	253.5	0.0	0.0	0.0	0.0
DPS	Alaska Police Standards Council	Alaska Police Standards Council	846.4	846.4	846.4	846.4	0.0	0.0	0.0	0.0
DPS	Violent Crimes Compensation Board	Violent Crimes Compensation Board	1,271.5	1,296.9	253.8	0.0	732.7	986.5	285.0	310.4
DPS	Council on Domestic Violence and Sexual Assault	Council on Domestic Violence and Sexual Assault	8,592.6	9,030.4	3,969.1	3,744.1	2,254.9	2,354.9	2,368.6	2,931.4
DPS	Batterer's Intervention Program	Batterer's Intervention Program	200.0	345.0	0.0	65.0	200.0	160.0	0.0	120.0
DPS	Statewide Support	Commissioner's Office	654.9	632.6	654.9	632.6	0.0	0.0	0.0	0.0
DPS	Statewide Support	Training Academy	1,374.4	1,374.4	837.7	837.7	536.7	536.7	0.0	0.0
DPS	Statewide Support	Administrative Services	1,815.1	1,815.1	1,714.7	1,714.7	100.4	100.4	0.0	0.0
DPS	Statewide Support	Alaska Wing Civil Air Patrol	503.1	503.1	503.1	503.1	0.0	0.0	0.0	0.0
DPS	Statewide Support	Laboratory Services	2,005.4	2,177.9	1,965.3	2,137.8	40.1	40.1	0.0	0.0
DPS	Statewide Support	Alaska Public Safety Information Network	1,785.0	1,920.7	978.7	978.7	751.3	811.0	55.0	131.0
DPS	Statewide Support	Alaska Criminal Records and Identification	2,760.9	2,760.9	1,489.5	1,489.5	276.7	276.7	994.7	994.7
DPS	Statewide Support	Unallocated Reduction	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
DPS	Facility Maintenance	Facility Maintenance	0.0	608.8	0.0	0.0	0.0	608.8	0.0	0.0
DPS	Victims for Justice	Victims for Justice	100.0	100.0	100.0	100.0	0.0	0.0	0.0	0.0

**Department of Transportation and Public Facilities
Impact Statements in Response to
House Finance Subcommittee Budget Proposals**

Date: 4/2/99

Prepared by: Nancy J. Slagle

Program Area:	Dollar Amount(s):	Fund Source(s):
Commissioner's Office	(75.0)	GF

Impact Analysis:

This unallocated reduction would be spread in the Administration and Support appropriation. The proposed structure does not allow the department to spread the cut to divisions that were not assessed reductions.

The reduction would result in the loss of a Division Director position in the *Commissioner's Office* component with a savings of \$38.7 GF (total cost of the position is \$106,000, the remainder of the funding coming from interagency receipts). This position is responsible for the oversight and coordination of maintenance and operations activities in the department and is instrumental in assuring that the department's focus and approach to meeting transportation needs is consistent throughout the state. Loss of this position will result in less hands-on management and coordination of M&O activities.

The remainder of the reduction would impact the *Statewide Information Systems* component. Purchase costs for software licenses, routers and the like would be charged back to department programs. This will impact a program's ability to provide services.

Program Area:	Dollar Amount(s):	Fund Source(s):
Central Region Highways & Aviation	(701.0)	GF

Impact Analysis:

- 1). \$ 400,000 / Close maintenance stations:

The proposed budget reduction will result in closure of several maintenance stations. No closure can be made without a corresponding reduction in service. The department will consider closing stations with the least impact to the travelling public.

We will totally close some maintenance stations and layoff some operators and transfer others. Some of the equipment would be transferred to other stations and some would be eliminated.

The impact of this action has several consequences. One, people would be laid off. Two, the level of service (snowplowing, sanding and etc.) to an area would be delayed until the operators can make it to a location which would be further removed from an active maintenance station. Fewer personnel will be available to service the same total road mileage and there will be greater distances to travel, this will result in it taking longer to get to side roads. There would be days when people will not be able to get to work.

Providing services will require more travel time; the result will be a slower response for plowing, and poorer road conditions. For example, in a transition area between maritime and interior climates, mid winter rain storms and subsequent cooling trends can build heavy roadway ice. This cut may decrease our ice control program and result in roads with more ice pack and poor traction.

Much of the freight transported by truck travels at night. In order to accommodate the freight haul, we sometimes put night operators on to plow as we have had several occasions of night closures and/or poor conditions without night coverage. This service would be deleted. Sidewalks and Priority II and III roads will see delays in snow removal and sanding operations. Some roads are subject to severe drifting due to heavy winds. Drifts can close the roads within hours. Without the surveillance of a local crew, we can expect to see more road closures. Response time to avalanches will also be considerably slower.

2). \$ 100,000 / Reduce Contracted Services:

In Anchorage, the average snow haul cost in the winter is approximately \$750,000. Contracted snow removal can range from \$500,000 to \$1,000,000. The average cost of one complete snow haul is approximately \$100,000. We will eliminate the equivalent of one complete snow haul. Due to this reduction and other budget erosion over the years, we will establish a firm cap of \$650,000 on snow haul.

The impact will be that snow will accumulate longer on the sidewalks and pathways before it is removed. This increased amount of snow may impair the sight distance at intersections and impair pedestrians' ability to use the sidewalks.

This additional accumulation may result in spring snow melt sheet flowing across the road creating additional pot holes and cause mass icing during nightfall. The routes that will be affected are Dimond Blvd., Muldoon/Tudor Road, Northern Lights, Benson Blvd., Fireweed Lane, Gambell/Ingra, and A-C couplet among others.

3). \$201,000 / Reduce Commodities purchased:

- a.) In Anchorage, we will eliminate our new liquid Magnesium Chloride (De-Icing product) Program. The result is a net savings of approximately \$100,000.

The impact will be the increased use of the cheaper sand product but it will decrease air quality in the Anchorage Bowl. The decreased air quality could potentially result in our violation of PM (particulate matter) 10 laws and make it considerably more difficult to comply with the EPA and NPDES permits and regulations. The existing NPDES permit compliance costs us \$700,000 per year and may cost more if additional sand is used in lieu of Magnesium Chloride.

- b.) In the Mat-Su Area and Kenai Peninsula Area, we will eliminate all use of Calcium Chloride (Dust Control) on gravel roads. The result is a net saving of approximately \$101,000.

The impact will be that gravel roads in these areas will become rough and dusty soon after they are bladed in the spring, thereby requiring increased major maintenance. This additional maintenance will be nearly impossible to perform due to the summer operating budget having been reduced to its current level. The roads that will be effected are Old Matanuska, Buffalo Mine, Hatcher Pass, Davis, Hayfield, Dimond Ridge, Olson Mountain, East End, North Fork, Anchor River and Old Sterling.

Program Area:	Dollar Amount(s):	Fund Source(s):
Northern Region Facilities	235.0	GF

Impact Analysis:

This increment will provide funding for maintenance of the Harborview Development Center in Valdez. A reduced amount of funds could be used to segregate and mothball the unused portion of the building, leaving responsibility for the hospital to the City of Valdez.

Program Area:	Dollar Amount(s):	Fund Source(s):
Northern Region Highways & Aviation	(400.0)	GF

Impact Analysis:

1.) \$ 400,000 / Close maintenance stations:

The Department recommended a reduction to the FY99 budget of \$316,000 to eliminate the plowing open of Northern Region seasonally closed roads. That reduction remains the Department's first choice as it has the least overall impact to the travelling public. If we were to choose not to open the roads in the spring we could reduce the number of maintenance station closures. We recommend adding \$132,000 in designated program receipts to allow private contribution to the early opening of the roads.

The proposed budget reduction will result in closure of several maintenance stations. No closure can be made without a corresponding reduction in service. The department will consider closing stations with the least impact to the travelling public.

We will totally close some maintenance stations and layoff some operators and transfer others. Some of the equipment would be transferred to other stations and some would be eliminated.

The impact of this action has several consequences. One, people would be laid off. Two, the level of service (snowplowing, sanding and etc.) to an area would be delayed until the operators can make it to a location which would be further removed from an active maintenance station. Fewer personnel will be available to service the same total road mileage and there will be greater distances to travel, this will result in it taking longer to get to side roads. There would be days when people will not be able to get to work.

Providing services will require more travel time; the result will be a slower response for plowing, and poorer road conditions. For example, in a transition area between maritime and interior climates, mid winter rain storms and subsequent cooling trends can build

heavy roadway ice. This cut may decrease our ice control program and result in roads with more ice pack and poor traction.

Much of the freight transported by truck travels at night. In order to accommodate the freight haul, we sometimes put a night operators on to plow as we have had several occasions of night closures and/or poor conditions without night coverage. This service would be deleted. Sidewalks and Priority II and III roads will see delays in snow removal and sanding operations. Some roads are subject to severe drifting due to heavy winds. Drifts can close the roads within hours. Without the surveillance of a local crew, we can expect to see more road closures. Response time to avalanches will also be considerably slower.

Program Area:	Dollar Amount(s):	Fund Source(s):
Southeast Region Facilities	(60.0)	GF

Impact Analysis:

Janitorial services would be reduced to four days per week in offices; however, restrooms and building entryways and other high-traffic areas will continue to be cleaned daily. Some heavy cleaning services will be performed less frequently or eliminated altogether. Floor coverings will exhibit accelerated wear from less-frequent cleaning.

Note: In order to realize this reduction, we need to have a decision by mid- to late May, so that 14 contracts can be renegotiated or rebid by July 1, 1999.

Program Area:	Dollar Amount(s):	Fund Source(s):
Southeast Region Highways & Aviation	(65.0)	GF

Impact Analysis:

This action will result in a reduction in application of paint and de-icing chemicals on Southeast Highways and impact the safety of motorists. The annual cycle of painting of roads in smaller Southeastern communities (Gustavus, Hoonah, Angoon and Prince of Wales Island) will be deferred to a two-year cycle. Also smaller volume roads in Juneau, Haines and Ketchikan will also converted to a two-year cycle. Application of deicing chemicals(magnesium chloride) in all Southeastern communities will be reduced. This will result in snow and ice pack accumulation, longer snow removal times and icier roads.

Program Area:	Dollar Amount(s):	Fund Source(s):
Marine Highway Stabilization	(180.0)	GF

Impact Analysis:

This will reduce the amount of general funds appropriated to the Marine Highway Fund by \$180.0. In order to offset this reduced funding with decreased expenditures, we will reduce the operating weeks of service provided by the system. The Kennicott will be removed from approximately two weeks of planned service in the Prince William Sound area. This will provide the same level of service in the Southwest system as in FY 99, which was an increase of two weeks over FY 98.

Program Area:	Dollar Amount(s):	Fund Source(s):
Statewide Planning	(70.2)	CIP

Impact Analysis:

Three main issues which contribute to the need for \$70.2 in CIP Receipt authority to fund a Planner III position in support of the Capital Budget Section are:

- 1. Greater State capital budget complexity** - the Legislature changed the department's capital budget structure in FY 99. The appropriation and allocation of preconstruction and state match by project has significantly increased the paperwork requirement and number of budget actions required throughout the year. The final cost of the environmental and design work is particularly hard to estimate as they are the first project tasks to be undertaken, and as a result the design effort must often be increased or decreased after the project has started.
- 2. Greater federal program complexity** - The new federal transportation legislation, TEA-21 has several new funding sources and many new discretionary programs (in addition to all the original programs authorized under ISTEA) which have increased the complexity of the STIP and capital budgeting processes.
- 3. Larger federal program** - Alaska's federally funded program under TEA-21 has increased from about \$220 million per year to nearly \$400 million per year. There is a concurrent increase in the number of projects in the program, each with state and federal budget and paperwork requirements.

With the legislative appropriation of the capital budget now on a project by project basis, it is difficult to absorb natural program changes within this structure. TEA21 has brought with it a dramatic increase in new and changing funding sources with various match ratios that further complicate this process. Without this requested staffing, it is doubtful we will be able to maintain the high level of performance that last year resulted in a bonus combined with redistributed funds amounting to \$2.9 million. The FY99 capital budget production and ongoing management of the capital budget has become more complex and time consuming than the current staff can absorb. The impact of this reduction would be mitigated if the FY00 capital budget structure is changed.

Program Area:	Dollar Amount(s):	Fund Source(s):
Central Region Highways & Aviation	500.0	Federal

Impact Analysis:

This addition provides partial year federal fund receipt and expenditure authority for the maintenance and operation of the Adak airport at the request of Adak Reuse Corporation. It is unknown exactly how much funding will be necessary to maintain this facility, how much or when federal funds will be available to cover those costs, whether good equipment will be available for use at this facility, when the military will actually leave the airport.

Program Area:	Dollar Amount(s):	Fund Source(s):
Budget Structures		

Impact Analysis:

This proposed budget structure places Northern, Central, and Southeast Facilities Components and Northern and Central's Leasing & Property Management Components under Statewide *Facility M&O* BRU and Statewide *Facility M&O* Appropriation. Previously they were under Statewide *M&O* BRU and *Statewide Programs* Appropriation. Similarly, Northern, Central, and Southeast's State Equipment Fleet Components would be in an appropriation with fewer components. The Highways & Aviation Components underwent the same type of change in FY99. The tight compartmentalization of these budget request units would result in less efficiency in managing those budgets. We propose that all of the Maintenance and Operations Components, including Highways and Aviation, be put under three regional Maintenance and Operation Appropriations.

UNIV.

OF AK

CORRECTION

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



Rev. 6/98

Central Microfilm Services
Department of Education & Early Development
State of Alaska

UNIV.
OF AK

UGA

w/d 4/9/99

Amendment

Representative John Davies

ADD

University of Alaska

16.3 million GF

U of A #2

Amendment

Representative John Davies

Failed
4/9/99

ADD

University of Alaska

10,689 million GF

U of A #3

w/d

Amendment

Representative John Davies

ADD

University of Alaska

10,689 million PFER

UgA #4

Amendment

Representative John Davies

ADD

University of Alaska

10,689 million CBR

Agency Totals - FY00 Operating Budget

Agency: University of Alaska

	<u>FY98 Act</u>	<u>FY99Auth</u>	<u>Gov Amd</u>	<u>HseDraft</u>	<u>FY99Auth to HseDraft</u>	
Totals for Agency	385,949.8	442,440.7	465,810.7	460,190.7	17,750.0	4.0%

Objects of Expenditure:

Personal Services	216,489.2	232,794.6	249,021.6	243,401.6	10,607.0	4.6%
Travel	9,683.7	8,481.4	8,759.1	8,759.1	277.7	3.3%
Contractual	83,172.5	109,133.2	122,635.6	122,635.6	13,502.4	12.4%
Commodities	40,420.5	46,962.6	49,348.3	49,348.3	2,385.7	5.1%
Equipment	8,661.6	4,655.1	6,051.0	6,051.0	1,395.9	30.0%
Lands/Buildings	7,344.1	15.0	131.5	131.5	116.5	776.7%
Grants, Claims	13,164.3	11,304.8	11,512.8	11,512.8	208.0	1.8%
Miscellaneous	7,013.9	29,094.0	18,350.8	18,350.8	-10,743.2	-36.9%

Funding Sources:

1002 Fed Rcpts	44,788.5	58,006.2	63,434.2	63,434.2	5,428.0	9.4%
1003 G/F Match	2,777.3	2,777.3	2,777.3	2,777.3	0.0	0.0%
1004 Gen Fund	161,766.5	163,354.9	168,974.9	163,354.9	-0.0	-0.0%
1006 GF/MHTIA	200.8				0.0	%
1007 I/A Rcpts	28,557.5	34,105.0	34,564.9	34,564.9	459.9	1.3%
1010 UA/INT INC	2,884.6	3,330.0	3,339.6	3,339.6	9.6	0.3%
1015 UA/DFA SVC	23,832.4	32,202.7	33,395.3	33,395.3	1,192.6	3.7%
1025 Sci/Tech	2,630.0	2,630.0	2,630.0	2,630.0	0.0	0.0%
1037 GF/MH		200.8	200.8	200.8	0.0	0.0%
1038 UA/STF SVC	49,419.2	57,499.6	59,043.9	59,043.9	1,544.3	2.7%
1039 UA/ICR	13,378.4	19,330.0	19,382.2	19,382.2	52.2	0.3%
1048 Univ Rcpt	52,886.5	65,438.1	74,491.3	74,491.3	9,053.2	13.8%
1053 Invst Loss	166.4				0.0	%
1061 CIP Rcpts	2,661.7	3,566.1	3,576.3	3,576.3	10.2	0.3%

Positions:

Perm Full Time	3,471.0	3,387.0	3,444.0	3,387.0	0.0	0.0%
Perm Part Time	242.0	233.0	233.0	233.0	0.0	0.0%
Non-Perm	0.0	0.0	0.0	0.0	0.0	%

**House Finance Subcommittee
University of Alaska
Recommendations for FY 00 Budget**

Representative Alan Austerman, Subcommittee Chair

The following describes subcommittee actions from the budget closeout session March 31, 1999 (spreadsheet attached). The subcommittee concentrated on the general fund - FY 2000 column of the worksheet. Components not mentioned below are funded at the Governor's FY00 request.

Historically, reductions or additions to the University of Alaska's budget have been made in a lump sum to the Unallocated Reductions/Additions component and applied within the University system by the Administration.

The subcommittee's final recommendation was to pass a Letter of Intent (see attached) along with a zero growth general fund budget recommendation. The attached spreadsheet for FY00 holds general funds at the FY99 authorized level of \$166.3 million.

FY00 University of Alaska Subcommittee Recommendations

(\$000)

Agency	BRU	Component	Total		GF Group		Other Funds		Federal Funds	
			FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00	FY99 Authorized	Subcommittee Recommendation for FY00
		Total	442,440.7	465,181.7	168,333.0	168,333.0	216,101.5	230,414.5	58,006.2	68,434.2
		FY99 Supplemental	0.0		0.0		0.0		0.0	
		FY99 Base	442,440.7		168,333.0		216,101.5		58,006.2	
		FY00 FY99		22,741.0		0.0		12,313.0		10,428.0
		% Change		5.14%		0.00%		5.65%		17.98%
University of Alaska	University of Alaska	Unallocated Budget Reductions/Additions	(0.0)	17,750.0	0.0	0.0	0.0	12,322.0	0.0	5,428.0
University of Alaska	University of Alaska	Budget Reductions/Additions - Systemwide	57.1	57.1	0.0	0.0	50.9	50.9	6.2	6.2
University of Alaska	Statewide Programs and Services	Statewide Services	20,888.4	20,888.4	7,312.2	7,312.2	13,576.2	13,576.2	0.0	0.0
University of Alaska	Statewide Programs and Services	Statewide Networks	9,640.6	9,640.6	4,215.6	4,215.6	5,425.0	5,425.0	0.0	0.0
University of Alaska	Statewide Programs and Services	ACCFI Contract Provisions	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
University of Alaska	Statewide Programs and Services	United Academics (UA) Contract Provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
University of Alaska	Statewide Programs and Services	CEA Contract Provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
University of Alaska	Statewide Programs and Services	Salary Adjustment: Non-Covered Employees	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
University of Alaska	Statewide Programs and Services	United Academics - Adjuncts	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
University of Alaska	University of Alaska Anchorage	Anchorage Campus	126,493.5	126,493.5	50,541.4	50,541.4	61,952.1	61,952.1	14,000.0	14,000.0
University of Alaska	University of Alaska Anchorage	Kenai Peninsula College	6,286.2	6,286.2	3,326.5	3,326.5	2,634.5	2,634.5	325.2	325.2
University of Alaska	University of Alaska Anchorage	Kodiak College	2,555.0	2,546.0	1,700.3	1,700.3	854.7	845.7	0.0	0.0
University of Alaska	University of Alaska Anchorage	Matanuska-Susitna College	4,550.4	4,550.4	2,398.6	2,398.6	2,141.7	2,141.7	10.1	10.1
University of Alaska	University of Alaska Anchorage	Prince William Sound Community College	4,643.9	4,643.9	1,543.9	1,543.9	3,025.0	3,025.0	75.0	75.0
University of Alaska	University of Alaska Fairbanks	Alaska Cooperative Extension	6,064.4	6,064.4	2,678.2	2,678.2	386.2	386.2	3,000.0	3,000.0
University of Alaska	University of Alaska Fairbanks	Bristol Bay Campus	1,193.5	1,193.5	715.2	715.2	478.3	478.3	0.0	0.0
University of Alaska	University of Alaska Fairbanks	Chukchi Campus	925.1	925.1	781.5	781.5	143.6	143.6	0.0	0.0
University of Alaska	University of Alaska Fairbanks	Fairbanks Campus	146,212.2	146,212.2	59,610.8	59,610.8	77,120.7	77,120.7	9,480.7	9,480.7
University of Alaska	University of Alaska Fairbanks	Fairbanks Organized Research	70,087.3	75,087.3	9,895.3	9,895.3	31,202.3	31,202.3	28,989.7	33,989.7
University of Alaska	University of Alaska Fairbanks	Interior-Aleutians Campus	1,723.1	1,723.1	1,046.1	1,046.1	677.0	677.0	0.0	0.0
University of Alaska	University of Alaska Fairbanks	Kuskokwim Campus	3,383.7	3,383.7	1,856.6	1,856.6	1,307.8	1,307.8	219.3	219.3
University of Alaska	University of Alaska Fairbanks	Northwest Campus	1,540.0	1,540.0	1,266.9	1,266.9	273.1	273.1	0.0	0.0
University of Alaska	University of Alaska Fairbanks	Rural College	3,025.3	3,025.3	2,048.4	2,048.4	976.9	976.9	0.0	0.0
University of Alaska	University of Alaska Fairbanks	Tanana Valley Campus	5,044.5	5,044.5	1,968.1	1,968.1	3,026.4	3,026.4	50.0	50.0
University of Alaska	University of Alaska Southeast	Juneau Campus	20,622.3	20,622.3	10,202.8	10,202.8	8,919.5	8,919.5	1,500.0	1,500.0
University of Alaska	University of Alaska Southeast	Ketchikan Campus	2,795.5	2,795.5	1,462.3	1,462.3	1,283.2	1,283.2	50.0	50.0
University of Alaska	University of Alaska Southeast	Sitka Campus	4,708.7	4,708.7	1,762.3	1,762.3	2,646.4	2,646.4	300.0	300.0

UNIVERSITY OF ALASKA IMPACT OF HOUSE FINANCE COMMITTEE SUBCOMMITTEE RECOMMENDATIONS

UA's request of 16.3m will fund:

- contractual and other obligated salary increases (\$5.6m),
- general fixed cost increases such as, utilities, commodities and library materials (\$3.3m),
- twenty-seven faculty in core programs to ensure academic quality (\$2.0m),
- instructional technology and support to keep pace with technology (\$2.0m),
- retention initiatives and financial aid, admissions, and recruitment staff (\$.75m),
- faculty to meet employment needs in health, teacher education, vocational (\$1.3m),
- faculty to strengthen Alaska's economy through basic and applied research (\$1.3m).

The legislative cap of zero will force the university to eliminate \$8.9m from current university offerings to cover fixed cost increases. Additionally, the University will forego enhancements necessary to expand and improve existing programs. The University has reallocated, reorganized, re-engineered, and reduced to the point where the only option for meeting the fixed cost needs is to abandon certain key functions and services important to Alaskans and Alaska's economic development.

The University's ability to generate revenue on its own -- nearly \$.60 cents for every \$1 dollar in instructional appropriations, and \$4 for every \$1 dollar in research appropriations -- has hit the point of diminishing returns. The restricted funds in the early 90's forced the University to aggressively raise non-general fund revenues: tuition more than doubled; indirect cost recoveries increased by 80%; federal receipts, university receipts and auxiliary receipts each increased by close to 40%. There clearly was headroom for increasing the University's self-generated share of its total budget, and the University responded, shifting its reliance on state general fund from nearly 60% to 42%.

Since 1996, over \$11 million in administrative costs have been reallocated to cover unfunded fixed costs, leaving many academic and administrative support areas in a significant shortfall. Faculty are the engine for generating revenue -- they teach the classes, they write the grants, they attract the students and the research. The engine is in serious disrepair. Since 1996, 149 faculty positions have been lost. With the loss of faculty, hundreds of course sections have been eliminated, enrollment has declined, federal receipts and the associated indirect cost revenues have significantly diminished. Without a regular infusion of state resources, the machine will cease to function at an acceptable level.

The Board of Regents will be charged with making the difficult determination of what programs and services must be abandoned to meet the budget shortfall, but the following

scenarios give a sense of what a reduction of this magnitude would mean to the university:

- If reductions were taken in instruction it would mean eliminating 100 faculty and associated costs thus cutting 700 course sections and reducing tuition revenue by over \$3m. UA has a contractual agreement with students to offer the courses necessary to complete their programs, thus limiting the choices of which faculty can be eliminated. Also, faculty contracts require a year notice for layoff limiting the savings available in the first year.
- If reductions were taken in research, external funding to the university and therefore the economy of Alaska would be reduced by \$35m. For every one state appropriated research dollar the university returns \$4 in external funding. External research funding employees 480 regular faculty and staff and 300 temporary employees. This reduction would eliminate about half of those jobs and virtually eliminate the university ability to compete for future research funding opportunities.
- If reductions were taken at extended sites, operation of eight campuses would have to be eliminated. To reach the \$8.9 reduction target, the university would have to effectively reduce \$12m because it has ongoing financial commitments for 1-3 years on maintenance of vacant facilities, and contractual obligations to faculty and students.

HB

50

(File 1)

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 4/15/99

FURTHER:

DATE TURNED
IN TO OFFICE: 4/21/99

Finance Committee considered

CS FOR HOUSE BILL NO. 50(FIN)(brf sup maj fld)

"An Act making appropriations for the operating and loan program expenses of state government, for certain programs, and to capitalize funds; and providing for an effective date."

and recommends:

- be replaced with S CS CSHB 50 (FIN)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

- Senate Bill:**
- same title
 - new title
- House Bill:**
- same title
 - technical title
 - new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>[Signature]</i>	✓	<i>All Cons</i>		X	
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓				
<i>[Signature]</i>	✓				
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

REVIEW DRAFT

1-GH1020\N

SENATE CS FOR CS FOR HOUSE BILL NO. 50(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE 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 loan program expenses
2 of state government, for certain programs, and to capitalize funds; making
3 appropriations under art. IX, sec. 17(c), Constitution of the State of Alaska,
4 from the constitutional budget reserve fund; and providing for an effective
5 date."

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

7 * Section 1. ALASKA HOUSING FINANCE CORPORATION. (a) The unexpended and
8 unobligated amount of Alaska Housing Finance Corporation unrestricted revenue available for
9 appropriation, as determined by the board of directors of the Alaska Housing Finance
10 Corporation in accordance with sec. 2(c) and (d), ch. 129, SLA 1998, for each of the
11 following fiscal years is appropriated to the Alaska debt retirement fund (AS 37.15.011):

12 (1) the fiscal year ending June 30, 1999;

13 (2) the fiscal year ending June 30, 2000.

1 (b) All unrestricted mortgage loan interest payments, mortgage loan commitment fees,
 2 and all other unrestricted receipts received by or accrued to the Alaska Housing Finance
 3 Corporation during fiscal year 2000 and all income earned on assets of the corporation during
 4 that period are appropriated to the Alaska Housing Finance Corporation to hold as corporate
 5 receipts for the purposes described in AS 18.56. The corporation shall allocate its corporate
 6 receipts among the Alaska housing finance revolving fund (AS 18.56.082), housing assistance
 7 loan fund (AS 18.56.420), and senior housing revolving fund (AS 18.56.710) in accordance
 8 with procedures adopted by the board of directors.

9 (c) The following amounts are appropriated to the Alaska Housing Finance
 10 Corporation (AHFC) from the sources indicated and for the following purposes:

11	PURPOSE	AMOUNT	SOURCE
12	Housing loan programs	\$798,000,000	AHFC corporate receipts
13	not subsidized by AHFC		
14	Housing loan programs	70,000,000	AHFC corporate receipts
15	and projects subsidized		derived from arbitrage
16	by AHFC		earnings
17	Housing assistance payments	16,000,000	Federal receipts
18	Section 8 program		

19 (d) The sum of \$17,444,000 from the available unrestricted cash in the general
 20 account of the Alaska housing finance revolving fund (AS 18.56.082) is anticipated to be
 21 transferred to the general fund during the fiscal year 2000 by the direction of the board of
 22 directors of the Alaska Housing Finance Corporation.

23 * Sec. 2. ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY. The
 24 sum of \$18,000,000 from the available unrestricted cash in the Alaska Industrial Development
 25 and Export Authority revolving fund (AS 44.88.060) is anticipated to be transferred to the
 26 general fund as directed by the Alaska Industrial Development and Export Authority. The
 27 transferred money shall be deposited in the general fund when received during fiscal year
 28 2000.

29 * Sec. 3. ALASKA PERMANENT FUND CORPORATION. (a) The amount authorized
 30 for transfer by the Alaska Permanent Fund Corporation under AS 37.13.145(b) is appropriated
 31 from the earnings reserve account (AS 37.13.145) to the dividend fund (AS 43.23.045(a)) for

1 the payment of permanent fund dividends and administrative and associated costs.

2 (b) After money is transferred to the dividend fund under (a) of this section, the
3 amount calculated under AS 37.13.145 to offset the effect of inflation on the principal of the
4 Alaska permanent fund is appropriated from the earnings reserve account (AS 37.13.145) to
5 the principal of the Alaska permanent fund.

6 (c) The amount required to be deposited under AS 37.13.010(a)(1) and (2) during
7 fiscal year 2000 is appropriated to the principal of the Alaska permanent fund in satisfaction
8 of that requirement.

9 (d) The interest earned during fiscal year 2000 on revenue from the sources set out
10 in AS 37.13.010 while the revenue is held in trust, escrow, or otherwise before receipt by the
11 state is appropriated to the principal of the Alaska permanent fund.

12 * **Sec. 4. ALASKA PUBLIC UTILITIES COMMISSION.** The unexpended and
13 unobligated balance on June 30, 1999, of the Alaska Public Utilities Commission receipts
14 account for regulatory cost charges under AS 42.05.254 and AS 42.06.286 for fiscal year 1999
15 is included in the amount appropriated in sec. 43 of this Act to the Alaska Public Utilities
16 Commission for fiscal year 2000 expenditures.

17 * **Sec. 5. ALASKA SCIENCE AND TECHNOLOGY FOUNDATION.** The unexpended
18 and unobligated balance in the Alaska science and technology endowment earnings reserve
19 on June 30, 1999, is appropriated to the Alaska Science and Technology Foundation to award
20 as grants under AS 37.17.030(d) for the fiscal year ending June 30, 2000.

21 * **Sec. 6. ALASKA SEAFOOD MARKETING INSTITUTE.** (a) An amount equal to the
22 unexpended and unobligated balance on June 30, 1999, of the fiscal year 1999 general fund
23 receipts from the salmon marketing tax (AS 43.76.110) and from the seafood marketing
24 assessment (AS 16.51.120) is appropriated to the Alaska Seafood Marketing Institute for
25 marketing Alaska seafood products during fiscal year 2000.

26 (b) An amount equal to the fiscal year 2000 general fund receipts from the salmon
27 marketing tax (AS 43.76.110), from the seafood marketing assessment (AS 16.51.120), and
28 from other program receipts is appropriated to the Alaska Seafood Marketing Institute for
29 marketing Alaska seafood products during the fiscal year ending June 30, 2000.

30 * **Sec. 7. DISASTER RELIEF.** Federal receipts received for disaster relief are appropriated
31 to the disaster relief fund (AS 26.23.300).

front #3

1 * **Sec. 8. FEDERAL AND OTHER PROGRAM RECEIPTS.** (a) If federal or other
 2 program receipts as defined in AS 37.05.146 exceed the estimates appropriated by this Act,
 3 the appropriations from state funds for the affected program may be reduced by the excess if
 4 the reductions are consistent with applicable federal statutes.

5 (b) If federal or other program receipts as defined in AS 37.05.146 fall short of the
 6 estimates appropriated by this Act, the affected appropriation is reduced by the amount of the
 7 shortfall in receipts.

8 * **Sec. 9. FEDERAL SUBSISTENCE FUNDS.** (a) The United States Congress
 9 appropriated \$11,000,000 to the United States Department of the Interior and the United States
 10 Department of Agriculture for the State of Alaska contingent upon the Alaska State
 11 Legislature adopting a constitutional amendment for ratification by Alaska voters to allow a
 12 rural subsistence priority. The full \$11,000,000 appropriated by the Congress is available to
 13 the state if the legislature satisfies the contingency by June 1, 1999. If the contingency is
 14 satisfied after June 1, 1999, but by September 30, 1999, the sum of \$10,000,000 will be
 15 available to the state.

16 (b) If the federal contingency requirement described in (a) of this section is satisfied
 17 by June 1, 1999, the sum of \$11,000,000 is appropriated from federal receipts to the
 18 Department of Fish and Game to help implement a unified subsistence management system
 19 and to provide support for the Board of Fisheries, Board of Game, regional advisory councils,
 20 and local advisory committees in that effort. The appropriation made by this subsection is
 21 allocated as follows:

22	Support to the Board of Fisheries, Board of Game,	
23	regional advisory councils, and local advisory	
24	committees	\$3,000,000
25	Biological research, monitoring, and management to	
26	ensure sustained yield and to improve utilization	
27	of fish and game for subsistence, commercial,	
28	and sport purposes	8,000,000

29 (c) If the federal contingency requirement described in (a) of this section is satisfied
 30 after June 1, 1999, but by September 30, 1999, the sum of \$10,000,000 is appropriated from
 31 federal receipts to the Department of Fish and Game to help implement a unified subsistence

1-GH1020\N

1 management system and to provide support for the Board of Fisheries, Board of Game,
2 regional advisory councils, and local advisory committees in that effort. The appropriation
3 made by this subsection is allocated as follows:

4 Support to the Board of Fisheries, Board of Game,
5 regional advisory councils, and local advisory
6 committees \$2,725,000

7 Biological research, monitoring, and management to
8 ensure sustained yield and to improve utilization
9 of fish and game for subsistence, commercial,
10 and sport purposes 7,275,000

11 * Sec. 10. FISH AND GAME ENFORCEMENT. (a) To increase enforcement of the fish
12 and game laws of the state, the amount deposited in the general fund during the fiscal year
13 ending June 30, 1999, from criminal fines, penalties, and forfeitures imposed for violation of
14 AS 16 and its implementing regulations and from the sale of forfeited property or alternative
15 damages collected under AS 16.05.195 is appropriated to the fish and game fund
16 (AS 16.05.100).

17 (b) Appropriations totaling the estimated amount of the deposits described in (a) of
18 this section are made in sec. 43 of this Act to the Department of Public Safety and the
19 Department of Law for increased enforcement, investigation, and prosecution of state fish and
20 game laws. If the receipts appropriated to the fish and game fund (AS 16.05.100) from the
21 sources described in (a) of this section during fiscal year 2000 fall short of the estimates
22 appropriated by this Act, each department's appropriation set out in sec. 43 of this Act is
23 reduced proportionately.

24 * Sec. 11. FOUR DAM POOL TRANSFER FUND. The amount available in the four dam
25 pool transfer fund (AS 42.45.050) during fiscal year 2000 is appropriated to the following
26 funds in the following percentages for the purposes set out in AS 42.45.050:

27 Power cost equalization and rural electric 40 percent
28 capitalization fund (AS 42.45.100)
29 Southeast energy fund (AS 42.45.040) 40 percent
30 Power project fund (AS 42.45.010) 20 percent

31 * Sec. 12. INFORMATION SERVICES FUND. The sum of \$55,000 is appropriated to

1 the information services fund (AS 44.21.045) for the Department of Administration,
 2 information technology group programs, from designated program receipts of the information
 3 technology group.

4 * **Sec. 13. INSURANCE AND BOND CLAIMS.** (a) The amount necessary to fund the
 5 uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is
 6 appropriated from that account to the Department of Administration for those uses.

7 (b) Amounts equivalent to the amounts to be received in settlement of claims against
 8 bonds guaranteeing the reclamation of state land are appropriated from the general fund to the
 9 agency secured by the bond for the purpose of reclaiming state land affected by a use covered
 10 by the bond.

11 * **Sec. 14. INSURANCE FEES.** The unexpended and unobligated balance on June 30,
 12 1999, of the Department of Commerce and Economic Development, division of insurance,
 13 general fund program receipts from insurance fees under AS 21.06.250 and general fund
 14 program receipts from insurance fees under AS 21.06.250 received during the fiscal year
 15 ending June 30, 2000, and other program receipts received by the division during the fiscal
 16 year ending June 30, 2000, are appropriated to the Department of Commerce and Economic
 17 Development, division of insurance, for operating costs for the fiscal year ending June 30,
 18 2000.

19 * **Sec. 15. LAND DISPOSAL.** General fund receipts in the fiscal years ending June 30,
 20 2000, and June 30, 2001, from the following land sales in the following amounts are
 21 appropriated to the Department of Natural Resources for land sale preparation costs for the
 22 fiscal years ending June 30, 2000, and June 30, 2001:

23 (1) an amount not to exceed \$50,000 from land sales in the new commercial
 24 industrial subdivision at Naukati Bay on Prince of Wales Island;

25 (2) an amount not to exceed \$200,000 from land sales of residential and
 26 recreational parcels at Vallenar Bay on Gravina Island.

27 * **Sec. 16. MARINE HIGHWAY SYSTEM FUND.** The sum of \$27,129,500 is
 28 appropriated from the general fund to the Alaska marine highway system fund (AS 19.65.060).

29 * **Sec. 17. MEDICAID SCHOOL BASED CLAIM.** If the federal receipts for the School
 30 Based Services Administrative Claim under 42 U.S.C. 1396a (Sec. 1902(a)(4), Title XIX of
 31 the Social Security Act) for the fiscal year ending June 30, 2000, fall short of the estimate,

1 the amount of the shortfall is appropriated from the general fund.

2 * **Sec. 18. MOTOR FUEL TAX.** The following estimated amounts from the unreserved
3 special accounts in the general fund are included within the general fund amounts appropriated
4 by this Act:

5	Special highway fuel tax account (AS 43.40.010(g))	\$23,924,500
6	Special aviation fuel tax account (AS 43.40.010(e))	5,400,000

7 * **Sec. 19. OCCUPATIONAL LICENSING.** The unexpended and unobligated balance on
8 June 30, 1999, of the Department of Commerce and Economic Development, division of
9 occupational licensing, general fund program receipts from occupational licensing fees under
10 AS 08.01.065, general fund program receipts received from occupational licensing fees under
11 AS 08.01.065 during the fiscal year ending June 30, 2000, and other program receipts received
12 by the division during the fiscal year ending June 30, 2000, are appropriated to the
13 Department of Commerce and Economic Development, division of occupational licensing, for
14 operating costs for the fiscal year ending June 30, 2000.

15 * **Sec. 20. OIL AND HAZARDOUS SUBSTANCE RELEASE PREVENTION**
16 **ACCOUNT.** The following amounts are appropriated to the oil and hazardous substance
17 release prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release
18 prevention and response fund (AS 46.08.010) from the sources indicated:

19 (1) the balance of the oil and hazardous substance release prevention mitigation
20 account (AS 46.08.020(b)) in the general fund on July 1, 1999, not otherwise appropriated by
21 this Act;

22 (2) the amount collected for the fiscal year ending June 30, 1999, estimated
23 to be \$10,900,000, from the surcharge levied under AS 43.55.300.

24 * **Sec. 21. OIL AND HAZARDOUS SUBSTANCE RELEASE RESPONSE ACCOUNT.**
25 The following amounts are appropriated to the oil and hazardous substance release response
26 account (AS 46.08.010(a)(2)) in the oil and hazardous substance release prevention and
27 response fund (AS 46.08.010) from the following sources:

28 (1) the balance of the oil and hazardous substance release response mitigation
29 account (AS 46.08.025(b)) in the general fund on July 1, 1999, not otherwise appropriated by
30 this Act;

31 (2) the amount collected for the fiscal year ending June 30, 1999, from the

1 surcharge levied under AS 43.55.201.

2 * **Sec. 22. REAL ESTATE SURETY FUND.** The balance of the real estate surety fund
3 (AS 08.88.450) on June 30, 1998, that exceeds \$500,000 is appropriated to the Department
4 of Commerce and Economic Development, division of occupational licensing, for the fiscal
5 year ending June 30, 2000, for purposes relating to the real estate surety fund.

6 * **Sec. 23. RETAINED FEES.** The amount retained to compensate the collector or trustee
7 of fees, licenses, taxes, or other money belonging to the state during the fiscal year ending
8 June 30, 2000, is appropriated for that purpose to the agency authorized by law to generate
9 the revenue.

10 * **Sec. 24. SAFETY ADVISORY COUNCIL.** The amount appropriated for the 1999
11 annual governor's safety conference (sec. 20, ch. 137, SLA 1998), plus the fiscal year 1999
12 program receipts of the Alaska Safety Advisory Council (AS 18.60.830), less the amount
13 expended or obligated for the 1999 annual governor's safety conference, is appropriated from
14 general fund program receipts to the Alaska Safety Advisory Council for costs of the 2000
15 annual governor's safety conference.

16 * **Sec. 25. SALARY AND BENEFIT ADJUSTMENTS.** (a) The operating budget
17 appropriations made to the University of Alaska in sec. 43 of this Act include amounts to
18 implement the monetary terms of the collective bargaining agreements listed in (b) of this
19 section and for salary and benefit adjustments for university employees who are not members
20 of a collective bargaining unit.

21 (b) Funding for the following collective bargaining agreements is included in the
22 appropriations made to the University of Alaska in sec. 43 of this Act:

23 Alaska Classified Employees Association, representing certain employees of the
24 University of Alaska;

25 Alaska Community College Federation of Teachers, representing certain
26 employees of the University of Alaska;

27 United Academics, representing certain employees of the University of Alaska;

28 United Academics-Adjuncts, representing certain employees of the University
29 of Alaska.

30 (c) The operating budget appropriations made in sec. 43 of this Act to the University
31 of Alaska include any increase or decrease caused by changes to the Public Employees'

1 Retirement System or Teachers' Retirement System contribution rates.

2 * **Sec. 26. SALMON ENHANCEMENT TAX.** The salmon enhancement tax collected
 3 under AS 43.76.010 - 43.76.030 in calendar year 1998 and deposited in the general fund under
 4 AS 43.76.025(c) is appropriated from the general fund to the Department of Commerce and
 5 Economic Development for payment in fiscal year 2000 to qualified regional associations
 6 operating within a region designated under AS 16.10.375.

7 * **Sec. 27. SHARED TAXES AND FEES.** The amount necessary to refund to local
 8 governments their share of taxes and fees collected in the listed fiscal years under the
 9 following programs is appropriated to the Department of Revenue from the general fund for
 10 payment in fiscal year 2000:

11 REVENUE SOURCE	FISCAL YEAR COLLECTED
12 fisheries taxes (AS 43.75)	1999
13 fishery resource landing tax (AS 43.77)	1999
14 aviation fuel tax (AS 43.40.010)	2000
15 electric and telephone cooperative tax (AS 10.25.570)	2000
16 liquor license fee (AS 04.11)	2000

17 * **Sec. 28. STATE DEBT AND OTHER OBLIGATIONS.** (a) The amount required to pay
 18 interest on revenue anticipation notes issued by the commissioner of revenue under AS 43.08
 19 is appropriated from the general fund to the Department of Revenue for payment of the
 20 interest on those notes.

21 (b) The amount required to be paid by the state for principal and interest on all issued
 22 and outstanding state-guaranteed bonds is appropriated from the general fund to the state bond
 23 committee for payment of principal and interest on those bonds.

24 (c) The sum of \$4,605,230 is appropriated from the general fund to the Alaska debt
 25 retirement fund (AS 37.15.011).

26 (d) The sum of \$16,287,779 is appropriated from the Alaska debt retirement fund
 27 (AS 37.15.011) to the state bond committee for trustee fees and lease payments relating to
 28 certificates of participation issued for real property.

29 (e) The sum of \$2,517,957 is appropriated from the Alaska debt retirement fund
 30 (AS 37.15.011) to the state bond committee for payment of debt service and trustee fees on
 31 state general obligation bonds.

1 (f) The sum of \$2,877,508 is appropriated from the International Airports Revenue
 2 Fund (AS 37.15.430) to the state bond committee for payment of debt service and trustee fees
 3 on outstanding international airports revenue bonds.

4 (g) The sum of \$71,923,300 is appropriated to the Department of Education for state
 5 aid for costs of school construction under AS 14.11.100 from the following sources:

6 Alaska debt retirement fund (AS 37.15.011) \$26,258,600

7 School fund (AS 4.50.140) 45,664,700

8 * Sec. 29. STATE TRAINING AND EMPLOYMENT PROGRAM. The lapsing balance
 9 of the employment assistance and training program account (AS 23.15.625) on June 30, 1999,
 10 is appropriated to the employment assistance and training program account for the fiscal year
 11 ending June 30, 2000.

12 * Sec. 30. STATUTORY BUDGET RESERVE FUND. If the unrestricted state revenue
 13 available for appropriation in fiscal year 2000 is insufficient to cover the general fund
 14 appropriations made for fiscal year 2000, the amount necessary to balance revenue and general
 15 fund appropriations is appropriated to the general fund from the budget reserve fund
 16 (AS 37.05.540).

17 * Sec. 31. STORAGE TANK ASSISTANCE FUND. The sum of \$5,489,656 is
 18 appropriated from the oil and hazardous substance release prevention account
 19 (AS 46.08.010(a)(1)) to the storage tank assistance fund (AS 46.03.410) for the fiscal year
 20 ending June 30, 2000.

21 * Sec. 32. STUDENT LOAN PROGRAM. The amount from student loan borrowers of
 22 the Alaska Commission on Postsecondary Education that is assessed for loan origination fees
 23 for the fiscal year ending June 30, 2000, is appropriated to the origination fee account
 24 (AS 14.43.120(u)) within the student loan fund of the Alaska Student Loan Corporation for
 25 the purposes specified in AS 14.43.120(u).

26 * Sec. 33. TEACHER CERTIFICATION. The unexpended and unobligated balance on
 27 June 30, 1999, of the Department of Education, teacher certification general fund program
 28 receipts from certification fees under AS 14.20.020(c) is included in the amount appropriated
 29 in sec. 43 of this Act to the Department of Education, teacher certification, for operating costs
 30 for the fiscal year ending June 30, 2000.

31 * Sec. 34. TEST FISHERY RECEIPTS. The unexpended and unobligated amount of

1 commercial fisheries test fishing operations receipts (AS 37.05.146(b)(4)(U)) from the harvest
2 and sale of crab for the fiscal year ending June 30, 1999, are appropriated to the Department
3 of Fish and Game for operations of the shellfish onboard observer program in the division of
4 commercial fisheries management and development for the fiscal year ending June 30, 2000.

5 * **Sec. 35. VALUE-ADDED TIMBER SALES.** An amount not to exceed \$250,000 is
6 appropriated from general fund receipts generated in the fiscal years ending June 30, 2000,
7 and June 30, 2001, from value-added timber sales in Southeast Alaska and in the Tanana
8 Valley to the Department of Natural Resources for costs of preparing and administering those
9 value-added timber sales, for the fiscal years ending June 30, 2000, and June 30, 2001.

10 * **Sec. 36. M/V MALASPINA.** The amount of the gross revenue generated by the operation
11 of the M/V Malaspina during the fiscal year ending June 30, 2000, and deposited into the
12 Alaska marine highway system fund (AS 19.65.060) is appropriated from the Alaska marine
13 highway system fund to the Department of Transportation and Public Facilities, Alaska marine
14 highway system, for M/V Malaspina vessel operations for the fiscal year ending June 30,
15 2000.

16 * **Sec. 37. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) Amounts equal to the
17 deposits in the budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for
18 fiscal year 1999 that were made from subfunds and accounts other than the operating general
19 fund (state accounting system fund number 11100) by operation of art. IX, sec. 17(d),
20 Constitution of the State of Alaska, to repay appropriations from the budget reserve fund are
21 appropriated from the budget reserve fund to the subfunds and accounts from which they were
22 transferred.

23 (b) If the unrestricted state revenue available for appropriation in fiscal year 2000 is
24 insufficient to cover the general fund appropriations made for fiscal year 2000, the amount
25 necessary to balance revenue and general fund appropriations, not to exceed \$1,010,000,000,
26 is appropriated to the general fund from the budget reserve fund (art. IX, sec. 17, Constitution
27 of the State of Alaska).

28 (c) The appropriations in (a) and (b) of this section are made under art. IX, sec. 17(c),
29 Constitution of the State of Alaska.

30 * **Sec. 38. UNIVERSITY OF ALASKA.** The unexpended and unobligated balance on June
31 30, 1999, of the general funds appropriated by sec. 31, ch. 137, SLA 1998, page 26, lines 6 -

1 14 (K - 12 Support - \$730,760,700), not to exceed \$1,000,000, is reappropriated to the
2 University of Alaska for the fiscal year ending June 30, 2000, to offset unallocated budget
3 reductions contained in the amount appropriated to the University of Alaska in sec. 43 of this
4 Act.

5 * **Sec. 39. DIVISION OF MOTOR VEHICLES.** The unexpended and unobligated balance
6 on June 30, 1999, of general funds appropriated by sec. 31, ch. 137, SLA 1998, page 26, lines
7 6 - 14 (K - 12 Support - \$730,760,700), not to exceed \$350,000, is reappropriated to the
8 division of motor vehicles for the year ending June 30, 2000, to offset unallocated budget
9 reductions contained in the amount appropriated to the division of motor vehicles in sec. 43
10 of this Act.

11 * **Sec. 40. LAPSE DATE.** The unexpended and unobligated balance of the appropriation
12 made by sec. 9(b) or (c) of this Act lapses June 30, 2001.

13 * **Sec. 41. NONLAPSE OF APPROPRIATIONS.** The appropriations made by secs. 1, 7,
14 10(a), 11, 12, 16, 20, 21, 28(c), 29, and 32 of this Act are for the capitalization of funds and
15 do not lapse.

16 * **Sec. 42. RETROACTIVITY.** (a) The appropriation made by sec. 22 of this Act is
17 retroactive to June 30, 1998.

18 (b) The appropriation made by sec. 1(a)(1) of this Act is retroactive to June 30, 1999.

19 (SECTION 43 OF THIS ACT BEGINS ON PAGE 16)

ADOPTED/AMENDED/REPORTED
OUT

WORK DRAFT

WORK DRAFT

WORK DRAFT

4/19 Torgerson-move to
adopt as work-draft
1-GH1020K
Utermohler
draft 4/15/99

no objection
4/20 Torgerson-move to report out as
Adams-object amended
B-1 (Adams)

SENATE CS FOR CS FOR HOUSE BILL NO. 50(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

RECEIVED

APR 15 1999

Senate Finance
Committee

BY THE SENATE 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 loan program expenses
2 of state government, for certain programs, and to capitalize funds; and
3 providing for an effective date."

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

5 * Section 1. ALASKA HOUSING FINANCE CORPORATION. (a) The unexpended and
6 unobligated amount of Alaska Housing Finance Corporation unrestricted revenue available for
7 appropriation, as determined by the board of directors of the Alaska Housing Finance
8 Corporation in accordance with sec. 2(c) and (d), ch. 129, SLA 1998, for each of the
9 following fiscal years is appropriated to the Alaska debt retirement fund (AS 37.15.011):

10 (1) the fiscal year ending June 30, 1999;

11 (2) the fiscal year ending June 30, 2000.

12 (b) All unrestricted mortgage loan interest payments, mortgage loan commitment fees,
13 and all other unrestricted receipts received by or accrued to the Alaska Housing Finance
14 Corporation during fiscal year 2000 and all income earned on assets of the corporation during

1 that period are appropriated to the Alaska Housing Finance Corporation to hold as corporate
 2 receipts for the purposes described in AS 18.56. The corporation shall allocate its corporate
 3 receipts among the Alaska housing finance revolving fund (AS 18.56.082), housing assistance
 4 loan fund (AS 18.56.420), and senior housing revolving fund (AS 18.56.710) in accordance
 5 with procedures adopted by the board of directors.

6 (c) The following amounts are appropriated to the Alaska Housing Finance
 7 Corporation (AHFC) from the sources indicated and for the following purposes:

8	PURPOSE	AMOUNT	SOURCE
9	Housing loan programs	\$798,000,000	AHFC corporate receipts
10	not subsidized by AHFC		
11	Housing loan programs	70,000,000	AHFC corporate receipts
12	and projects subsidized		derived from arbitrage
13	by AHFC		earnings
14	Housing assistance payments	16,000,000	Federal receipts
15	Section 8 program		

16 (d) The sum of \$17,444,000 from the available unrestricted cash in the general
 17 account of the Alaska housing finance revolving fund (AS 18.56.082) is anticipated to be
 18 transferred to the general fund during the fiscal year 2000 by the direction of the board of
 19 directors of the Alaska Housing Finance Corporation.

20 * Sec. 2. ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY. The
 21 sum of \$18,000,000 from the available unrestricted cash in the Alaska Industrial Development
 22 and Export Authority revolving fund (AS 44.88.060) is anticipated to be transferred to the
 23 general fund as directed by the Alaska Industrial Development and Export Authority. The
 24 transferred money shall be deposited in the general fund when received during fiscal year
 25 2000.

26 * Sec. 3. ALASKA PERMANENT FUND CORPORATION. (a) The amount authorized
 27 for transfer by the Alaska Permanent Fund Corporation under AS 37.13.145(b) is appropriated
 28 from the earnings reserve account (AS 37.13.145) to the dividend fund (AS 43.23.045(a)) for
 29 the payment of permanent fund dividends and administrative and associated costs.

30 (b) After money is transferred to the dividend fund under (a) of this section, the
 31 amount calculated under AS 37.13.145 to offset the effect of inflation on the principal of the

1 Alaska permanent fund is appropriated from the earnings reserve account (AS 37.13.145) to
2 the principal of the Alaska permanent fund.

3 (c) The amount required to be deposited under AS 37.13.010(a)(1) and (2) during
4 fiscal year 2000 is appropriated to the principal of the Alaska permanent fund in satisfaction
5 of that requirement.

6 (d) The interest earned during fiscal year 2000 on revenue from the sources set out
7 in AS 37.13.010 while the revenue is held in trust, escrow, or otherwise before receipt by the
8 state is appropriated to the principal of the Alaska permanent fund.

9 * **Sec. 4. ALASKA PUBLIC UTILITIES COMMISSION.** The unexpended and
10 unobligated balance on June 30, 1999, of the Alaska Public Utilities Commission receipts
11 account for regulatory cost charges under AS 42.05.254 and AS 42.06.286 for fiscal year 1999
12 is included in the amount appropriated in sec. 39 of this Act to the Alaska Public Utilities
13 Commission for fiscal year 2000 expenditures.

14 * **Sec. 5. ALASKA SCIENCE AND TECHNOLOGY FOUNDATION.** The unexpended
15 and unobligated balance in the Alaska science and technology endowment earnings reserve
16 on June 30, 1999, is appropriated to the Alaska Science and Technology Foundation to award
17 as grants under AS 37.17.030(d) for the fiscal year ending June 30, 2000.

18 * **Sec. 6. ALASKA SEAFOOD MARKETING INSTITUTE.** An amount equal to the
19 unexpended and unobligated balance on June 30, 1999, of the fiscal year 1999 general fund
20 receipts from the salmon marketing tax (AS 43.76.110) and from the seafood marketing
21 assessment (AS 16.51.120) is included in the amount appropriated in sec. 39 of this Act from
22 the general fund to the Alaska Seafood Marketing Institute for marketing Alaska seafood
23 products during fiscal year 2000.

24 * **Sec. 7. DISASTER RELIEF.** Federal receipts received for disaster relief are appropriated
25 to the disaster relief fund (AS 26.23.300).

26 * **Sec. 8. FEDERAL AND OTHER PROGRAM RECEIPTS.** (a) Federal receipts,
27 designated program receipts as defined under AS 37.05.146(b)(3), receipts of commercial
28 fisheries test fishing operations under AS 37.05.146(b)(4)(U), and receipts of or from the trust
29 established by AS 37.14.400 - 37.14.450 (Exxon Valdez oil spill trust) that exceed the
30 amounts appropriated by this Act are appropriated conditioned on compliance with the
31 program review provisions of AS 37.07.080(h).

1 (b) If federal or other program receipts as defined in AS 37.05.146 exceed the
 2 estimates appropriated by this Act, the appropriations from state funds for the affected
 3 program may be reduced by the excess if the reductions are consistent with applicable federal
 4 statutes.

5 (c) If federal or other program receipts as defined in AS 37.05.146 fall short of the
 6 estimates appropriated by this Act, the affected appropriation is reduced by the amount of the
 7 shortfall in receipts.

8 * **Sec. 9. FEDERAL SUBSISTENCE FUNDS.** (a) The United States Congress
 9 appropriated \$11,000,000 to the United States Department of the Interior and the United States
 10 Department of Agriculture for the State of Alaska contingent upon the Alaska State
 11 Legislature adopting a constitutional amendment for ratification by Alaska voters to allow a
 12 rural subsistence priority. The full \$11,000,000 appropriated by the Congress is available to
 13 the state if the legislature satisfies the contingency by June 1, 1999. If the contingency is
 14 satisfied after June 1, 1999, but by September 30, 1999, the sum of \$10,000,000 will be
 15 available to the state.

16 (b) If the federal contingency requirement described in (a) of this section is satisfied
 17 by June 1, 1999, the sum of \$11,000,000 is appropriated from federal receipts to the
 18 Department of Fish and Game to help implement a unified subsistence management system
 19 and to provide support for the Board of Fisheries, Board of Game, regional advisory councils,
 20 and local advisory committees in that effort. The appropriation made by this subsection is
 21 allocated as follows:

22	Support to the Board of Fisheries, Board of Game,	
23	regional advisory councils, and local advisory	
24	committees	\$3,000,000
25	Biological research, monitoring, and management to	
26	ensure sustained yield and to improve utilization	
27	of fish and game for subsistence, commercial,	
28	and sport purposes	8,000,000

29 (c) If the federal contingency requirement described in (a) of this section is satisfied
 30 after June 1, 1999, but by September 30, 1999, the sum of \$10,000,000 is appropriated from
 31 federal receipts to the Department of Fish and Game to help implement a unified subsistence

1 management system and to provide support for the Board of Fisheries, Board of Game,
 2 regional advisory councils, and local advisory committees in that effort. The appropriation
 3 made by this subsection is allocated as follows:

4	Support to the Board of Fisheries, Board of Game,	
5	regional advisory councils, and local advisory	
6	committees	\$2,725,000
7	Biological research, monitoring, and management to	
8	ensure sustained yield and to improve utilization	
9	of fish and game for subsistence, commercial,	
10	and sport purposes	7,275,000

11 * **Sec. 10. FISH AND GAME ENFORCEMENT.** (a) To increase enforcement of the fish
 12 and game laws of the state, the amount deposited in the general fund during the fiscal year
 13 ending June 30, 1999, from criminal fines, penalties, and forfeitures imposed for violation of
 14 AS 16 and its implementing regulations and from the sale of forfeited property or alternative
 15 damages collected under AS 16.05.195 is appropriated to the fish and game fund
 16 (AS 16.05.100).

17 (b) Appropriations totaling the estimated amount of the deposits described in (a) of
 18 this section are made in sec. 39 of this Act to the Department of Public Safety and the
 19 Department of Law for increased enforcement, investigation, and prosecution of state fish and
 20 game laws. If the receipts appropriated to the fish and game fund (AS 16.05.100) from the
 21 sources described in (a) of this section during fiscal year 2000 fall short of the estimates
 22 appropriated by this Act, each department's appropriation set out in sec. 39 of this Act is
 23 reduced proportionately.

24 * **Sec. 11. FOUR DAM POOL TRANSFER FUND.** The amount available in the four dam
 25 pool transfer fund (AS 42.45.050) during fiscal year 2000 is appropriated to the following
 26 funds in the following percentages for the purposes set out in AS 42.45.050:

27	Power cost equalization and rural electric	40 percent
28	capitalization fund (AS 42.45.100)	
29	Southeast energy fund (AS 42.45.040)	40 percent
30	Power project fund (AS 42.45.010)	20 percent

31 * **Sec. 12. INFORMATION SERVICES FUND.** The sum of \$55,000 is appropriated to

1 the information services fund (AS 44.21.045) for the Department of Administration.
2 information technology group programs, from designated program receipts of the information
3 technology group.

4 * **Sec. 13. INSURANCE AND BOND CLAIMS.** (a) The amount necessary to fund the
5 uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is
6 appropriated from that account to the Department of Administration for those uses.

7 (b) Amounts equivalent to the amounts to be received in settlement of claims against
8 bonds guaranteeing the reclamation of state land are appropriated from the general fund to the
9 agency secured by the bond for the purpose of reclaiming state land affected by a use covered
10 by the bond.

11 * **Sec. 14. INSURANCE FEES.** The unexpended and unobligated balance on June 30,
12 1999, of the Department of Commerce and Economic Development, division of insurance,
13 general fund program receipts from insurance fees under AS 21.06.250 is included in the
14 amount appropriated in sec. 39 of this Act to the Department of Commerce and Economic
15 Development, division of insurance, for operating costs for the fiscal year ending June 30,
16 2000.

17 * **Sec. 15. LAND DISPOSAL.** General fund receipts in the fiscal years ending June 30,
18 2000, and June 30, 2001, from the following land sales in the following amounts are
19 appropriated to the Department of Natural Resources for land sale preparation costs for the
20 fiscal years ending June 30, 2000, and June 30, 2001:

21 (1) an amount not to exceed \$50,000 from land sales in the new commercial
22 industrial subdivision at Naukati Bay on Prince of Wales Island;

23 (2) an amount not to exceed \$200,000 from land sales of residential and
24 recreational parcels at Vallenar Bay on Gravina Island.

25 * **Sec. 16. MARINE HIGHWAY SYSTEM FUND.** The sum of \$27,329,500 is
26 appropriated from the general fund to the Alaska marine highway system fund (AS 19.65.060).

27 * **Sec. 17. MEDICAID SCHOOL BASED CLAIM.** If the federal receipts for the School
28 Based Services Administrative Claim under 42 U.S.C. 1396a (Sec. 902(a)(4), Title XIX of
29 the Social Security Act) for the fiscal year ending June 30, 2000, fall short of the estimate,
30 the amount of the shortfall is appropriated from the general fund.

31 * **Sec. 18. MOTOR FUEL TAX.** The following estimated amounts from the unreserved