

ALASKA LEGISLATURE

2134

HOUSE and SENATE FINANCE COMMITTEE FILES, 1999 - 2000

SB

249

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 3/9/00

FURTHER:

REPORTED DATE OF
SFC 3/21/00

DATE TURNED IN TO OFFICE: 3/21/00

Finance Committee considered

SENATE BILL NO. 249

"An Act authorizing a land exchange between the Department of Natural Resources and Alaska Hard Rock, Inc.; and providing for an effective date."

and recommends:

- be replaced with _____ CS _____ (_____)
- 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>Scott Green</i>	✓	<i>Roller Kelly</i>	✓		
<i>Steven D. Herman</i>	✓	<i>Roller Kelly</i>	✓		
		<i>Erin White</i>	✓		
		<i>Jan Dorely</i>	✓		
Co-Chair: <i>[Signature]</i>	✓	Co-Chair:			
Co-Chair:		Co-Chair:			

NEW FISCAL NOTE(S):

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department	Date	Zero	Fiscal
<i>Nat. Resources</i>	<i>3/21/00</i>	✓	

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill

3/21/00

FISCAL NOT:

STATE OF ALASKA 2000 LEGISLATIVE SESSION

No. 1
Bill Version: SB 249
(S) Publish Date: 2-8-00

Revision Date/Time: _____ Dept Affected: Natural Resources
Title: Independence Mine Land Exchange between BRU: Parks & Recreation Management
DNR and Alaska Hard Rock, Inc. Component: Parks Management
Sponsor: Rules
Requestor: Governor Component No #452

Expenditures/Revenues (Thousands of Dollars)
Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS & CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

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

CHANGE IN REVENUES (fund code)	0.0	0.0	0.0	0.0	0.0	0.0
---------------------------------------	------------	------------	------------	------------	------------	------------

FUND SOURCE (Thousands of Dollars)

FUND SOURCE	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006
1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2000) cost: \$ n/a

POSITIONS

POSITIONS	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006
FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS:

(Attach a separate page if necessary)

This land exchange will have no immediate fiscal impact on the Division's budget. It will provide an opportunity to seek a viable concession contract for a private operator to manage and maintain all of the historic buildings at Independence Mine State Historical Park. This exchange would allow for the concessionaire to operate underground mine tours.

A concession contract would eventually generate some revenue to the state. A revenue stream is at a minimum four years away. The land exchange is just the first step in the process.

Prepared by: Jim Stratton Phone: 269-8701
Division: Parks & Outdoor Recreation Date: 19-Jan-00
Approved by Commissioner: _____ Date: _____
John Shively
Agency: Natural Resources

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information call the Governor's Legislative Office

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB249
Amendment	
Motion	more from committee
<u>Motion by</u>	JG
<u>Objection</u>	
<u>Objection by</u>	
<u>Removed</u>	
<u>Second Objection by</u>	
<u>Committee Member</u>	<u>Vote</u>
Senator Dave Donley	
Senator Loren Leman	
Senator Al Adams	
Senator Gary Wilken	
Senator Pete Kelly	
Senator Lyda Green	
Senator Randy Phillips	
Co-Chair Sean Parnell	
Co-Chair John Torgerson	
<u>Tally</u>	
Yea	0
Nay	0
Absent	0
<u>MOTION</u>	passed

TONY KNOWLES
GOVERNOR
governor@gov.state.ak.us

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

PO Box 7199
Juneau, Alaska 99875-7199
(907) 465-3500
Fax (907) 465-3332
www.gov.ak.us

11-249

February 3, 2000

The Honorable Drue Pearce
President of the Senate
Alaska State Legislature
State Capitol
Juneau, AK 99801-1182

Dear President Pearce:

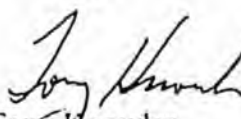
This bill I transmit today would provide legislative approval of a land exchange agreement between the state Department of Natural Resources, and Alaska Hard Rock, Inc. The purpose of the land exchange is for the state to acquire private land located within and adjacent to Independence Mine State Historical Park, near Hatcher Pass. The land to be acquired would be developed to enhance the interpretive and recreational uses of the park. The land the state is exchanging is also located in the Hatcher Pass area and is presently under permit to Alaska Hard Rock, Inc., which is interested in receiving title.

State law requires legislative approval of land exchanges involving lands of unequal appraised value. In this proposed exchange, the state will receive land appraised at \$87,000 while conveying land appraised at \$66,500. Alaska Hard Rock, Inc. is agreeable to this unequal exchange and will be receiving a federal tax credit for the difference.

Adding this land to the Independence Mine State Historical Park, particularly the underground mine tunnels, will greatly add to the tourism potential of the park. The DNR expects to contract with a private concession to run tours and maintain the historic buildings in the park, saving a part of Alaska's history while increasing economic activity in the area.

A copy of the land exchange agreement between the DNR and Hard Rock, Inc., is being provided to the legislature. The DNR has available a report that explains the proposed exchange in more detail.

Sincerely,


Tony Knowles
Governor

**Final Exchange Agreement
Independence Mine SHP Exchange
with Alaska Hardrock, Inc.**

This Final Exchange Agreement for the unequal value exchange of land ("Agreement") is made and entered into this 26th day of January, 2000, by and between the State of Alaska, Department of Natural Resources, Division of Land and Division of Parks and Outdoor Recreation ("State"), 550 W 7th Ave, Suite 1380, Anchorage, AK 99501-3561, and Alaska Hardrock, Inc., ("AHI"), PO Box 2407, Palmer, AK 99645, pursuant to AS 38.50 and 11 AAC 67.200-.280.

WITNESS

WHEREAS, AHI owns the mineral/subsurface estate to eight patented federal mining claims listed below and consisting of approximately 118 acres in T20N R1E SM, Sec 28, 29 and 33, shown in Exhibit A. These lands are adjacent to, or within, Independence Mine State Historic Park. AHI purchased this estate from Enserch Processing Partners, Ltd. as stated in a statutory warranty deed recorded in the Palmer Recording District on Book 0505 page 772. Chain of title has been shown in the Commitment to Insure Report AF99-8419 by Alaska First Title Insurance Agency, Inc.

Independence Lode, Granite Mountain and Granite Mountain #1, within USMS 958-A
Granite Mountain #2 and Granite Mountain #3, within USMS 961/2046
Lois Fraction and Snowbird, within USMS 2041
Homestake 4, within USMS 980

WHEREAS, the State owns land in Willow Creek Valley, consisting of approximately 107 acres, in five different parcels described below and shown in Exhibit B. Transfer to AHI will be for land estate and the land will be closed to new mineral entry. The State received tentative approval to these lands as general grant lands under the Statehood Entitlement Act on September 26, 1984, and July 15, 1994. The applicable case file is GS 1224.

Parcel One named Lucky Shot Mill Site: Tract B of ASLS 98-45, within the NE1/4, Sec. 2, T19N R1W SM, excluding R/W for Willow Creek Road, also known as Hatcher Pass Road. Approximate acreage: 29

Parcel Two named Willow Creek Decline: ASLS 98-44 and federal mining claim Brightness 2, USMS 2047, within the SE1/4, Sec 29 and NE1/4, Sec 32; T20N R1E SM. Approximate acreage for entire parcel: 41

Parcel Three named Lucky Shot Tunnel: Tract A of ASLS 98-45, within the SW1/4, Sec 35, T20N R1W SM, excluding R/W for Willow Creek Road, also known as Hatcher Pass Road. Approximate acreage: 27

Parcel Four: Tract B of US Rectangular Survey dated September 28, 1978, in section 35, T20N R1W, SM. Approximate acreage: 8

Parcel Five: Tract C of US Rectangular Survey dated September 28, 1978, in sections 34 and 35, T20N R1W, SM. Approximate acreage: 2

WHEREAS, the parties intend that the State will acquire the mineral estate described in Exhibit A in exchange for the state owned land estate described in Exhibit B, and that AHI will acquire the state owned land estate described in Exhibit B in exchange for mineral estate described in Exhibit A. Both parties understand that the value of the exchanged lands is unequal.

WHEREAS, the benefits to be achieved by this exchange are:

- a. Land to be acquired by the State includes a major portion of the old water tunnel and an important part of the old Independence Mine tunnels. The Division of Parks and Outdoor Recreation intends to open the water tunnel for public tours. This supports the division's goal of preserving and interpreting Alaska's cultural heritage. Should the park be offered for private concession, the option of including underground tours will make a concession contract more viable. This supports the division's goal of providing support to the state's tourism industry.
- b. AHI has existing leases, mining claims, and facilities on the parcels to be acquired by them. This will solidify ownership for the company and facilitate the business goals in gold mining and tourism.

WHEREAS, the State has followed the specific procedures that are required to protect the public interest.

WHEREAS, the legislature has approved the exchange.

NOW THEREFORE, in consideration of their mutual covenants and promises and other good and valuable consideration, the receipt and sufficiency of which are acknowledged and confessed, the parties covenant and agree as follows:

1. Ownership. AHI has sole ownership to the mineral estate described in Exhibit A, and the State owns the lands described in Exhibit B. It is the parties' understanding that AHI holds mineral interest in the lands to be conveyed to the State and that conveyance of this interest is sufficient to achieve the State's goals of public recreation, presentation and interpretation within the old Independence Mine tunnels.
2. Legal Descriptions: The parties agree that the legal descriptions of the lands and interests in lands which are the subject of this Agreement, as set forth in Exhibits A and B hereto, are subject to further review and changes, as necessary after formal title review, and subsequent negotiations have been done.

3. Taxes and Third Party Interests: There are no outstanding taxes or third party interests in the lands to be exchanged.

4. Authority. Each signatory to this Agreement has the authority to negotiate this exchange on behalf of its principals, subject to any necessary Board of Directors or legislative approval.

5. Conveyance. The State and AHI will exchange their respective rights, titles and interests in the lands identified in Exhibits A and B on an unequal value basis, subject to valid existing rights and other reservations as mutually agreed upon. The State will receive a warranty deed from AHI, and AHI will receive a quit claim deed for the land estate from the State. Land estate is the fee simple estate less the mineral rights reserved under AS 38.05.125(a). The right-of-way for Willow Creek Road, also known as Hatcher Pass Road is excluded as well. The mineral estate under the land estate going to AHI will be closed to mineral entry and the creation of third party interests. The warranty deed to the State, from AHI, will include language specifying that lands conveyed by AHI are to be owned and managed by the Division of Parks and Outdoor Recreation as part of Independence Mine State Historical Park.

6. Value of Land. The land to be exchanged by the parties is of unequal appraised fair market value. According to the *Appraisal of Hatcher Pass Properties for a Land Exchange, Palmer, Alaska, Valuation Date of September 21, 1999, Appraiser: Eric G Follett, MAI*, the value of the 107 acres of state land going to AHI is \$66,500 and the value of the 118 acres of AHI land going to the State is \$87,000. AHI agrees to receive land of less value, is donating to the State, and does not expect compensation from the State for the \$20,500 difference in value.

7. Mineral Closing Order. The State will, as necessary, classify or reclassify the land identified in Exhibit A and B, and concurrently complete a mineral closing order on the same lands pursuant to AS 38.05.185(a) and 11 AAC 67.230(b).

8. ACMP. The property involved in this land exchange is outside the boundaries of the Alaska Coastal Management Program.

9. Third Party Interests. There are no known third party interests in the parcels belonging to each party.

10. Binding Effect. This Agreement shall be binding on and inure to the benefit of the respective parties hereto, their successors and assigns. This agreement shall be executed by an exchange of deeds thirty days after signature, or thirty days after any appeals are resolved.


11. Construction: This Agreement shall be construed and enforced in accordance with the laws of the State of Alaska.

12. Appeals: This is a final administrative order and decision of the department for purposes of an appeal to Superior Court. A person adversely affected by this final order and decision may (1) appeal to Superior Court within 30 days in accordance with the rules of the court, and to the extent permitted by applicable law, or (2) first request reconsideration of this decision, in accordance with AS 44.62.540 and 11 AAC 02.020, to John Shively, Commissioner, Department of Natural Resources, 550 W. 7th Avenue, Suite 1400, Anchorage, Alaska 99501-3561. Please include the appeal code number provided below. Any such request for reconsideration must be received at that address, or received by being faxed to 1-907-269-8918, within 15 calendar days after the date of "delivery" of this decision, as defined by 11 AAC 02.040(c) and (d). Failure of the commissioner to act on a request for reconsideration within 30 days after delivery of this decision is a denial of reconsideration and is also a final administrative order and decision for purposes of an appeal to Superior Court. It may then be appealed to Superior Court within a further 30 days in accordance with the rules of the court, and to the extent permitted by applicable law. A copy of 11 AAC 02 may be obtained from any regional information office of the Department of Natural Resources. If no request for reconsideration is filed before the end of the period specified, this decision then goes into effect.

13. Legislative Approval: This final land exchange agreement is subject to approval by the Alaska Legislature under AS 38.50.140. Without legislative approval by the end of the legislative session in the year 2001, this agreement is null and void.

IN WITNESS WHEREOF, the parties have set their hands and seals as of the date first above written.

ALASKA HARDROCK, INC.

By: 
Scott Eubanks, President

STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES


By: 
John Shively, Commissioner

Exhibit A
Page 1 of 5

Final Exchange Agreement
with Alaska Hardrock, Inc.

Legal Description of AHI lands going to the State:

Mineral/Subsurface Estate of the Following Eight Patented Federal Mining Claims:

T20N R1E SM

Section 28:

Independence Lode, USMS 958-A
Granite Mountain, USMS 958-A
Granite Mountain #1, USMS 958-A
Granite Mountain #2, USMS 961/2046
Granite Mountain #3, USMS 961/2046
Lois Fraction, USMS 2041
Snowbird, USMS 2041
Homestake 4, USMS 980

Section 29:

Independence Lode, USMS 958-A
Granite Mountain, USMS 958-A

Section 33:

Homestake 4, USMS 980

TOWNSHIP 20N RANGE 1E OF THE SEWARD MERIDIAN, ALASKA

LEGEND

SYMBOLS

- INTERSECTION
- STREET LINE
- STREET LOT LINE
- TOWNSHIP SECTION GRID
- SECTION LINE
- ROADWAY
- ROAD
- TRAIL
- RAILROAD
- ELECTRICAL POWER LINE
- TELEPHONE LINE
- PIPELINE
- ADJOINING STRIP
- HORIZONTAL CONTROL
- CONTROL POINT

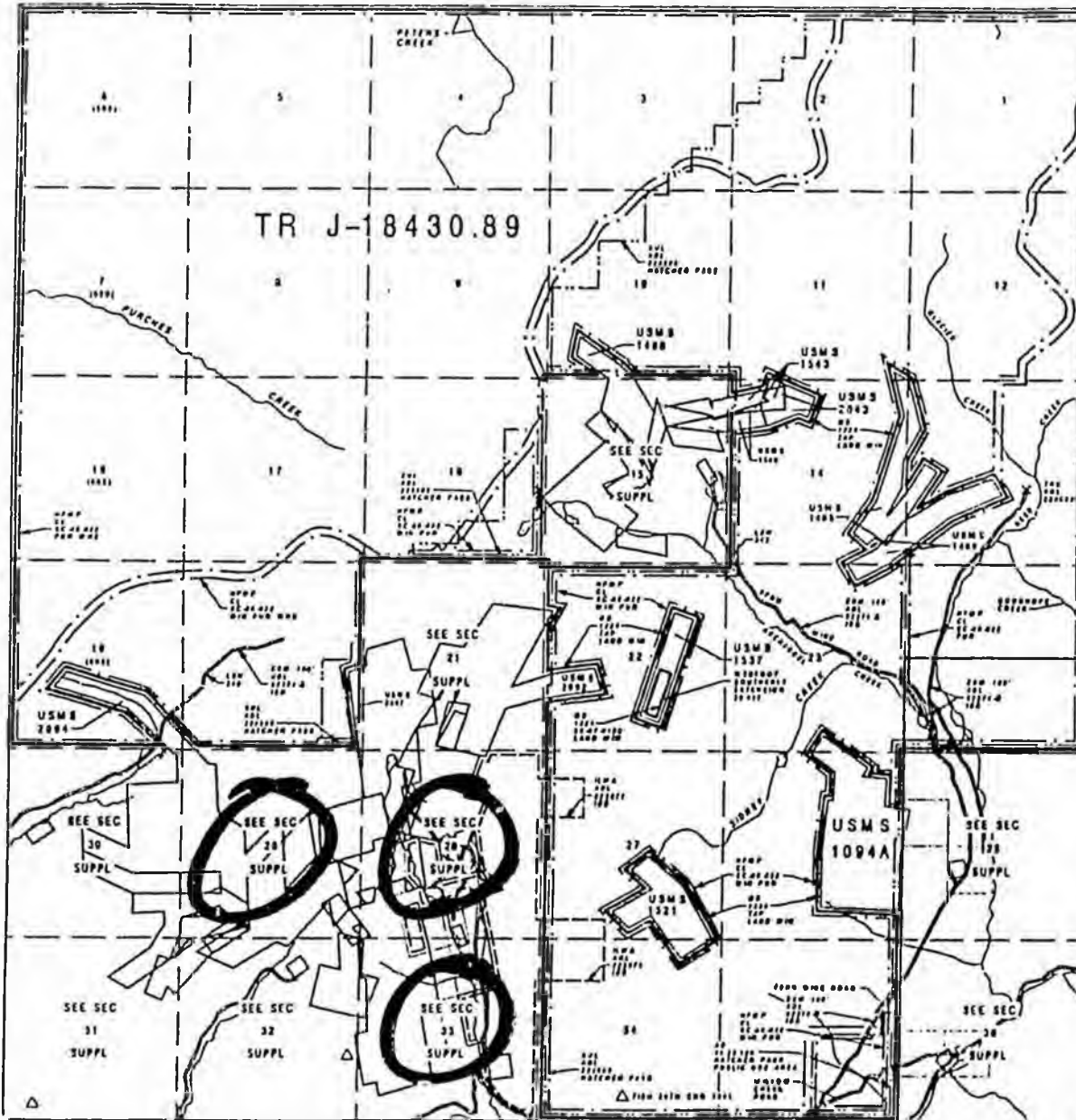
INFORMATION

- TITLE
- BOUNDARY
- CLASSIFICATION
- OWNER
- RESTRICTION
- FEDERAL ACTION
- MENTAL HEALTH TRUST
- LIMITS OF ACTION
- NAVIGATIONAL AID
- CADN PERMIT
- TRAPPING CABIN PERMIT
- TRESPASS LOCATION
- WATER RIGHTS
- APPLICATION
- PERMIT
- CERTIFICATE
- SURFACE WATER RIGHTS
- APPLICATION
- PERMIT
- CERTIFICATE
- STREAM FLOW RESERVATION
- APPLICATION
- CERTIFICATE
- STANDARD BARRIER
- APPLICATION
- PERMIT
- CERTIFICATE

LAND ESTATE

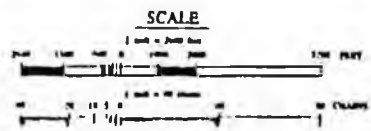
THIS STATE SHOWS THE LANDS OWNED BY THE STATE OF ALASKA AND THE FEDERAL GOVERNMENT IN THE TOWNSHIP 20N RANGE 1E OF THE SEWARD MERIDIAN, ALASKA.

SECTION 10
 SECTION 11
 SECTION 12
 SECTION 13
 SECTION 14
 SECTION 15
 SECTION 16
 SECTION 17
 SECTION 18
 SECTION 19
 SECTION 20



6	5	4	3	2	1
7	8	9	10	11	12
13	14	15	16	17	18
19	20	21	22	23	24
25	26	27	28	29	30
31	32	33	34	35	36

GRAPHIC ILLUSTRATION ONLY.
 SURFACE ENCUMBRANCES REMAIN THE PROPERTY OF THE LAND
 CONSISTENT LAND ADMINISTRATION SYSTEM (LAS)
 CONTACT FOR ADDITIONAL INFORMATION



ATTENTION STATUS PLAT USERS: ON THIS PLAT ALL STATUS
 LINES SHOW ACTIONS THAT EXTEND INTO ADJACENT TOWNSHIPS.
 THIS INCLUDES STATUS LINES SUCH AS DISMAL, MUNICIPAL, STATE,
 CLASSIFICATION, ETC. PLEASE REFER TO ADJACENT TOWNSHIPS OR LAY
 THIS PLAT BEHIND THE TITLE CLASSIFICATION, AND RESTRICTION LINES
 ALWAYS CLOSE ON ALL PLATS

A PRODUCT OF THE
 STATE OF ALASKA
 DEPARTMENT OF NATURAL RESOURCES
 LAND RECORDS ADMINISTRATION SECTION

PLAT PREPARED BY DIVISION OF LAND RECORDS
 STATE OF ALASKA, DENZING, DENZING, DENZING

Exhibit A
 page 2 of 5

Exhibit B
Page 1 of 9

Final Exchange Agreement
with Alaska Hardrock, Inc.

Legal Description of State lands going to AHI:

Five Parcels of Land Estate with Mineral Closure:

Parcel One named Lucky Shot Mill Site: Tract B of ASLS 98-45, within the NE1/4, Sec. 2, T19N R1W SM, excluding R/W for Willow Creek Road, also known as Hatcher Pass Road. Approximate acreage: 29

Parcel Two named Willow Creek Decline: ASLS 98-44 and federal mining claim Brightness 2, USMS 2047, within the SE1/4, Sec 29 and NE1/4, Sec 32; T20N R1E SM. Approximate acreage for entire parcel: 41

Parcel Three named Lucky Shot Tunnel: Tract A of ASLS 98-45, within the SW1/4, Sec 35, T20N R1W SM, excluding R/W for Willow Creek Road, also known as Hatcher Pass Road. Approximate acreage: 27

Parcel Four: Tract B of US Rectangular Survey dated September 28, 1978, in section 35, T20N R1W, SM. Approximate acreage: 8

Parcel Five: Tract C of US Rectangular Survey dated September 28, 1978, in sections 34 and 35, T20N R1W, SM. Approximate acreage: 2

TOWNSHIP 20N RANGE 1W OF THE SEWARD MERIDIAN, ALASKA

LEGEND

INFORMATION

- INDICATE SURVEY LINE
- INDICATE SURVEY LOT LINE
- INDICATE TOWNSHIP/SECTION GRID IN SECTION LINE
- INDICATE ROAD
- INDICATE TRAIL
- INDICATE R.F.D. ROAD
- INDICATE ELECTRICAL POWER LINE
- INDICATE TELEPHONE LINE
- INDICATE PIPELINE
- INDICATE AIRPORT/LANDING STRIP
- INDICATE HORIZONTAL CONTROL
- INDICATE CONTROL MONUMENT

INFORMATION

- INDICATE TITLE
- INDICATE BOUNDARY
- INDICATE CLASSIFICATION
- INDICATE DISPOSAL
- INDICATE MUNICIPAL RESTRICTION
- INDICATE FEDERAL ACTION
- INDICATE MENTAL HEALTH TRUST
- INDICATE LIMITS OF ACTION
- INDICATE NAVIGATIONAL AID
- INDICATE CANN PERMIT
- INDICATE TRAPPING CANN PERMIT
- INDICATE TRESPASS LOCATION

SURFACE WATER RIGHTS

- INDICATE APPLICATION
- INDICATE PERMIT
- INDICATE CERTIFICATE

SURFACE WATER RIGHTS

- INDICATE APPLICATION
- INDICATE PERMIT
- INDICATE CERTIFICATE

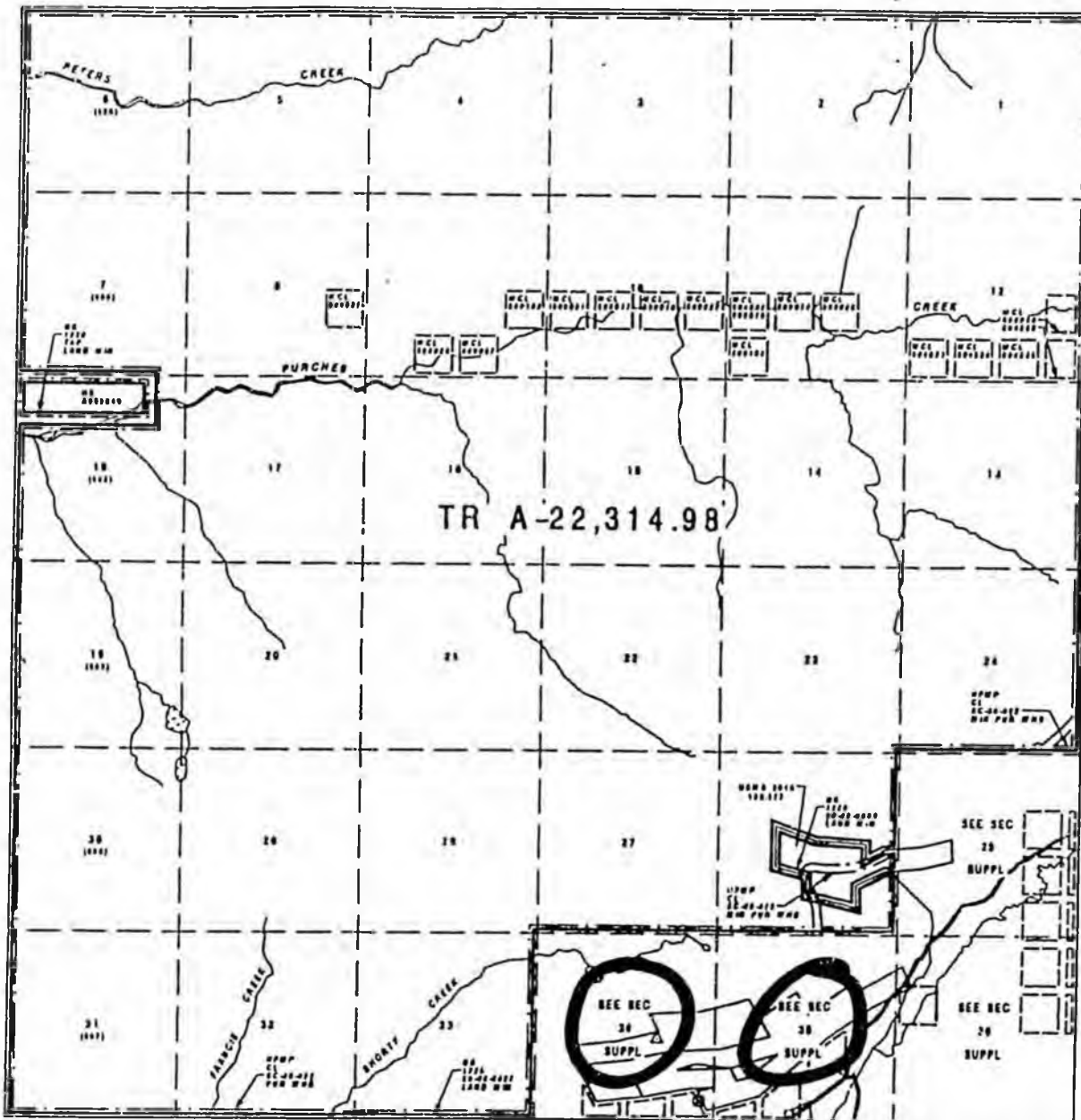
STREAM FLOW RESERVATION

- INDICATE APPLICATION
- INDICATE CERTIFICATE

CITY BARBER

- INDICATE APPLICATION
- INDICATE PERMIT
- INDICATE CERTIFICATE

6	5	4	3	2	1
7	8	9	10	11	12
13	14	15	16	17	18
19	20	21	22	23	24
25	26	27	28	29	30
31	32	33	34	35	36



STATUS PLAT

THE STATE HAS ALL LAND WITHIN THIS PLAT UNLESS OTHERWISE SHOWN TO THE CONTRARY BY THE PLAT AND THE STATE HAS THE RIGHT TO REPEAL OR AMEND THIS PLAT.

RAZED BY

CLASSIFICATION
 - LATER STATE PLANS
 - SE LINDA IN LINDA
 - S
 - F
 - LAT
 - LONG

HYDROGRAPHY

USGS QUANTITATIVE DATA BY STATE FROM AERIAL HIGH ALTIMETER PHOTOGRAPHY 1978-1983

LAND USE

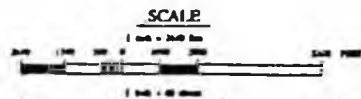
ATL. PROTRACTOR DIAGRAM 11-17 APPROVED 02/11/81
 USAL. CANTONING TRACTS A, B & C. 12/11/81 ACBIS
 ACCEPTED OWNERSHIP
 USAL. 1981 APPROVED 01/11/81
 USAL. 1984 APPROVED 01/11/81
 USAL. 1984 APPROVED 01/11/81
 USAL. 1984 APPROVED 01/11/81

OTHER ACTIONS AFFECTING INDIVIDUAL USE OF STATE
 SEE THE ESE CANTONING OR ORIGINAL SOURCE DOCUMENT
 ADDITIONAL INFORMATION

PARSONS BEE PALMER RECORDING INSTRUCT
 2/11/81 BY MONTAGNA - LINDA IN LINDA
 SUBJECT TO WATERSHED MANAGEMENT PLAN

Exhibit B
 page 7 of 9

GRAPHIC ILLUSTRATION ONLY.
 SURVEY POINTS REMAIN THE OFFICIAL RECORD.
 CONSULT LAND ADMINISTRATION SYSTEM (LAS)
 COMPASS FOR ADDITIONAL INFORMATION.



ATTENTION STATUS PLAT USERS: ON THIS PLAT, ALL STATUS
 LINES CLOSE FOR ACTIONS THAT EXTEND INTO ADJACENT TOWNSHIPS.
 THIS INCLUDES STATUS LINES SUCH AS DISPOSAL, MUNICIPAL, TITLE,
 CLASSIFICATION, ETC. PLEASE REFER TO ADJACENT TOWNSHIPS OR LAS
 TO DETERMINE IF ACTIONS EXTEND BEYOND THE BOUNDARIES SHOWN ON
 THIS PLAT. NUMBERS, TITLE, CLASSIFICATION, AND RESTRICTIONS (LINDA)

A PRODUCT OF THE
 STATE OF ALASKA
 DEPARTMENT OF NATURAL RESOURCES
 LAND RECORDS INFORMATION SYSTEM

PLAT CANNOT BE USED FOR 2025 TO THE END

SI
 TWI

SEC 34 TOWNSHIP 20N RANGE 1W OF THE SEWARD MERIDIAN, ALASKA

LEGEND

INFORMATION

- HYDROGRAPHY
- SURVEY LINE
- SURVEY LOT LINE
- TOWNSHIP SECTION (MSD)
- 1/4 SECTION LINE
- HIGHWAY
- ROAD
- TRAIL
- BARREN
- ELECTRICAL POWER LINE
- TELEPHONE LINE
- PIPELINE
- AIRPORT ANDING STRIP
- HORIZONTAL CONTROL
- CONTROL MONUMENT

INFORMATION

- TITLE
- BOUNDARY
- CLASSIFICATION
- ZONING
- MUNICIPAL
- RESTRICTION
- FEDERAL ACTION
- ☐ MENTAL HEALTH TRUST
- LIMITS OF ACTION
- NAVIGATIONAL AID
- CABIN PERMIT
- TRAPPING CABIN PERMIT
- TRESPASS LOCATION

SURFACE WATER RIGHTS

- APPLICATION
- PERMIT
- CERTIFICATE

SUB SURFACE WATER RIGHTS

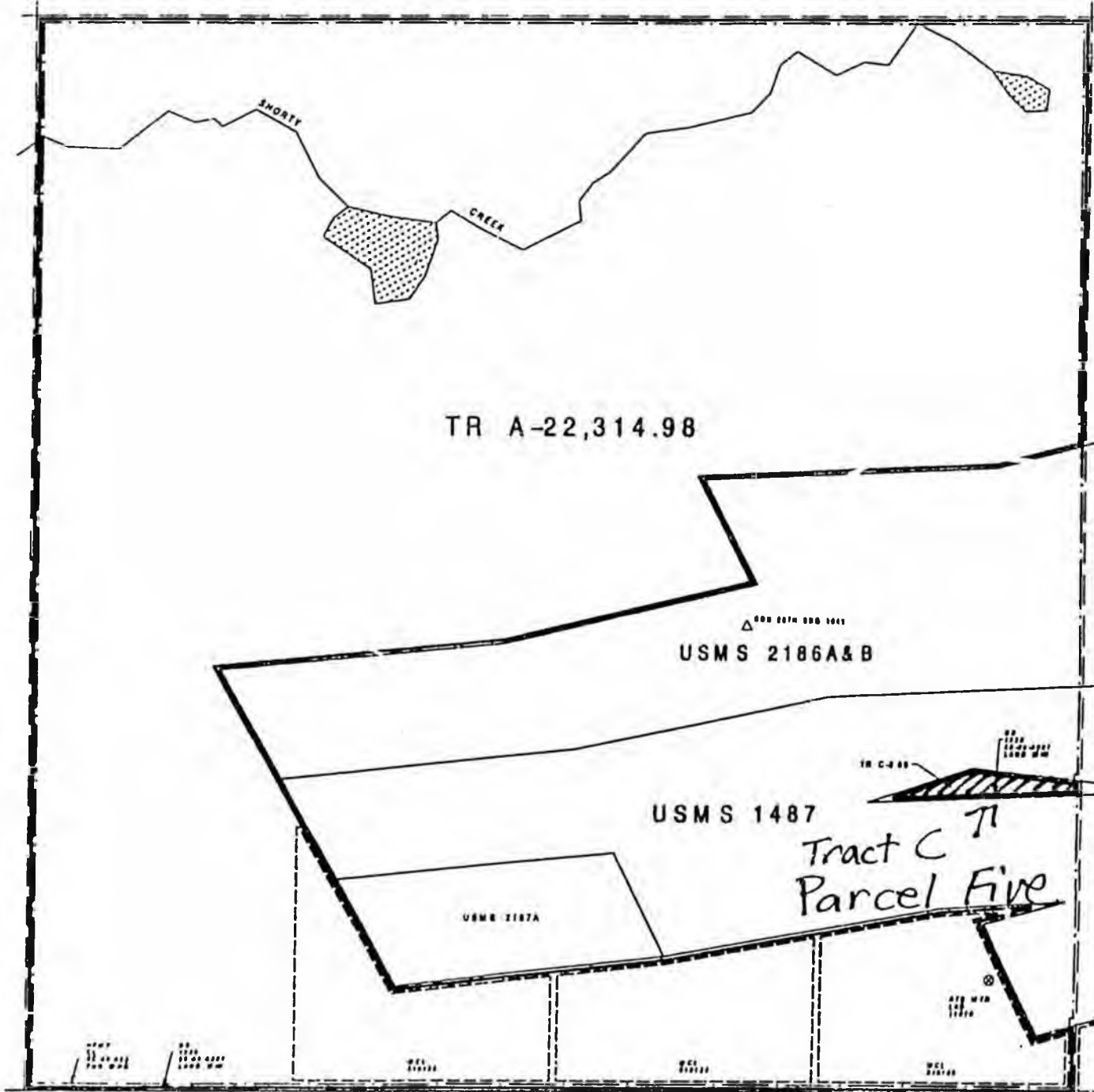
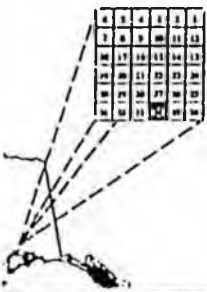
- APPLICATION
- PERMIT
- CERTIFICATE

WETLAND USE RESERVATION

- APPLICATION
- CERTIFICATE

DAM BARRIERS

- APPLICATION
- PERMIT
- CERTIFICATE



AN INDEX TO STATUS PLAT ADMINISTRATION IS INCLUDED WITH EACH APERTURE CARD SET OF STATUS PLAT PLATE

SCALE
1 inch = 400 feet

STATUS PLAT

DATE OF REVISION: 1991, 1992, 1993, 1994, 1995, 1996, 1997, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020, 2021, 2022, 2023, 2024, 2025

THIS STATUS PLAT IS A PUBLIC DOCUMENT AND IS AVAILABLE TO ALL PERSONS WHO REQUEST IT. THE STATE OF ALASKA IS NOT RESPONSIBLE FOR THE ACCURACY OF THE INFORMATION CONTAINED HEREIN.

BASE DATA

COORDINATES
ALASKA STATE PLANS 2001 4
34 CORNER IN TOWNSHIP
S 411111 000
E 200777 100
LAT 61 00 34 00 N
LONG 150 21 30 00 W

HYDROGRAPHY
USGS ANCHORAGE (1971) REVISED BY SEAL FROM AIRBORNE
ALTIMETER PHOTOGRAPHY (1979-1983)

LAND USE
AND RESTRICTIONS (MAGAZINE 53-57) APPROVED DIVISION
USFS CANTON TRACTS A, B & C 11/15/03 ACRES
SCHEPPEL UNCLASIFIED
USMS 1487 APPROVED DIVISION
USMS 2186A&B APPROVED DIVISION
USMS 2187A&B APPROVED DIVISION

OTHER ACTIONS AFFECTING DISPOSAL OR USE OF STATE LANDS
AS THE LAST FEDERAL OR ORIGINAL SOURCE DOCUMENTS FOR
ALTERNATE INFORMATION

ENTIREY FROM PUBLIC RECORDS CONTACT
FOR THE MOST CURRENT INFORMATION
SUBJECT TO MATERIAL PASS MANAGEMENT PLAN

Exhibit B
page 8 of 9

ATTENTION STATUS PLAT USERS: IN THIS PLAT, ALL STATUS
LINES CLOSE FOR ACTIONS THAT EXTEND INTO ADJACENT TOWNSHIPS.
THIS INCLUDES STATUS LINES SUCH AS ZONING, MUNICIPAL, TITLE
CLASSIFICATION, ETC. PLEASE REFER TO ADJACENT TOWNSHIPS OR LARS
TO DETERMINE IF ACTIONS EXTEND BEYOND THE BOUNDARIES SHOWN IN
THIS PLAT. BOUNDARY TITLE CLASSIFICATION AND RESTRICTION LINES
ALWAYS CLOSE ON ALL PLATS.

	A PRODUCT OF THE STATE OF ALASKA DEPARTMENT OF NATURAL RESOURCES LAND RECORDS INFORMATION SYSTEM	SEC 34 SP
	(Additional text or graphics)	

SEC 35 TOWNSHIP 20N RANGE 1W OF THE SEWARD MERIDIAN, ALASKA

LEGEND

INFORMATION

- INTEGRITY
- URVEY LINE
- SURVEY LINE
- TRANSSECTION GRID
- 14 SECTION LINE
- ROADWAY
- ROAD
- TRAIL
- RAILROAD
- ELECTRICAL POWER LINE
- TELEPHONE LINE
- PIPELINE
- AIRPORT/LANDING STRIP
- HORIZONTAL CONTROL
- CONTROL MONUMENT

INFORMATION

- TITLE
- PRIMARY
- CLASSIFICATION
- DISPOSAL
- MUNICIPAL
- RESTRICTION
- FEDERAL ACTION
- MENTAL HEALTH TRUST
- LIMITS OF ACTION
- NAVIGATIONAL AID
- CUMM PERMIT
- TRAPPING CARBON PERMIT
- TRAPASS LOCATION

FACE WATER RIGHTS

- APPLICATION
- PERMIT
- CERTIFICATE

FACE WATER RIGHTS

- APPLICATION
- PERMIT
- CERTIFICATE

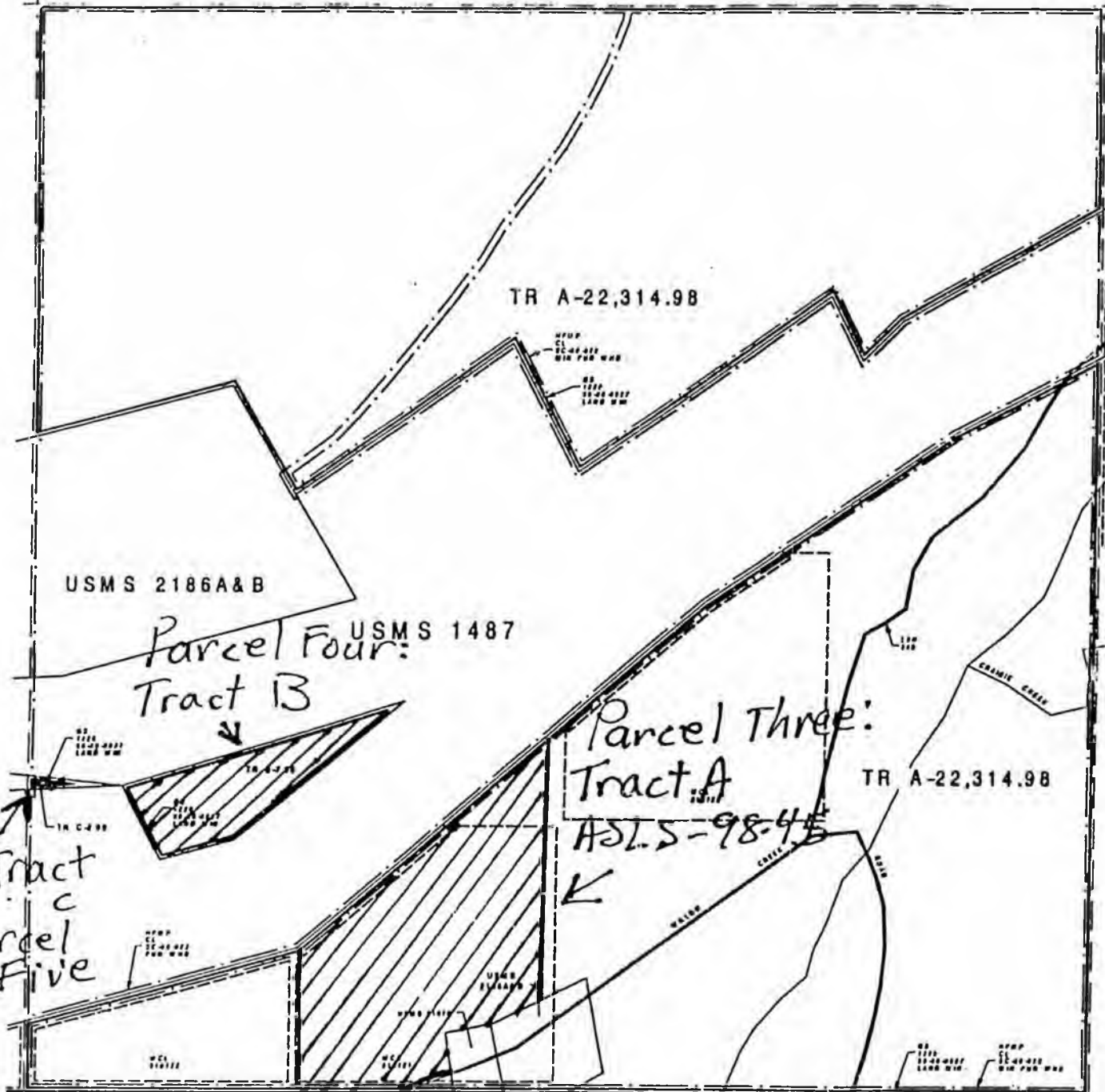
STREAM FLOW RESERVATION

- APPLICATION
- CERTIFICATE

WATER RIGHTS

- APPLICATION
- PERMIT
- CERTIFICATE

6	5	4	3	2	1
7	8	9	0	11	12
13	14	15	16	17	18
19	20	21	22	23	24
25	26	27	28	29	30
31	32	33	34	35	36



STATUS PLAT

THIS STATUS PLAT IS A JUDICIAL INSTRUMENT AND IS NOT A SURVEY INSTRUMENT. IT IS NOT TO BE USED AS A BASIS FOR A SURVEY OR AS A BASIS FOR A CLAIM OF TITLE OR AS A BASIS FOR A CLAIM OF INTEREST IN THE LAND OR AS A BASIS FOR A CLAIM OF INTEREST IN THE LAND OR AS A BASIS FOR A CLAIM OF INTEREST IN THE LAND.

BASE DATA

CRAMIE CREEK
ALASKA STATE PLANS 2001 4
SE. CORNER OF TOWNSHIP
T 20N R 1W
T 20N R 1W
LAT. 61° 14' 00" N
LONG. 149° 21' 30" W

HYDROGRAPHY
USGS ANCHORAGE (1971) REVISED BY BLM FROM AERIAL PHOTO
ALTIMETER PHOTOGRAPHS 1976-1983

LAND NET
ASL PERMITTING DIAGRAM 52-17 APPROVED 08/11/01
USMS CREATING TRACTS A, B & C. 11/11/03 ACQUIS.
ACCEPTED 08/11/03
USMS 1487, APPROVED 08/11/03
USMS 2004, APPROVED 08/11/03
USMS 2186A&B, APPROVED 08/11/03
USMS 2187A&B, APPROVED 08/11/03

OTHER ACTIONS AFFECTING DISPOSAL OR USE OF STATUS PLAT AND THE LAND CANNOT BE OBTAINED FROM ORIGINAL SOURCE DOCUMENTS FOR ADDITIONAL INFORMATION.

ENTIRELY OWNED BY PALMER RECORDING DISTRICT
LITIGATION BY PALMER RECORDING DISTRICT
SUBJECT TO PALMER FALL MANAGEMENT PLAN

Exhibit B
page 9 of 9

GRAPHIC ILLUSTRATION ONLY.
SOURCE DOCUMENTS REMAIN THE OFFICIAL RECORD.
CONSULT LAND ADMINISTRATION SYSTEM (LAS)
CASEFILE FOR ADDITIONAL INFORMATION.

SCALE

ATTENTION STATUS PLAT USERS: ON THIS PLAT, ALL STATUS LINES CLOSE PER ACTIONS THAT EXTEND INTO ADJACENT TOWNSHIPS. THIS INCLUDES STATUS LINES SUCH AS DISPOSAL, MUNICIPAL, TITLE, CLASSIFICATION, ETC. PLEASE REFER TO ADJACENT TOWNSHIPS OR LAS TO DETERMINE IF ACTIONS EXTEND BEYOND THE BOUNDARIES SHOWN ON THIS PLAT.



A PRODUCT OF THE
STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES
LAND RECORDS INFORMATION SECTION

SEC
51
TWP

STATE OF ALASKA

DEPARTMENT OF NATURAL RESOURCES

OFFICE OF THE COMMISSIONER

TONY KNOWLES, GOVERNOR

400 WILLOUGHBY AVENUE
JUNEAU, ALASKA 99801-1796
PHONE: (907) 465-2400
FAX: (907) 465-3586

3601 C STREET, SUITE 1210
ANCHORAGE, ALASKA 99503-5921
PHONE: (907) 269-8431
FAX: (907) 269-8918

March 14, 2000

The Honorable John Torgerson
Co-Chair Senate Finance
State Capitol (MS 3100)
Juneau, AK 99801-1182

Dear Senator Torgerson:

The Department of Natural Resources requests a hearing on the following bill;

SB 249 Independence Mine Land Exchange. This bill requests legislative concurrence to proceed with a land exchange with Alaska Hardrock, Inc. The State Division of Parks and Outdoor Recreation will receive 118 acres of mineral/subsurface estate in Independence Valley for 107 acres of state land in Upper Willow Creek Valley. The Division of Parks and Outdoor Recreation will acquire the "water tunnel", the main tunnel of the old Independence Mine tunnel workings, for addition to Independence Mine State Historical Park. The benefit to the state will be a possible concession contract with a private operator to develop this site for public tours. This exchange will enhance the viability of tourism development in this area. Since the appraisal for the parcels involved is good for only one year, it is important that this bill be approved by the Legislature this session.

I have attached information on this bill for your review. I look forward to working with you on this bill. If I can provide other information, please call Carol Carroll of my staff at 465-4730 or me at 465-2400.

Sincerely,



John Shively
Commissioner

Attch.

"Develop, Conserve and Enhance Natural Resources for Present and Future Alaskans"

**Final Report and Best Interest Findings
on Proposed Land Exchange
between Alaska Hardrock, Inc. and
the State of Alaska for the
Division of Parks and Outdoor Recreation**

January 14, 2000

Introduction

The proposed land exchange between the State of Alaska for the Division of Parks and Outdoor Recreation and Alaska Hardrock, Inc. proposes to trade five parcels of state land, totaling 107 acres, in the Upper Willow Creek Valley for 118 acres of mineral/subsurface estate in Independence Valley. All parcels are in the Hatcher Pass area of the Talkeetna Mountains, approximately 20 miles north of Palmer and within the Matanuska-Susitna Borough. Refer to the map enclosed with this report, and the detail description below, for specific parcel locations.

The purpose of the exchange is for the Division of Parks and Outdoor Recreation to acquire the "water tunnel", the main tunnel of the old Independence Mine tunnel workings for addition to Independence Mine State Historical Park. Gold mining is an integral part of Alaska's history and the Division of Parks and Outdoor Recreation would like to preserve and interpret this particular piece of Alaska's gold mining history.

The Division of Parks and Outdoor Recreation and Alaska Hardrock, Inc. started serious negotiations in 1998. On June 29, 1999, both parties signed a Preliminary Exchange Agreement. According to that agreement, survey and appraisal work were done in late summer and early fall of 1999. Surveys will receive final borough approval in January, 2000. The final appraisal was received in late November. December 7, 1999 through January 10, 2000 was the 30-day public notice period on the exchange, related mineral closures, area and management plans' exceptions and land classification changes. The exchange will go before the Alaska Legislature for approval. If approval is received, deeds will be exchanged within 60 days of legislative approval.

This report is the land exchange report required by Alaska Statute 38.50.130.

Public Notice and Comment Period

Public Notice for the land exchange started Tuesday, December 7, 1999. Public comment was accepted by the two Division of Parks and Outdoor Recreation offices listed below from Tuesday, December 7, 1999 through to 4:30 pm, Monday, January 10, 2000.

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

Parks Contact Person in Anchorage:

Kathryn Reid	Alaska State Parks
ph: (907) 269-8708	550 W 7 th Av. Suite 1380
fax: (907) 269-8907	Anchorage, AK 99501-3561
email: Kathryn_Reid@dnr.state.ak.us	(7 th and F Streets)

Wasilla/Palmer Parks Office:

Mat-Su Area Office	ph: (907) 745-3975
Alaska State Parks	fax: (907) 745-0938
HC 32, Box 6706	location: Mile 0.4 Bogard Rd, Finger Lake SRS
Wasilla, AK 99654	Area Superintendent - Dale Bingham

The Appraisal

The appraisal contract was awarded to Follett & Associates of Anchorage, Alaska. The appraiser is Eric G. Follett, MAI. The appraisal is titled *Appraisal of Hatcher Pass Properties for a Land Exchange, Palmer, Alaska*, herein referred to as the land exchange appraisal. The valuation date of the appraisal is September 21, 1999.

State land going to Alaska Hardrock, Inc. was appraised as land estate only. Mineral estate was not included since the State can not deed the mineral estate in this circumstance.

Mineral/subsurface estate going to the Division of Parks and Outdoor Recreation from Alaska Hardrock, Inc. was appraised at two levels. One was the remaining gold/mineral value left in these patented federal mining claims. The other is the "tourism value" of the tunnel. The Division of Parks and Outdoor Recreation plans to renovate the tunnel and conduct tours in it. This is a recreational value, not a mineral value. The basis of this portion of the appraisal was a comparison of underground mining tunnel tours conducted in the lower 48, since there is no comparable operation in Alaska. Park staff assisted in the gathering of data on these underground mining tunnel tours. Existing tours researched ranged from historic mines to active commercial mines for gold, silver and coal.

Law in Alaska is unclear as to whether the subsurface or surface estate owner has non-mining rights to underground tunnels. The Division of Parks and Outdoor Recreation has received verbal information that both surface and subsurface estate owners agree that the subsurface estate owner, Alaska Hardrock, Inc., has the non-mining rights to the underground tunnels. The Division of Parks and Outdoor Recreation has requested that Alaska Hardrock, Inc. receive this statement in writing from Starkey Wilson, surface estate owner.

There was one copy of the land exchange appraisal available for public review at each of the Division of Parks and Outdoor Recreation offices listed below.

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

Parks Contact Person in Anchorage:

Kathryn Reid	Alaska State Parks
ph: (907) 269-8708	550 W 7 th Av. Suite 1380
fax: (907) 269-8907	Anchorage, AK 99501-3561
email: Kathryn_Reid@dnr.state.ak.us	(7 th and F Streets)

Wasilla/Palmer Office:

Mat-Su Area Office	ph: (907) 745-3975
Alaska State Parks	fax: (907) 745-0938
HC 32, Box 6706	location: Mile 0.4 Bogard Rd, Finger Lake SRS
Wasilla, AK 99654	Area Superintendent - Dale Bingham

Legal and Physical Descriptions of Land Involved plus Appraised Value

Parcels to be Acquired by the State Division of Parks and Outdoor Recreation

The Division of Parks and Outdoor Recreation will receive mineral/subsurface estate for eight federal mining claims from Alaska Hardrock, Inc. The surface estate is owned by a different party, Starkey Wilson, and therefore not part of this trade. These mining claims are in Sections 28, 29 and 33, Township 20 North, Range 1 East, Seward Meridian (T20N, R1E, SM). The eight federal mining claims are as follows:

Independence Lode	USMS 958-A	17.75 acres
Granite Mountain	USMS 958-A	13.14 acres
Granite Mountain #1	USMS 958-A	12.90 acres
Granite Mountain #2	USMS 961/2046	13.45 acres
Granite Mountain #3	USMS 961/2046	16.53 acres
Lois Fraction	USMS 2041	7.79 acres
Snowbird	USMS 2041	18.11 acres
Homestake #4	USMS 980	19.72 acres
<u>overlap of Lois Fraction and Granite Mt. #3</u>		<u>-1.21 acres</u>
Total acreage to the State		118.18 acres

This property has the main mining tunnel, called the water tunnel, and numerous side tunnels of the old Independence Mine tunnel workings. The first six mining claims listed are crossed by the water tunnel. Of these six, one - Granite Mountain #3 - is currently within Independence Mine State Historic Park boundary. The other five are adjacent to the park on the northwest corner of the park. The last two mining claims are also within the current Independence Mine State Historic Park boundary, but are not crossed by the water tunnel. Homestake #4 mining claim is not contiguous with the other seven claims. This property will be managed as part of Independence Mine State Historic Park. See the map enclosed with this report.

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

The water tunnel is in relatively good condition except for the tunnel floor, which has a layer of mud and water. The tunnel is an average 10 feet in diameter, level, and runs in a general east-west direction. It can be cleaned and repaired, and the railroad track restored, for use in an underground tunnel tour. All other tunnels, of which there is approximately 15 miles, are small, narrow and unsafe.

The appraisal tourism value of the main tunnel is \$63,000. The remaining gold/mineral value is \$24,000. Total appraised value for these eight mining claims is \$87,000.

Parcels to be Acquired by Alaska Hardrock, Inc.

AHI will receive 5 parcels of state land in Upper Willow Creek Valley, on the other side of Hatcher Pass from Independence Mine State Historic Park. By law, the State can not give fee simple estate in this circumstance. AHI will receive land estate, defined here as fee simple estate less mineral rights reserved under Alaska Statute 38.05.125(a). The land estate includes the right to soil, gravel, etc. A state mineral closure will be placed on these parcels.

Parcel One, called the Lucky Shot Mill Site, is found in the NE1/4 of Section 2, Township 19 North, Range 1 West, Seward Meridian. This rectangular parcel sits on a mostly level, low ridge top on Hatcher Pass Road at mile 23. Some maps have this road labeled as Willow Creek Road. There are several buildings on the property related to gold mining, such as a mill building, shop, office, bunkhouse, and water treatment facility. These were built by previous leasees of the property, not the State. Therefore, the buildings are not state owned, and were not included in the land exchange appraisal. The State currently leases this parcel to Alaska Hardrock, Inc. There are two leases, one is a land lease, ADL#207065, issued to Alaska Hardrock, Inc., which Alaska Hardrock, Inc. has requested cancellation of as a duplicate, and an upland mining lease, ADL#534898, under the name of Thor Gold Alaska, Inc. Due to a joint venture and termination agreement between Alaska Hardrock, Inc. and Thor Gold Alaska, Inc. to acquire the Lucky Shot mill site, Thor Gold Alaska, Inc.'s name remains on the lease, but Alaska Hardrock, Inc. is the owner and user of all buildings and equipment. As part of the termination agreement, Thor Gold Alaska, Inc. will turn over the lease to AHI no later than the year 2009. The upland mining lease would be canceled if the land exchange is approved. If not, this lease will remain active. There are no utilities available in the area. The Lucky Shot Mill Site is 29.24 acres and its boundary defined as Tract B of state survey ASLS 98-45. ASLS 98-45 will receive final approval by the end of December, 1999. The appraised value for the Lucky Shot Mill Site is \$25,000, approximately \$850/acre.

Parcel Two, called the Willow Creek Decline, is found in the SE1/4 of Section 29, and the NE1/4 of Section 32 of Township 20 North, Range 1 East, Seward Meridian. This irregular shaped parcel sits in the bowl at the end of Upper Willow Creek. Access is by Upper Willow Creek Road, a one-lane dirt road with a junction at mile 20.5 of Hatcher Pass Road. This parcel has the western entrance to the water tunnel and two buildings. The buildings are from the 1980s when the parcel was used as a mill site. Both buildings are in very poor condition and were not built by the State. Therefore they are not included in the appraisal, although the tunnel entrance is. The upper two-thirds of the parcel is steep enough to be avalanche prone. Therefore, only the

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

lower one-third could be developed. One of the buildings has received major damage due to avalanche. Alaska Hardrock, Inc. has state mining claims on this parcel. If the land exchange is approved, Alaska Hardrock, Inc. will either close the claims, or alter the boundaries to exclude this parcel, since a mineral closure will be placed on it. There are no utilities available in the area. The Willow Creek Decline is 40.95 acres and its boundary defined as state survey ASLS 98-44 (21.57 acres), plus federal mining claim Brightness #2, USMS 2047 (19.38 acres). ASLS 98-44 will receive final approval by the end of January, 2000. The appraised value for the Willow Creek Decline parcel is \$26,000, approximately \$623/acre.

Parcel Three, called the Lucky Shot Tunnel, is found in the SW1/4 of Section 35, Township 20 North, Range 1 West, Seward Meridian. This "L" shaped parcel sits on the northward side of Hatcher Pass Road at mile 24. The entire parcel is prone to avalanches due to the steep mountainside north of the property. The only development is the Lucky Shot Mine tunnel entrance and a private, one-lane road for tunnel access. There are no utilities available in the area. The Lucky Shot Tunnel is 26.87 acres and its boundary defined as Tract A of state survey ASLS 98-45. ASLS 98-45 will receive final approval by the end of December, 1999. The appraised value for the Lucky Shot Tunnel parcel is \$13,000, approximately \$475/acre.

Parcel Four, called Tract B, is Tract B in Section 35, Township 20 North, Range 1 West, Seward Meridian. There are no utilities available in the area and no road access to the parcel. This irregular shaped parcel is on a steep mountainside and adjacent to Tract C. Tract B is 7.96 acres and its boundary defined by the surrounding federal mining claims. The appraised value for Tract B is \$2000, approximately \$250/acre.

Parcel Five, called Tract C, is Tract C in Sections 34 and 35, Township 20 North, Range 1 West, Seward Meridian. There are no utilities available in the area and no road access to the parcel. This irregular shaped parcel is on a steep mountainside and adjacent to Tract B. Tract C is 2.09 acres and its boundary defined by the surrounding federal mining claims. The appraised value for Tract C is \$500, approximately \$250/acre.

Total acreage for all five parcels is 107.11. The total appraised value for all five parcels is \$66,500.

Summary of Appraised Values and Land Involved

The charts below, summarize with rounded figures the land acquired on both sides of the trade.

Summary of Mining Claims going to Division of Parks and Outdoor Recreation

Mineral/subsurface Value	Acreage	Value per Acre	Total Value
Mineral Value	118	\$200/acre	\$24,000
Tourism Value	n/a	n/a	\$63,000
Total	118	n/a	\$87,000

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

Summary of Parcels going to Alaska Hardrock, Inc.

Parcel Name	Acreage	Value per Acre	Total Value
1) Lucky Shot Mill Site	29	\$850/acre	\$25,000
2) Willow Decline	41	\$625/acre	\$26,000
3) Lucky Shot Tunnel	27	\$475/acre	\$13,000
Tract B&C	10	\$250/acre	\$2,500
Totals	107	\$620/acre	\$66,500

Both state and Alaska Hardrock, Inc. lands are not in the coastal zone. Neither are they wetlands or in a floodplain. The parcels are within the Matanuska-Susitna Borough, but there is no zoning in the area.

Although the value difference between the state land and Alaska Hardrock, Inc. land is approximately \$20,000, both parties still agree to the exchange. The acreage involved in the exchange is close and Alaska Hardrock, Inc. will receive a tax credit for the value difference.

Legislative Approval

Since this is an unequal value exchange, it must receive Legislative approval.

Land Planning and Classification

The Willow Sub-Basin Area Plan, October 1992, sets out general management intent and land classification for the Hatcher Pass area. The plan specifies that the area will be managed primarily for mining, recreation, grazing, and fish and wildlife related uses such as hunting and providing habitat. The plan classified the land as minerals and public recreation land.

The Hatcher Pass Management Plan spells out more specific management intent for the area. The management intent for the Independence Valley subunit is to protect habitat, the scenic vistas and the historic character, to encourage tourism and the continued mining on existing claims. The management intent for the Willow/Craigie Creek subunit, which includes the Upper Willow Creek Valley, is to encourage mineral development, the continuance of a variety of recreation activities, and protection of habitat and scenic vistas. The plan recognizes that a balance is needed between the protection of historic mining sites and the nourishing of current commercial mining within the area.

Both plans support the expansion of Independence Mine State Historical Park and the mineral closure for land going to the park. Both plans list the Upper Willow Valley as mineral or public recreation lands. State lands to be traded should be either unclassified, or classified as settlement, agriculture, or reserved use. Therefore, by classification, land in the Upper Willow Valley is not open for a land exchange. The intent of the plans is to support mining in the area,

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

and the state land to be received by Alaska Hardrock, Inc. is for the support of their mining operation. In order to reclassify the land, a special exception allowing a change of classification for the five parcels of state land going to Alaska Hardrock, Inc. is proposed. Please see the proposed special exception to the Willow Sub-Basin Area Plan and Hatcher Pass Management Plan and the proposed land classification order #99-003 enclosed with this report.

This reclassification is only for the 107 acres of state land going to Alaska Hardrock, Inc. No other land in the Hatcher Pass area will be reclassified because of this land exchange.

A mineral closure will be placed on the lands involved in this land exchange. The mineral closure is only for the land described in this report and part of this land exchange. No other land in the Hatcher Pass area will be closed to new mineral entry through the mineral closure related to this land exchange.

The mineral closure for the land going to the Division of Parks and Outdoor Recreation is supported by the Willow Sub-Basin Area Plan and the Hatcher Pass Management Plan. Both plans support Independence Mine State Historical Park and the need to preserve historical land marks. The park already has a mineral closure on it. Independence Valley is listed for both active mining and mineral closures for public recreation purposes.

Neither plan supports a mineral closure in the Upper Willow Valley. Both plans support public recreation or mining in this area. Yet, the state lands to be transferred to Alaska Hardrock, Inc. is for the support of their mining operation. A mineral closure on the state land going to Alaska Hardrock, Inc. prevents the disruption of the facilities Alaska Hardrock, Inc. has on these lands, and any improvements they may make, from anyone who might stake a mining claim under these parcels. Since the intent of the plan is to support mining in Upper Willow Valley, and the mineral closure on these parcels also supports mining in the same area, this mineral closure is consistent with the plan intent. Please see the proposed mineral order #753 enclosed with this report.

Benefits of the Exchange

Benefit to the State

Acquiring the old Independence Mine tunnels supports the Division of Parks and Outdoor Recreation's goal of preserving and interpreting Alaska's cultural heritage. Independence Mine State Historic Park currently has the surface buildings of Independence Mine camp within the park. The camp's purpose was to mine gold. Including the tunnels in the park completes the historic picture of Independence Mine. Through a proposed concession contract with a private operator, the Division of Parks and Outdoor Recreation plans to renovate the water tunnel so public tours can be conducted underground. This will give the park visitor a better understanding of how the miners worked, as well as where they lived.

Acquiring the tunnels also supports the Division of Parks and Outdoor Recreation's goal of providing support to the state's tourism industry. Long term management plans for Independence Mine State Historic Park include the possibility of a private concession contract. The option of underground tours, either as part of a package or by itself, make a concession contract much more viable.

Note: The goals for the Division of Parks and Outdoor Recreation are listed in the *Alaska State Park System: Statewide Framework*, June 1982

Benefits to Alaska Hardrock, Inc.:

Alaska Hardrock, Inc. has a lease for the Lucky Shot Mill Site. If they own the property, they no longer have to pay the rent to the State. They also can make improvements or create new development without needing to changing their agreement with the State.

The Lucky Shot Tunnel and Willow Decline parcels have tunnel entrances which give access to state mining claims and patented federal mining claims owned by Alaska Hardrock, Inc. By possessing these parcels, Alaska Hardrock, Inc. secures permanent tunnel access and has the ability to make improvements to tunnel access areas without needing to pay fees to, or getting permission from, the State Department of Natural Resources or other state agencies, such as the Department of Environmental Conservation.

Tracts B and C sit in the middle of the patented federal mining claims owned by Alaska Hardrock, Inc. By receiving title to these parcels, Alaska Hardrock, Inc. no longer has an inholding of state land. If they expand their mining operation, they do not need to be concerned with encroaching or trespassing on state land.

Securing all five parcels allows Alaska Hardrock, Inc. to consolidate their property and secure permanent ownership to lands that are key to their mining operation. Due to the low price of gold, Alaska Hardrock, Inc. is considering running gold mine tunnel and mill site tours. Securing ownership for these lands is key to this business as well. Alaska Hardrock, Inc. is also considering a bed and breakfast or small lodge on the Lucky Shot Mill Site to help facilitate a tourist type business.

Alternatives

Independence Mine camp and tunnels is a unique resource for Alaskans. This is why the camp was made into a historical park. There is no alternative land for purchase with the cultural resource of the water tunnel. The only alternative to a land exchange would be to purchase the land from Alaska Hardrock, Inc. Alaska Hardrock, Inc. indicated that they would not want to sell, but would accept a land trade. Another benefit of this exchange is the cost to the State for the land trade is less than the appraised value of the water tunnel property. The State also does not have the funds to purchase the property. The last alternative would be to forego purchase the

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

tunnel altogether. As stated above, this is a unique resource. To lose this opportunity to obtain this property at a cost less than the appraised value would not be in the best interest of the State

Without the mine tunnel and tour, the opportunity for a concession contract to operate and maintain the historical buildings at Independence Mine State Historical Park would be significantly diminished. The State is not in a position to continue funding the maintenance on these historical buildings. Preliminary contacts with potential private operators indicate that a tour opportunity is needed for the entire project to be economically viable. Without a public/private partnership, the mine buildings will continue to deteriorate.

The parcels going to Alaska Hardrock, Inc. are also a unique resource for Alaska Hardrock, Inc. There are no alternatives to the mill site, or access for their mining claims and tunnels. Their only alternative would be to build other tunnel entrances or mill sites, provided they could find nearby private property to purchase. While there may be nearby private property to purchase for tunnel entrance sites, finding nearby private property to purchase for a mill site that is not prone to avalanches is very unlikely. Even if there was property to purchase that meets their requirements, to rebuild would be prohibitively expensive.

The State could sell these parcels, but the sale would have to be a competitive sale open to the public. The State could not sell the property directly to Alaska Hardrock, Inc. and Alaska Hardrock, Inc. has no guarantee of a winning bid. Since Alaska Hardrock, Inc. is unable to directly purchase the property with the existing facilities from the State, they are willing to trade for it.

This land exchange allows each party to attain what they want. No other alternative achieves this kind of win/win situation for either party.

Public Comment Received

The public notice and comment period ran from December 7, 1999, through January 10, 2000. Newspaper display ads appeared in the Anchorage Daily News on Friday, December 10 and Sunday, December 19. Display ads also appeared in the Frontiersman on Friday, December 10 and Friday, December 17. Legal classified ads appeared in the Juneau Empire and the Fairbanks news Miner on Friday, December 10 and Sunday, December 19.

Documentation on the proposed land exchange was mailed in the first full week of December to the following: 1) all native corporations and villages within the Mat-Su Borough; 2) all community councils within the Mat-Su Borough; 3) all property owners within a six mile radius, including state and federal mining claim holders - this encompassed four townships; 4) all members of the legislature; 5) all state department commissioners, the governor's office, and the Mat-Su Borough; 6) user groups of the area and other interested organizations.

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

In addition, a public notice sign with map was mailed to every post office for public posting in the Mat-Su Borough and the Municipality of Anchorage. The public notice was also placed on the State of Alaska and Department of Natural Resources public notice web pages. This public notice was also faxed to the media by the Anchorage Public Information Center. Further, the documentation on the land exchange was posted on the Division of Parks web site. These also happened in the first full week of December.

Only a few comments were received. The land exchange appears to be non-controversial. Negative comments are addressed below.

The Division of Parks and Outdoor Recreation received two faxes. Both were from neighboring property owners. One fax lists concerns, such as the appraisal value affecting their land value and the unknown impact, positive or negative, of the exchange on neighboring property, but did not take a positive or negative position on the land exchange itself.

The other was a list of negative comments that a person had heard from numerous people who contacted him in concern of the proposed land exchange. He encouraged these folks to make their comments directly to the State, but none did. In a phone conversation, I was able to get the term "numerous people", quantified to an "estimate of a dozen people". The person sending the fax wished to remain anonymous, since his own stance on the land exchange is neutral. The negative comments condensed to eight concerns, which are listed below. A ninth concern was the listed on the possibility of cyanide still in the reclamation pits at the Lucky Shot Mill Site. These pits are not part of the land exchange and will remain state land. Therefore, this issue does not involve the land exchange.

Comment 1: A complaint that the public notice period was during the winter. The property involved in the land exchange can not be driven to in the winter. There was a request to delay the end of the comment period, or have another public comment period during the summer.

Response: Circumstances make this prohibitively expensive. The Preliminary Exchange Agreement was signed at the end of June, allowing just enough time to complete field work on the surveys and appraisal before winter. By law, an appraisal for a land exchange is only valid for one year. Also, this exchange is unequal, therefore, by law, must be approved by the Legislature. If we were to delay public comment for summer and wait for next year's legislative session, the appraisal would be invalid and would have to be redone to accommodate the new timeline. The contract for the current appraisal was \$9,800.

Comment 2: Do not want to see commercialization on both sides, east and west, of the pass.

Response: There already is commercialization on both sides of the pass. Commercial mining has existed on the west side of Hatcher Pass for decades. Should Alaska Hardrock, Inc. create a lodge or B&B at the Lucky Shot Mill Site, this would be a new kind of commercialization on the west side.

Comment 3: This is a poor bargain since the State is only getting subsurface from Alaska Hardrock, Inc.

Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

Response: As stated earlier in this report, the surface estate is owned by a different party and can not be include in this exchange. Both the subsurface and surface estate owners agree that the right to use the tunnel lies with the subsurface owner, Alaska Hardrock, Inc., which is what the Division of Parks and Outdoor Recreation is interested in. The appraisal only valued the mineral/subsurface estate, so the appraised value accurately reflects what the state is acquiring.

Comment 4: The State would be taking on a liability with the tunnel in terms of visitor safety - risk of cave in.

Response: The appraisal listed the main water tunnel as in good condition. The Division of Parks and Outdoor Recreation has no intention of opening any underground tunnel to the public without insuring public safety through tunnel reconstruction and guided tours. Also, the portion of the water tunnel involved in the exchange is through solid bedrock. The portion of the tunnel that needs shoring up and securing is the entrance, which is already owned by the Division of Parks and Outdoor Recreation.

Comment 5: There would be an increase in non-resident visitation, decreasing the enjoyment of the park by residents.

Response: It is likely that there would be an increase in non-resident visitation to the park when the tunnel is opened for public tours. One of the purposes of the exchange is to encourage increased economic activity. Some residents will also enjoy the upgrades to the park. Also, the park can be used as a jump off point to other areas in Hatcher Pass for those residents who want to get to less populated areas to recreate.

Comment 6: Residents would be charged to see the park. (Unhappy with current fee as it is.)

Response: The Division of Parks and Outdoor Recreation or its commercial operator does plan on charging for the underground tour. The Division of Parks and Outdoor Recreation already has a guided tour of the buildings in the park for a fee, and a parking fee. Without a fee for the underground tour that will be utilized by the commercial operator maintenance of these historic buildings, they will continue to deteriorate. There is no other funding option for the maintenance and preservation of the buildings.

Comment 7: This land exchange violates the intent for public use in the Hatcher Pass Management Plan.

Response: The Department of Natural Resources has determined the exchange is consistent with the plan. See the section "Land Planning and Classification" on page 7.

Comment 8: Wildlife in the area would suffer further from another lodge on the western side.

Response: There is no information to substantiate this. The Department of Fish and Game did not object to, or comment on, the land exchange.

Additional comments received include a letter supporting the land exchange from the Matanuska-Susitna Borough. They believe that the addition of the land to the historic park will make a fine complement to their planned development of a ski area and four-season resort in the area.





Alaska Hardrock, Inc./Division of Parks Proposed Land Exchange Final Report

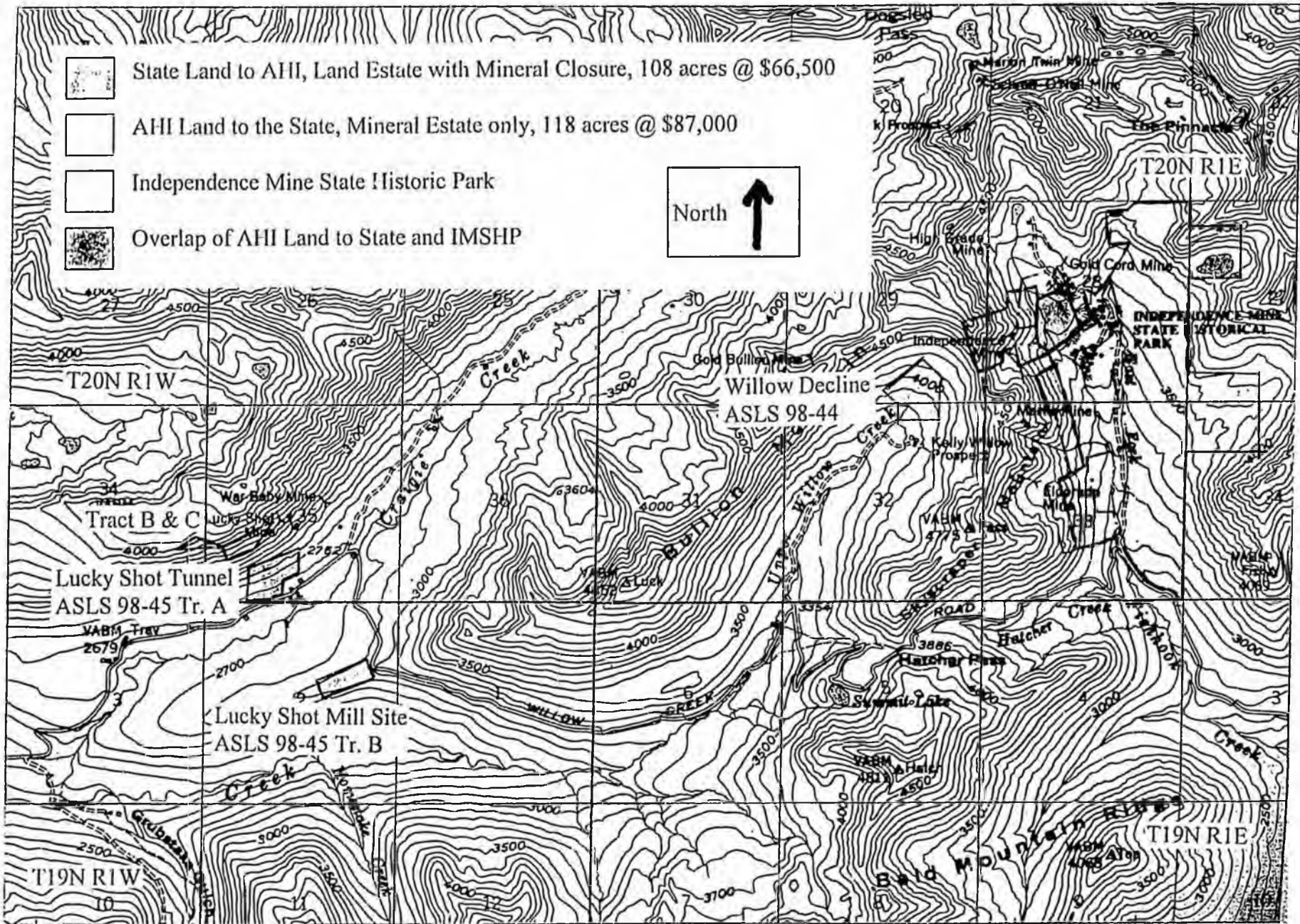
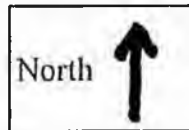
Scott Eubanks, president of Alaska Hardrock, Inc., received three phone calls from neighboring property owners stating their support as well. These were from Argel Pettit, Mike Nauman, and Allen Ervin. Conversations with all three were very supportive of the exchange. They all thought the exchange would benefit both the State and Alaska Hararock, Inc. along with helping bring some more revenue into the Mat-Su Borough.

Although there is a long list of negative concerns, they were received from one individual. It is hard to quantify these since the "estimated dozen" persons who made them did not come forth themselves. Support for the exchange came from four definite sources. It is noted that any development has a cost to the surrounding wilderness. The development proposed by the State is limited to that necessary to provide enough funding to support the historic preservation of Independence Mine. There is no other funding source for this preservation effort. Known development proposed by Alaska Hardrock Inc. is limited to supporting their existing mining operation, plus a potential small B&B or lodge similar to Hatcher Pass Lodge.

Given the positive and negative public comments received, the Department of Natural Resources plans to continue the land exchange process.

Alaska Hardrock, Inc./State of Alaska Land Exchange

-  State Land to AHI, Land Estate with Mineral Closure, 108 acres @ \$66,500
-  AHI Land to the State, Mineral Estate only, 118 acres @ \$87,000
-  Independence Mine State Historic Park
-  Overlap of AHI Land to State and IMSHP



Ray Gillespie
Gillespie & Associates
Lobbying & Governmental Affairs



PLEASE REPLY TO:

SESSION (Jan. - May)
Mailing Address:
213 3rd Street, Suite 204
Juneau, AK 99801
Telephone: (907) 463-3375
Fax: (907) 463-5522

INTERIM
Mailing Address:
P.O. Box 589
Seward, AK 99664
Telephone: (907) 224-8990
Fax: (907) 224-8990

MEMORANDUM / FACIMILE

TO: Senate and House Finance Committee Co-Chairs
FROM: Ray Gillespie
DATE: March 15, 2000
SUBJECT: Resolution of Support of the Independence Mine Land Exchange

The Matanuska-Susitna Borough has asked me to distribute the attached resolution in support of the Independence Mine Land Exchange between the State of Alaska and Alaska Hard Rock Inc.

Resolution #00-016 was adopted by the Matanuska-Susitna Borough Assembly March 7, 2000.

This support is for companion bills HB 344 & SB 249.

**MATANUSKA-SUSITNA BOROUGH
RESOLUTION SERIAL NO. 00-016**

**A RESOLUTION IN SUPPORT OF THE INDEPENDENCE MINE LAND EXCHANGE
BETWEEN THE STATE OF ALASKA AND ALASKA HARD ROCK, INC.**

WHEREAS, Independence Mine State Historical Park is one of the premier visitor destinations in the Matanuska-Susitna Borough with over 51,000 summer and winter visitors; and

WHEREAS, Independence Mine Historical Park is road accessible year around; and

WHEREAS, Independence Mine State Historical Park is in close proximity to the Matanuska-Susitna Borough's proposed ski area and resort at Government Peak; and

WHEREAS, that while the buildings at Independence Mine State Historical Park are in relatively good shape and are open to public tours during the summer, they are deteriorating from lack of maintenance and need renewed attention and support to maintain their structural integrity; and

WHEREAS, the Alaska Division of Parks and Outdoor Recreation is rebuilding the access to the mine portal, improving the parking and ADA access, and establishing a good trail system in and around the historic structures; and

WHEREAS, the Director of the Alaska Division of Parks and Outdoor Recreation has determined that adaptive reuse of the historic buildings for commercial purposes is desirable and compatible with the purposes for which the park was established; and

WHEREAS, underground mine tours are necessary to make an adaptive reuse project at Independence Mine State Historical Park economically viable; and

WHEREAS, Alaska Hard Rock, Inc. has agreed to trade the underground tunnel at Independence Mine State Historical Park to the state of Alaska in exchange for general state land in the Willow Creek basin and a final exchange agreement has been signed between the State and Alaska Hard Rock, Inc.; and

WHEREAS, the exchange requires legislative approval because it is not for equal value.

NOW, THEREFORE, BE IT RESOLVED, that the Matanuska-Susitna Borough Assembly does hereby support HB 344 and SB 249, which authorizes "a land exchange between the Department of Natural Resources and Alaska Hard Rock, Inc., and providing for an effective date."

ADOPTED by the Matanuska-Susitna Borough Assembly this 7th day of March, 2000.


DARCIE K. SALMON, Borough Mayor

ATTEST:


SANDRA A. DILLION, Borough Clerk

(SEAL)

JANICE ADKIN

SB34

ANCHORAGE

in anc

JIM STRATTON
~~JIM STRATTON~~ (I think)

SB249

ANC

SB34

KENDALL THOMAS

LARRY ALLEN UNGERECHT

DAVE LLOYD

MONICA MORTERUD

SB249 JIM STRATTON



Teleconference Participants

TCN: 10586

Participant Lists

View List for

ALL

Testifiers

Go >>>

Close Window

Participants

Unidentified Testifiers: 0

Unidentified Observers: 0

1

Name: Mr. Scott E.

Phone:

Address:

Affiliation: Ak Hardroc

City /St /Zip:

Type: Testifier

Bill: SB 34 DEPT NAT RES & AK HARD ROCK LAND EXCHANGE

Am c

SB 34 / Kendall Thomas

Larry Allen

DAVE Lloyd

MONICA mor

SB

2550

HFIN

FILE

(11)

HOUSE COMMITTEE REPORT

FURTHER REFERRALS:

Date Referred to Committee: March 15, 2000

Date of Committee Action: 3/16/00

The FINANCE Committee considered:

CSSB 250(FIN) am

CS FOR SENATE BILL NO. 250(FIN) am

APPROPRIATIONS: CAPITAL/SUPP/REAPPROP

"An Act making supplemental appropriations; amending appropriations; making an appropriation to capitalize a fund; making a reappropriation under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund; and providing for an effective date."

recommends it be replaced with the following committee substitute

HCS CS SB 250(FIN)

the same title
 a new title

additional referral to _____ Committee

attached amendment(s)

ADOPTS: _____ Letter of Intent

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

APPROVES PREVIOUS: _____ (Dept/Date)

fiscal note(s) _____

fiscal note(s) _____

zero fiscal note(s) _____

zero fiscal note(s) _____

SIGNING WITH RECOMMENDATIONS		DP	DNP	NR	AM
<i>Neil Phillips</i>	Phillips	✓			
<i>Gene Therriault</i>	Therriault	✓			
<i>Erin Mulder</i>	Mulder	✓			
<i>Car Bunde</i>	Bunde			✓	
<i>Walter Austerman</i>	Austerman			✓	
<i>John Foster</i>	Foster	X			
<i>John J. Davies</i>	J. Davies	X			
<i>John Grissindont</i>	Grissindont			X	
<i>John G. Davis</i>	G. Davis			X	
<i>W. Williams</i>	Williams			X	

CO CHAIR'S SIGNATURE

Gene Therriault

MILLER

3-16-00

1-GS2041VK.1
Utermohle
3/14/00

adopted

A M E N D M E N T

I

amended

OFFERED IN THE HOUSE

BY REPRESENTATIVE MULDER

TO: HCS CSSB 250(FIN), Draft Version "K"

1 Page 2, line 2:

2 Delete "sec. 14"

3 Insert "sec. 15"

4 Page 4, following ~~WWW~~ *LINE* FOLLOW *line 24*

5 Insert a new bill section to read:

6 **** Sec. 12. DEPARTMENT OF PUBLIC SAFETY.** The sum of \$ ~~15,000~~ *30,000* is appropriated
7 from the general fund to the Department of Public Safety, Alaska state troopers for payment *delete*
8 as a grant under AS 37.05.316 to the Alaska Mountain Safety Center] to provide avalanche
9 warning services for the fiscal year ending June 30, 2000."

10 Renumber the following bill sections accordingly.

11 Page 6, line 8:

12 Delete "sec. 14"

13 Insert "sec. 15"

*Section B - deleted
Section 7(B)
amended
adopted 3/16/00 am*

1-GS2041W
Utermohle
3/15/00

**HOUSE CS FOR CS FOR SENATE BILL NO. 250(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-FIRST LEGISLATURE - SECOND SESSION**

BY THE HOUSE FINANCE COMMITTEE

**Offered:
Referred:**

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

A BILL

FOR AN ACT ENTITLED

1 "An Act making supplemental appropriations; amending appropriations; making an
2 appropriation to capitalize a fund; making a reappropriation under art. IX, sec.
3 17(c), Constitution of the State of Alaska, from the constitutional budget reserve
4 fund; and providing for an effective date."

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

6 * Section 1. FIRE SUPPRESSION. The sum of \$6,415,100 is appropriated from the
7 general fund to the Department of Natural Resources for incurred fire suppression expenditures
8 and fixed costs for the fiscal year ending June 30, 2000.

9 * Sec. 2. DEPARTMENT OF ADMINISTRATION. (a) The sum of \$118,600 is
10 appropriated from the general fund to the Department of Administration, division of senior
11 services, for operating costs of the general relief program for the fiscal year ending June 30,
12 2000.

13 (b) The sum of \$59,487.63 is appropriated from the general fund to the Department
14 of Administration, office of public advocacy, for the fiscal year ending June 30, 2000, for

1 payment of unpaid bills for services received in fiscal year 1999.

2 * **Sec. 3. ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY.** The
3 sum of \$8,000,000 that was declared available for appropriation by the board of directors of
4 the Alaska Industrial Development and Export Authority as a one-time additional fiscal year
5 2000 dividend from the unrestricted balance in the Alaska Industrial Development and Export
6 Authority revolving fund (AS 44.88.060) is appropriated in sec. 14 of this Act.

7 * **Sec. 4. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT.** (a) The
8 sum of \$1,500,000 is appropriated from interagency receipts to the Department of Education
9 and Early Development from the Department of Health and Social Services for the child care
10 assistance program for the fiscal year ending June 30, 2000.

11 (b) Section 43, ch. 84, SLA 1999, page 23, line 31, is amended to read:

12 ALLOCATIONS

13 Foundation Program 686,914,600

14 [689,054,300]

15 (c) Section 43, ch. 84, SLA 1999, page 24, line 10, is amended to read:

16 ALLOCATIONS

17 Pupil Transportation 41,914,800

18 [39,775,100]

19 * **Sec. 5. OFFICE OF THE GOVERNOR.** (a) The sum of \$18,000 is appropriated from
20 federal receipts to the Office of the Governor, State Commission for Human Rights, for
21 operating costs for the fiscal year ending June 30, 2000.

22 (b) The sum of \$5,500 is appropriated from federal receipts to the Office of the
23 Governor, State Commission for Human Rights, for operating costs for the fiscal year ending
24 June 30, 2000.

25 * **Sec. 6. DEPARTMENT OF HEALTH AND SOCIAL SERVICES.** (a) The sum of
26 \$608,600 is appropriated from the general fund to the Department of Health and Social
27 Services for catastrophic and chronic illness assistance (AS 47.08) for the fiscal year ending
28 June 30, 2000.

29 (b) The sum of \$1,500,000 is appropriated from federal receipts to the Department of
30 Health and Social Services, child care benefits, for costs for the fiscal year ending June 30,
31 2000.

1 (c) The sum of \$2,361,100 is appropriated from federal receipts to the Department of
2 Health and Social Services, energy assistance program, low income home energy assistance
3 program, for emergency heating assistance for the fiscal year ending June 30, 2000.

4 * Sec. 7. DEPARTMENT OF LAW. (a) Section 55, ch. 2, FSSLA 1999, is amended to
5 read:

6 Sec. 55. DEPARTMENT OF LAW. The appropriations made in sec. 3, ch.
7 7, SLA 1998 (Department of Law defense of tort reform - \$199,500) and in sec. 30(a),
8 ch. 139, SLA 1998 (Department of Law, medical procedures and parental consent for
9 abortions - \$300,000) lapse into the general fund June 30, 2001 [2000].

10 (b) The sum of \$500,000 is appropriated from the general fund to the Department of
11 Law for the purpose of advocating the state's legal position on issues related to the protection
12 of rights and privileges granted to Alaska at Statehood, state jurisdictions and authorities, state
13 sovereignty and other states-rights issues for the fiscal years ending June 30, 2000, and
14 June 30, 2001.

Deleted

deleted

15 → * Sec. 8. LEGISLATIVE COUNCIL. The unexpended and unobligated balance, not to
16 exceed \$400,000, of the .ppropriations made by sec. 64(a), ch. 2, FSSLA 1999 (Legislative
17 Council), sec. 64(b), ch. 2, FSSLA 1999 (Legislative Budget and Audit Committee), sec. 64(c),
18 ch. 2, FSSLA 1999 (Legislative Budget and Audit Committee), and sec. 64(d), ch. 2, FSSLA
19 1999 (Legislative Council) is reappropriated to the Legislative Council for the purpose of
20 supporting the state's interests, including litigation, on issues related to the protection of rights
21 and privileges granted to Alaska at Statehood, state jurisdictions and authorities, state
22 sovereignty, and other states-rights issues for the fiscal years ending June 30, 2000, and
23 June 30, 2001.

24 * Sec. 9. LONGEVITY BONUS GRANT PROGRAM. (a) Notwithstanding sec. 5, ch. 27,
25 SLA 1999, the unexpended and unobligated balances as of March 31, 2000, of the
26 constitutional budget reserve fund appropriations made in sec. 2(a), ch. 27, SLA 1999, page 2,
27 line 3, page 3, line 31, page 4, line 17, and page 4, line 20, are repealed and reappropriated
28 to the Department of Administration, longevity bonus grant program, for operating costs for
29 the fiscal year ending June 30, 2000.

30 (b) If the amount reappropriated in (a) of this section is not sufficient to fully fund
31 the longevity bonus grant program for the fiscal year ending June 30, 2000, the amount of the

L

1 shortfall is appropriated from the general fund.

2 (c) The appropriation in (a) of this section is made under art. IX, sec. 17(c),
3 Constitution of the State of Alaska.

4 * Sec. 10. NORTHWEST ARCTIC BOROUGH SCHOOLS. (a) Section 133, ch. 139,
5 SLA 1998, page 116, lines 26 - 31, is amended to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
8 Northwest Arctic Borough Schools - Ambler [HIGH]	<u>765,832</u>	<u>765,832</u>
9 School [RENOVATION PROJECT] (ED 37)	[1,690,400]	[1,690,400]
10 Northwest Arctic Borough Schools - Kiana [HIGH]	<u>833,511</u>	<u>833,511</u>
11 School [RENOVATION PROJECT] (ED 37)	[2,228,511]	[2,228,511]

12 (b) Section 133, ch. 139, SLA 1998, page 118, lines 12 - 14, is amended to read:

	APPROPRIATION	OTHER
	ITEMS	FUNDS
15 Northwest Arctic - Buckland School	<u>14,655,709</u>	<u>14,655,709</u>
16 Remediation Project Phase II (ED 37)	[12,336,141]	[12,336,141]

17 * Sec. 11. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. (a) The sum
18 of \$24,200 is appropriated from the general fund to the Department of Military and Veterans'
19 Affairs, Alaska National Guard, for operating costs for the fiscal year ending June 30, 2000.

20 (b) The sum of \$692,600 is appropriated to the Department of Military and Veterans'
21 Affairs, youth corps, for operating costs for the fiscal year ending June 30, 2000, from the
22 following sources:

23 Federal receipts	\$582,100
24 Designated program receipts	110,500

25 * Sec. 12. DEPARTMENT OF REVENUE. The sum of \$620,200 is appropriated from
26 the following sources to the Department of Revenue, child support enforcement division, for
27 a one-time project to reduce the backlog of case adjustments for the fiscal years ending
28 June 30, 2000, and June 30, 2001:

29 General fund program receipts	\$150,000
30 Federal receipts	470,200

31 * Sec. 13. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a)

1 The sum of \$500,000 is appropriated from the general fund to the Department of
2 Transportation and Public Facilities, marine highway system, for increased fuel costs for the
3 fiscal year ending June 30, 2000.

4 (b) The sum of \$375,000 is appropriated from the general fund to the Department of
5 Transportation and Public Facilities, northern region highways and aviation, for unanticipated
6 winter storm costs incurred outside the declared Central Gulf Coast storm systems disaster
7 area for the fiscal year ending June 30, 2000.

8 (c) The sum of \$248,900 is appropriated from the general fund to the Department of
9 Transportation and Public facilities, northern region, for the fiscal year ending June 30, 2000,
10 to pay the costs of snow removal and opening of the following roads and is allocated in the
11 following amounts:

12	HIGHWAY	ALLOCATION
13	Taylor	\$132,000
14	Boundary Spur	10,500
15	Nome-Teller	35,700
16	Nome-Council	34,700
17	Kougarok	36,000

18 * **Sec. 14. POWER COST EQUALIZATION.** The sum of \$8,000,000 is appropriated from
19 the Alaska Industrial Development and Export Authority revolving fund (AS 44.88.060) to the
20 power cost equalization and rural electric capitalization fund (AS 42.45.100).

21 * **Sec. 15. REDISTRICTING PLANNING COMMITTEE.** (a) The unexpended and
22 unobligated balance, not to exceed \$350,000, of the appropriation made by sec. 70, ch. 2,
23 FSSLA 1999 (special election - \$939,000) is reappropriated to the Legislative Council for the
24 fiscal year ending June 30, 2000, for the redistricting planning committee for preparation for
25 the 2000 redistricting plan.

26 (b) If the amount available for reappropriation under (a) of this section is less than
27 \$350,000, then the unexpended and unobligated balance, not to exceed the difference between
28 \$350,000 and the amount available for reappropriation under (a) of this section, of the
29 appropriations made by sec. 64(a), ch. 2, FSSLA 1999 (Legislative Council), sec. 64(b), ch.
30 2, FSSLA 1999 (Legislative Budget and Audit Committee), sec. 64(c), ch. 2, FSSLA 1999
31 (Legislative Budget and Audit Committee), and sec. 64(d), ch. 2, FSSLA 1999 (Legislative

1 Council) is reappropriated to the Legislative Council for the fiscal year ending June 30, 2000,
2 for the redistricting planning committee for preparation for the 2000 redistricting plan.

3 * Sec. 16. BARANOF ISLAND TERMINAL ROAD. Section 100, ch. 2, FSSLA 1999,
4 page 69, lines 6 - 7, is amended to read:

5 ALLOCATIONS

6 Alaska Marine Highway 31,600,000

7 System: Sitka to East

8 Baranof Island Terminal

9 Road [SHUTTLE VESSEL]

10 (ED 2)

11 * Sec. 17. DEPARTMENT OF CORRECTIONS. The sum of \$70,000 is appropriated from
12 statutory designated program receipts to the Department of Corrections, administration and
13 operations, institution director's office, for operating costs associated with the Star Schools
14 program for the fiscal year ending June 30, 2000.

15 * Sec. 18. LAPSE PROVISIONS. The appropriation made by sec. 14 of this Act is to
16 capitalize a fund and does not lapse.

17 * Sec. 19. This Act takes effect immediately under AS 01.10.070(c).

**HCS CS SB 250(FIN)
FY 2000 Fast Track Supplemental Appropriations Bill**

House CS S Section	Dept.	BRU/ Component	Purpose	Senat	House	General Funds	Federal Funds	Other Funds	Total Funds
Sec. 1	Natural Resources	Fire Suppression	Fire suppression expenditures to date and FY00 fixed costs	Y	Y	6,415.1			6,415.1
Sec. 2 a	Admin	Senior Svcs/ Protection, Community Svcs & Admin	Operating costs of the General Relief Program	Y	Y	118.6			118.6
Sec. 2 b	Admin	OPA	State claim to pay private contract attorneys. This will clear way to go out to RFP for legal services		Y	59.5			59.5
Sec. 3	C&ED	AIDEA Revolving Fund	Additional one-time AIDEA dividend (appropriated in Sec. 14)		Y				0.0
Sec. 4 a	E&ED	Early Development/Day Care Assistance	Child care assistance program	Y	Y			1,500.0	1,500.0
Sec. 4 b	E&ED	K-12 Support/ Foundation Prgm	Reduce Foundation Program funding		Y	-2,139.7			-2,139.7
Sec. 4 c	E&ED	K-12 Support/Pupil Transportation	Operating costs for Pupil Transportation Program		Y	2,139.7			2,139.7
Sec. 5 a	Office of Gov.	Human Rights Commission	Operating costs - EEOC contract	Y	Y		18.0		18.0
Sec. 5 b	Office of Gov.	Human Rights Commission	Operating costs - Housing and Urban development Grant	Y	Y		5.5		5.5
Sec. 6 a	H&SS	Catastrophic & Chronic Illness Asst	Operating costs for catastrophic and chronic illness assistance	Y	Y	608.6			608.6
Sec. 6 b	H&SS	Public Asst Admin/Child Care Benefits	Operating costs for child care benefits program	Y	Y		1,500.0		1,500.0
Sec. 6 c	H&SS	Public Ass/ Energy Asst Prgm	Low Income Home Energy Assistance Program (LIHEAP) federal grant for emergency heating assistance	Y	Y		2,361.1		2,361.1
Sec. 7 a	Law		Lapse date extension to June 30, 2001 for tort reform and medical procedures cases	Y	Y				0.0

HCS CS SB 250(FIN)
FY 2000 Fast Track Supplemental Appropriations Bill

House CS /S Section	Dept.	BRU/ Component	Purpose	Senate	House	General Funds	Federal Funds	Other Funds	Total Funds
			Use 3070.0 estimated lapse of Y2K appropriation to partially fund shortfall in Longevity Bonus Grants	Y	Y				0.0
Sec. 8 a	Various								
Sec. 8 b	Admin	Longevity Bonus Grants	Estimated General Funds required to complete full-funding for Longevity Bonus grants	Y	Y	1,430.0			1,430.0
Sec. 8 c			Three quarter vote language	Y	Y				0.0
Sec. 9	C&ED	NORTHWEST Arctic Schools-Buckland	Amen Section 133, CH. 139 SLA 1998, Lines 26-31	Y	Y				0.0
Sec. 10 a	M&VA	Alaska National Guard/Army Guard Fac Maint	Operating costs (travel) for Alaska National Guard		Y	24.2			24.2
Sec. 10 b	M&VA	Alaska National Guard/Youth Corps	Operating costs for youth corps	Y	Y		582.1	110.5	692.6
Sec. 11	Public Safety	Alaska state Troopers	Grant to Alaska Mountain Safety Center to provide avalanche warning services		Y	30.0			30.0
Sec. 12	Revenue	Child Support Enforcement	One-time project to reduce the backlog of case adjustments (extended lapse date of 6/30/01)	Y	Y	150.0	470.2		620.2
Sec. 13 a	Trans & PF	Marine Vessel Ops/Southeast Vessel Ops	Increased fuel costs for FY00	Y	Y	500.0			500.0
Sec. 13 b	Trans & PF	Northern Region Hwys & Aviation	Unanticipated winter storm costs outside declared Central Gulf Coast storm disaster area	Y	Y	375.0			375.0
Sec. 13 c	Trans & PF	Stw Facil Maint. & Ops/ Northern Region Facilities	Taylor, Boundary Spure, Nome-Teller, Nome-Council & Kougarok		Y	248.9			248.9
Sec. 14	C&ED	PCE&REC Fund	Capitalize Power Cost Equalization Fund with the additional one-time AIDEA dividend		Y			8,000.0	8,000.0
Sec. 15	Legislature	Leg. Council	Redistricting (reapprop)	Y	Y				0.0

**HCS CS SB 250(FIN)
FY 2000 Fast Track Supplemental Appropriations Bill**

House CS S Section	Dept.	BRU/ Component	Purpose	Senate	House	General Funds	Federal Funds	Other Funds	Total Funds
		Marine Transportation Projects	Sitka to East Baranof Island Terminal Road (Reapprop)	Y	Y				0.0
Sec. 16	Trans & PF								
Sec. 17	Cor	Admin. & Operations	Costs associated with the Star Schools Program	Y	Y			70.0	70.0
Sec. 18			Lapse Provisions	Y	Y				
Sec. 19			Immediate Effective Date	Y	Y				
			Supplemental Appropriations						
			Totals per HCS CS SB 250 (FIN)			9,959.9	4,936.9	9,680.5	24,577.3

**SB 250 - FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

SCS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS \N Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
1	Natural Resources	Fire Suppression	Fire suppression expenditures to date and FY00 fixed costs	Y	Sec. 1	Y	6,415.1	1004 GF			6,415.1
2	Admin	Senior Svcs/Protection, Community Svcs & Admin	Operating costs of the General Relief Program	Y	Sec. 2 a	Y	118.6	1004 GF			118.6
	Admin	OPA	State claim to pay private contract attorneys. This will clear way to go out to RFP for legal services		Sec. 2 b	Y	59.5				59.5
	C&ED	AIDEA Revolving Fund	Additional one-time AIDEA dividend (appropriated in Sec. 19)		Sec. 3	Y					0.0
3	C&ED	AIDEA Revolving Fund	Additional one-time AIDEA dividend (appropriated in Sec. 19)	Y							0.0
4	E&ED	Early Development/Day Care Assistance	Child care assistance program	Y	Sec. 4 a	Y				1,500.0	1,500.0
	E&ED	K-12 Support/Foundation Prgm	Reduce Foundation Program funding		Sec. 4 b	Y	-2,139.7	1004 GF			-2,139.7
	E&ED	K-12 Support/Pupil Transportation	Operating costs for Pupil Transportation Program		Sec. 4 c	Y	2,139.7	1004 GF			2,139.7
5 a	Office of Gov.	Human Rights Commission	Operating costs - EEOC contract	Y	Sec. 5 a	Y			18.0		18.0
5 b	Office of Gov.	Human Rights Commission	Operating costs - Housing and Urban development Grant	Y	Sec. 5 b	Y			5.5		5.5
6 a	H&SS	Catastrophic & Chronic Illness Asst	Operating costs for catastrophic and chronic illness assistance	Y	Sec. 6 a	Y	608.6	1004 GF			608.6
6 b	H&SS	Public Asst Admin/Child Care Benefits	Operating costs for child care benefits program	Y	Sec. 6 b	Y			1,500.0		1,500.0
6 c	H&SS	Public Assv/ Energy Asst Prgm	Low Income Home Energy Assistance Program (LIHEAP) federal grant for emergency heating assistance	Y	Sec. 6 c	Y			2,361.1		2,361.1
7 a	Law		Lapse date extension to June 30, 2001 for tort reform and medical procedures cases	Y	Sec. 7 a	Y					0.0
7 b	Law	Statehood defense	Statehood defense	Y	Sec. 7 b	Y	500.0				500.0
	Legislature	Leg. Council	Statehood defense (reapprop)		Sec. 8	Y					0.0
8	Legislature	Leg. Council	Statehood defense	Y			400.0				400.0

**SB 250 - FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

SCS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS W Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
			Use 3070.0 estimated lapse of Y2K appropriation to partially fund shortfall in Longevity Bonus Grants								
9	a	Various		Y	Sec. 9 a	Y					0.0
9	b	Admin	Longevity Bonus Grants	Y	Sec. 9 b	Y	1,430.0	1004 GF			1,430.0
9	c		Three quarter vote language	Y	Sec. 9 c	Y					0.0
10	C&ED	NORTHWEST Arctic Schools-Buckland	Amend Section 133, CH. 139 SLA 1998, Lines 26-31	Y	Sec. 10 a & b	Y					0.0
11	M&VA	Alaska National Guard/Army Guard Fac Maint	Operating costs (travel) for Alaska National Guard		Sec. 11 a	Y	24.2	1004 GF			24.2
11	M&VA	Alaska National Guard/Youth Corps	Operating costs for youth corps	Y	Sec. 11 b	Y			582.1	110.5	692.6
12	Public Safety	Alaska state Troopers	Grant to Alaska Mountain Safety Center to provide avalanche warning services	Y			125.4	1004 GF			125.4
13	Revenue	Child Support Enforcement	One-time project to reduce the backlog of case adjustments (extended lapse date of 6/30/01)	Y	Sec. 12	Y	150.0	1005 GF/Prg m	470.2		620.2
14	a	Trans & PF	Marine Vessel Ops/Southeast Vessel Ops	Y	Sec. 13 a	Y	500.0	1004 GF			500.0
14	b	Trans & PF	Northern Region Hwys & Aviation	Y	Sec. 13 b	Y	375.0	1004 GF			375.0
		Trans & PF	Stw Facil Maint. & Ops/ Northern Region Facilities		Sec. 13 c	Y	248.9	1004 GF			248.9
		C&ED	PCE&REC Fund		Sec. 14	Y				8,000.0	8,000.0
15	C&ED	PCE&REC Fund	Capitalize Power Cost Equalization Fund with the additional one-time AIDEA dividend	Y						3,600.0	3,600.0
16	Legislature	Leg. Council	Redistricting (reapprop)	Y	Sec. 15	Y					0.0
17	Trans & PF	Marine Transportation Projects	Sitka to East Baranof Island Terminal Road (Reapprop)	Y	Sec. 16	Y					0.0

**SB 250 - FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

SCS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS W Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
18	Cor	Admin. & Operations	Costs associated with the Star Schools Program	Y	Sec. 17	Y				70.0	70.0
19			Lapse Provisions	Y	Sec. 18	Y					
20			Immediate Effective Date	Y	Sec. 19	Y					
Supplemental Appropriations (Excl Ratifications)											
Totals per House Draft CS							10,429.9		4,936.9	9,680.5	25,047.3
Totals per Senate Bill							10,622.7		4,936.9	5,280.5	20,840.1

**SB 250 - FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

3CS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS W/ Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
1	Natural Resources	Fire Suppression	Fire suppression expenditures to date and FY00 fixed costs	Y	Sec. 1	Y	6,415.1	1004 GF			6,415.1
2	Admin	Senior Svcs/Protection, Community Svcs & Admin	Operating costs of the General Relief Program	Y	Sec. 2 a	Y	118.6	1004 GF			118.6
	Admin	OPA	State claim to pay private contract attorneys. This will clear way to go out to RFP for legal services		Sec. 2 b	Y	59.5				59.5
	C&ED	AIDEA Revolving Fund	Additional one-time AIDEA dividend (appropriated in Sec. 19)		Sec. 3	Y					0.0
3	C&ED	AIDEA Revolving Fund	Additional one-time AIDEA dividend (appropriated in Sec. 19)	Y							0.0
4	E&ED	Early Development/Day Care Assistance	Child care assistance program	Y	Sec. 4 a	Y				1,500.0	1,500.0
	E&ED	K-12 Support/ Foundation Prgm	Reduce Foundation Program funding		Sec. 4 b	Y	-2,139.7	1004 GF			-2,139.7
	E&ED	K-12 Support/Pupil Transportation	Operating costs for Pupil Transportation Program		Sec. 4 c	Y	2,139.7	1004 GF			2,139.7
5	a	Office of Gov. Commission	Human Rights	Operating costs - EEOC contract	Y	Sec. 5 a	Y			18.0	18.0
5	b	Office of Gov. Commission	Human Rights	Operating costs - Housing and Urban development Grant	Y	Sec. 5 b	Y			5.5	5.5
6	a	H&SS	Catastrophic & Chronic Illness Asst	Operating costs for catastrophic and chronic illness assistance	Y	Sec. 6 a	Y	608.6	1004 GF		608.6
6	b	H&SS	Public Asst Admin/Child Care Benefits	Operating costs for child care benefits program	Y	Sec. 6 b	Y			1,500.0	1,500.0
6	c	H&SS	Public Assv/ Energy Asst Prgm	Low Income Home Energy Assistance Program (LIHEAP) federal grant for emergency heating assistance	Y	Sec. 6 c	Y			2,361.1	2,361.1
7	a	Law		Lapse date extension to June 30, 2001 for tort reform and medical procedures cases	Y	Sec. 7 a	Y				0.0
7	b	Law	Statehood defense	Statehood defense	Y	Sec. 7 b	Y	500.0			500.0
	Legislature	Leg. Council		Statehood defense (reapprop)		Sec. 8	Y				0.0
8	Legislature	Leg. Council		Statehood defense	Y		400.0				400.0

**SB 250 - FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

SCS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS W Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
			Use 3070.0 estimated lapse of Y2K appropriation to partially fund shortfall in Longevity Bonus Grants	Y	Sec. 9 a	Y					0.0
9	a	Various									
9	b	Admin	Longevity Bonus Grants	Y	Sec. 9 b	Y	1,430.0	1004 GF			1,430.0
9	c		Three quarter vote language	Y	Sec. 9 c	Y					0.0
10		C&ED	NORTHWEST Arctic Schools-Buckland	Y	Sec. 10 a & b	Y					0.0
11		M&VA	Alaska National Guard/Army Guard Fac Maint		Sec. 11 a	Y	24.2	1004 GF			24.2
11		M&VA	Alaska National Guard/Youth Corps	Y	Sec. 11 b	Y			582.1	110.5	692.6
12		Public Safety	Alaska state Troopers	Y			125.4	1004 GF			125.4
13		Revenue	Child Support Enforcement	Y	Sec. 12	Y	150.0	1005 GF/Prg m	470.2		620.2
14	a	Trans & PF	Marine Vessel Ops/Southeast Vessel Ops	Y	Sec. 13 a	Y	500.0	1004 GF			500.0
14	b	Trans & PF	Northern Region Hwys & Aviation	Y	Sec. 13 b	Y	375.0	1004 GF			375.0
		Trans & PF	Stw Facil Maint. & Ops/ Northern Region Facilities		Sec. 13 c	Y	248.9	1004 GF			248.9
		C&ED	PCE&REC Fund		Sec. 14	Y				8,000.0	8,000.0
15		C&ED	PCE&REC Fund	Y						3,600.0	3,600.0
16		Legislature	Leg. Council	Y	Sec. 15	Y					0.0
17		Trans & PF	Marine Transportation Projects	Y	Sec. 16	Y					0.0

**SB 250 FY 2000 Fast Track Supplemental Appropriations Bill
Draft House CS**

SCS for SB250	Dept.	BRU/Component	Purpose	Senate	House CS W Section	House	General Funds	Fund Code	Federal Funds	Other Funds	Total Funds
18	Cor	Admin. & Operations	Costs associated with the Star Schools Program	Y	Sec. 17	Y				70.0	70.0
19			Lapse Provisions	Y	Sec. 18	Y					
20			Immediate Effective Date	Y	Sec. 19	Y					
Supplemental Appropriations (Excl Ratifications)											
Totals per House Draft CS							10,429.9		4,936.9	9,680.5	25,047.3
Totals per Senate Bill							10,622.7		4,936.9	5,280.5	20,840.1

SB

2550

(File 1)

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

DATE: 2/8/00

FURTHER: 3/8/00

Date of 5-Day Notice: _____
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: 3/8/00

Finance Committee considered SENATE BILL NO. 250

APPROPRIATIONS: CAPITAL/SUPP/REAPPROP

and recommends:

- be replaced with CS SB 250 (FIN)
- adopt previous CS _____
- attached amendment(s) Forthcoming
- adopt Letter of Intent by _____
- further referral to the _____

- 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>[Signature]</i>	✓		X
<i>[Signature]</i>	✓	<i>[Signature]</i>	✓		
Co-Chair: <i>[Signature]</i>	✓	Co-Chair: _____			
Co-Chair: <i>[Signature]</i>	✓	Co-Chair: _____			

X needs to be Am

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

A M E N D M E N T

OFFERED IN THE SENATE

BY SENATOR PARNELL

TO: CSSB 250(FIN), Draft Version "H"

1 Page 4, following line 26:

2 Insert a new bill section to read:

3 **** Sec. 16. REDISTRICTING PLANNING COMMITTEE.** (a) The unexpended and
4 unobligated balance, not to exceed \$350,000, of the appropriation made by sec. 70, ch. 2,
5 FSSLA 1999 (special election - \$939,000) is reappropriated to the Legislative Council for the
6 fiscal year ending June 30, 2000, for the redistricting planning committee for preparation for
7 the 2000 redistricting plan.

8 (b) If the amount available for reappropriation under (a) of this section is less than
9 \$350,000, then the unexpended and unobligated balance, not to exceed the difference between
10 \$350,000 and the amount available for reappropriation under (a) of this section, of the
11 appropriations made by sec. 64(a), ch. 2, FSSLA 1999 (Legislative Council), sec. 64(b), ch.
12 2, FSSLA 1999 (Legislative Budget and Audit Committee), sec. 64(c), ch. 2, FSSLA 1999
13 (Legislative Budget and Audit Committee), and sec. 64(d), ch. 2, FSSLA 1999 (Legislative
14 Council) is reappropriated to the Legislative Council for the fiscal year ending June 30, 2000,
15 for the redistricting planning committee for preparation for the 2000 redistricting plan."

16 Renumber the following bill sections accordingly.

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 250
Amendment	# 1
Motion	Adopt
<u>Motion by</u>	T
<u>Objection</u>	
<u>Objection by</u>	AT
<u>Removed</u>	
<u>Second Objection by</u>	
<u>Committee Member</u>	<u>Vote</u>
Senator Gary Wilken	Y
Senator Pete Kelly	Y
Senator Lyda Green	Y
Senator Randy Phillips	N
Senator Dave Donley	Y
Senator Loren Leman	N
Senator Al Adams	N
Co-Chair Sean Parnell	Y
Co-Chair John Torgerson	Y
<u>Tally</u>	
Yea	0 6
Nay	0 1
Absent	0 2
<u>MOTION</u>	adopt

AMEND.#2

I-GS2041\A.2

Utermohle

2/26/00

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: SB 250

1 Page 10, following line 1:

2 Insert a new bill section to read:

3 **"* Sec. 23. BARANOF ISLAND TERMINAL ROAD.** Section 100, ch. 2, FSSLA 1999,
4 page 69, lines 6 - 7, is amended to read:

5 ALLOCATIONS

6 Alaska Marine Highway 31,600,000

7 System: Sitka to East

8 Baranof Island Terminal

9 Road [SHUTTLE VESSEL]

10 (ED 2)"

11 Renumber the following bill sections accordingly.

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 250
Amendment	#2
Motion	adopt
<u>Motion by</u>	T
<u>Objection</u>	
<u>Objection by</u>	A
<u>Removed</u>	
<u>Second Objection by</u>	
<u>Committee Member</u>	<u>Vote</u>
Senator Al Adams	1
Senator Gary Wilken	2
Senator Pete Kelly	2
Senator Lyda Green	5
Senator Randy Phillips	1
Senator Dave Donley	4
Senator Loren Leman	1
Co-Chair Sean Parnell	1
Co-Chair John Torgerson	2
<u>Tally</u>	
Yea	0 6
Nay	0 1
Absent	0 2
<u>MOTION</u>	adopt

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR TORGERSON

TO: SB 250

1 Page 1, line 1:

2 Delete "making and amending"

3 Insert "making, amending, and repealing"

4 Page 10, following line 1:

5 Insert a new bill section to read:

6 **** Sec. 23. REPEAL OF ALLOCATION.** (a) Section 100, ch. 2, FSSLA 1999, page 67,

7 line 16, is amended to read:

	APPROPRIATION	GENERAL	OTHER
	ITEMS	FUND	FUNDS
10 Marine Transportation Projects	<u>46,282,000</u>	<u>4,000,000</u>	<u>42,282,000</u>
11	[77,882,000]		[73,882,000]

12 (b) Section 100, ch. 2, FSSLA 1999, page 69, lines 6 - 7, is repealed."

13 Renumber the following bill sections accordingly.

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 250	
Amendment	#3	
Motion	adopt	
<u>Motion by</u>	T	
Objection		
<u>Objection by</u>	A	
Removed		
<u>Second Objection by</u>		
<u>Committee Member</u>		<u>Vote</u>
Senator Lyda Green		Y
Senator Randy Phillips		Y
Senator Dave Donley		Y
Senator Loren Lemar		Y
Senator Al Adams		Y
Senator Gary Wilken		Y
Senator Pete Kelly		Y
Co-Chair Sean Parnell		Y
Co-Chair John Torgerson		Y
<u>Tally</u>		
Yea	0	6
Nay	0	1
Absent	0	2
<u>MOTION</u>	adopt	

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR PHILLIPS

TO: CSSB 250(FIN), Draft Version "H"

1 Page 4, following line 23:

2 Insert a new subsection to read:

3 "(c) The sum of \$132,000 is appropriated from the general fund to the Department
4 of Transportation and Public Facilities, northern region, for the fiscal year ending June 30,
5 2000, to pay the costs of snow removal on and opening of the Taylor Highway."

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 250
Amendment	#4
Motion	adopt
<u>Motion by</u>	
<u>Objection</u>	
<u>Objection by</u>	
<u>Removed</u>	
<u>Second Objection by</u>	
<u>Committee Member</u>	<u>Vote</u>
Senator Dave Donley	
Senator Loren Leman	
Senator Al Adams	
Senator Gary Wilken	
Senator Pete Kelly	
Senator Lyda Green	
Senator Randy Phillips	
Co-Chair Sean Parnell	
Co-Chair John Torgerson	
<u>Tally</u>	
Yea	0
Nay	0
Absent	0
<u>MOTION</u>	NOT OFFERED

HELD

AMEND.#5

AMENDMENT

Amendment to CSSB 250(FIN) (H version)

Sponsor: Adams

Add a new subsection to sec. 14 on page 4 to read:

(c) The sum of \$375,000 is appropriated from the general fund to the Department of Transportation and Public Facilities, northern region highways and aviation, for unanticipated winter storm costs incurred outside the declared Central Gulf Coast storm systems disaster area.

SENATE FINANCE COMMITTEE
2000 COMMITTEE ACTION

Bill Number	SB 250
Amendment	#5
Motion	adopt
Motion by	A / A
Objection	
Objection by	T / T
Removed	X
Second Objection by	
Committee Member	Vote
Senator Randy Phillips	
Senator Dave Donley	
Senator Loren Lemar	
Senator Al Adams	
Senator Gary Wilken	
Senator Pete Kelly	
Senator Lyda Green	
Co-Chair Sean Parnell	
Co-Chair John Torgerson	
Tally	
Yea	0
Nay	0
Absent	0
MOTION	PASS (no obj.)

move to bottom of calendar