

**ALASKA LEGISLATURE**

**2407**

**HOUSE and SENATE FINANCE COMMITTEE FILES,**

**2001 - 2002**

**MEMORANDUM**

**STATE OF ALASKA**  
Department of Revenue

**TO:** Annalee McConnell, Director  
Office of Management & Budget

**DATE:** February 11, 2002

**FROM:** Deven Mitchell  
Debt Manager  
Department of Revenue

**TELEPHONE:** 465-3750

**SUBJECT:** Use of Northern Tobacco Securitization Corporation Bond Proceeds:

On October 26, 2000 the Northern Tobacco Securitization Corporation sold a par amount of \$116,050,000 in bonds. After paying costs of issuance, funding operations, funding a reserve account, funding a capitalized interest account, and accounting for an original issue discount \$93,000,000 was deposited into the proceeds fund to pay for capital projects. As the proceeds are being drawn down as construction is completed, there is currently an additional \$2.8 million in investment earnings available for allowed uses.

Investment earnings on project funds are considered bond proceeds under the tax code. Accordingly, this money has the same restrictions on use as allowed for the bond proceeds by the bond indenture.

The Northern Tobacco Securitization Corporation Series 2000 bonds' proceeds, and interest earnings, can only be used for State capital projects or debt service on the Series 2000 bonds. Since the use of the interest earnings is restricted, the applicable fund source for appropriating the interest earnings would be statutory designated program receipts.

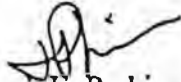
MEMORANDUM

State of Alaska  
Department of Transportation & Public Facilities  
Commissioner's Office

TO: Annalee McConnell, Director  
Office of Management and Budget

DATE: February 8, 2002

FAX NO: (907) 586-8365  
TELEPHONE NO: (907) 465-3900

  
FROM: Joseph L. Perkins, P.E.  
Commissioner

SUBJECT: Supplemental request  
for FY2002 (Fast Track)

In addition to the FY2002 operating and capital budget supplemental requests submitted via ABS, the Department of Transportation and Public Facilities (DOT&PF) is requesting the following capital budget supplemental item:

The following language change is requested:

Section 100, Chapter 2, FSSLA 1999, page 71, line 32 is amended is d:

	Allocations
Juneau: <u>Gastineau Channel Second Crossing</u> [West Douglas Highway Extension]	600,000

Explanation:

Public Law 105-178, section 1602 dated June 9, 1998, entitled the Transportation Equity Act for the 21<sup>st</sup> Century contained an appropriation to the State of Alaska for extending the West Douglas Road. City and Borough of Juneau officials requested this project title be changed. The federal transportation appropriations bill, PL107-87, signed by the President on December 18, 2001, included language in section 340 to change this High Priority Project to the Gastineau Channel Second Crossing. The City will provide the match for this amended project. City officials have asked that department staff conduct reconnaissance and preliminary environmental scoping with these funds.

This language change is required as soon as possible to allow the City to begin its work immediately.

If you have any questions or need further information, please contact Nancy Slagle at 465-3911.

CC: Nancy Slagle, Administrative Services Director  
Kurt Parkan, Deputy Commissioner  
Bob Doll, Regional Director, Southeast Region

FAST Sec 11(a) Fisheries and Ocean Sciences Facility at Lena Point      FY2002 Request: \$800,000  
 Reference No: 36808

AP/AL: Appropriation      Project Type: Construction  
 Category: University  
 Location: Juneau Areawide      Contact: Pat Pitney  
 Election District: Juneau Areawide      Contact Phone: (907)474-5889  
 Estimated Project Dates: 07/01/2001 - 06/30/2005

**Brief Summary and Statement of Need:**

In FY99 UA received \$1.7 million of NGF authority for the Juneau Fisheries Facility. \$740,000 of this authority has been utilized to date. For UA to have any option to build a fisheries facility in conjunction with the federally funded NOAA/NMFS facility, rock blasting and shared infrastructure costs need to be committed and utilized very soon. The commitment for these costs is \$1.4M which brings the project above the FY99 Auth Level.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Univ Rcpt	\$800,000						\$800,000
<b>Total:</b>	<b>\$800,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$800,000</b>

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

During SLA 1998 the Legislature appropriated \$1.7 million of University Receipts for "UA-Juneau Fisheries Facility Planning" (AR 79916, Collocation Code 45141916, Chapter 139, Page 87, Line 28).

**BACKGROUND**

Since 1996, UA began planning a classroom/research lab facility to be located on a shared site adjacent to a The National Oceanic and Atmospheric Administration (NOAA)/National Marine Fisheries Service (NMFS) office/research facility at Lena Point, 10 miles north of Juneau. During SLA 1998 the Legislature appropriated the use of \$1.7 million of University Receipts for "UA-Juneau Fisheries Facility Planning" (AR 79916, Collocation Code 45141916, Chapter 139, Page 87, Line 28). Since June 1998, a consultant was selected for design, and the schematic design for the UAF facility was completed in December 2000. In July of 2000, NOAA and UA entered into a Memorandum of Agreement (MOA) for the project. UAF has also participated in the planning and design of utilities to be built by NOAA that will be used by UAF.

NOAA is planning to advertise for bids for their facility in February 2002. In accordance with the terms of the MOA, funding for the UAF portion of NOAA's project must be supplied in advance of the obligation.

**PROJECT SCOPE**

The scope of work to be constructed by NOAA for the benefit of the UAF facility include the following utilities: filtered seawater, unfiltered seawater, seawater disposal, potable water, and wastewater disposal. NOAA is constructing an on-site wastewater treatment facility. In addition to the utility work, a bid alternate was included in the NOAA bid package that would perform rock excavation (i.e. blasting). It is necessary for UA to perform this work simultaneously with NOAA to prevent disruption or damage of the NOAA facility at a later date. In order to perform both the utility work and the rock excavation on the UAF site, the \$1.7 million non-general fund appropriation will need to be increased by \$800,000 to a total of \$2.5 million.

The schematic design for the UAF facility has been completed. The facility is 41,500 square feet. It consists of a 37,400 square foot main office/lab building and 4,100 square foot outdoor lab and storage space.

**CONSULTANT**

ECI Hyer was the selected consultant. The key subconsultants on their team are NBBJ (laboratory planning), Petrovich, Nottingham and Drage, Inc. (civil engineering), PDC Consulting Engineers, Inc. (electrical and mechanical engineering).

**FUNDING**

The original \$1.7 million was funded from transferred bond funds, interest bearing advances from the accumulated earnings of the land-grant endowment, and an allocation of spending distributions of the Natural Resources Fund. The spend rate for the project has allowed interest earnings on the transferred bonds to grow. These interest earnings will allow funding of the NOAA construction costs.

**BUDGET**

\$740,000*	Spent to date for NOAA design, UAF Schematic design, UAF project management
\$900,000*	Construction Cost of NOAA utilities
\$500,000*	Construction Cost of UAF rock excavation
\$170,000*	UAF Project Management and Division of Design & Construction indirect costs
\$150,000**	Contingency
\$2,460,000	Total non-general fund budget need

\*UA receipts

\*\*UAF receipts

FAST Sec 11(b) UAA-HVAC Piping Replacement Phases FY2002 Request: \$0  
 1-4 Reference No: 36797

AP/AL: Appropriation Project Type: Renewal and Replacement  
 Category: University  
 Location: Anchorage Areawide Contact: Pat Pitney  
 Election District: Anchorage Areawide Contact Phone: (907)474-5889  
 Estimated Project Dates: 07/01/2001 - 06/30/2006

**Brief Summary and Statement of Need:**

This explains the title change to an existing FY2002 UAA capital appropriation to include the unforeseen emergency of HVAC piping replacement at UAA. The Governor will propose a corresponding amendment to the major maintenance bond package so that UAA will have sufficient funds to complete the original items funded in the FY2002 capital appropriation

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Total:	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

UAA HVAC Piping Replacement

A major failure of underground piping in the UAA campus core occurred late in the summer 2001. Specific pipe failure reasons that attributed to this failure include (a) existing high water tables which caused the pipes to be submerged in unusually high water acidity which expedited electrolysis and metal corrosion, (b) lack of sufficient cathodic protection and (c) welding joint leaks. Total replacement cost for Phases 1-4 is \$1,897,258.

⊙ Phase 1

EM-2 to Science, underground piping:

The Energy Module 2 (EM-2) mega infrastructure for underground heating and cooling lines to the Science Building was completed 25 years ago and has exceeded the useful life expectancy of 15 years. Upon exposing the piping for assessment it was apparent both the heating and cooling lines had excessive corrosion and penetration holes that had deteriorated the piping beyond repair.

⊙ Phase 2

Science to Engineering underground piping:

Upon testing and pressurization of the EM-2 HVAC system of Phase 1 above, it was apparent the continuation piping lines from the Science Building that services the Engineering Building HVAC system had also failed.

⊙ Phase 3

EM-2 to Physical Education Building (PEF):

The HVAC system supply/return piping for EM -1 between the Physical Education Building (PEF) and EM-2 have the same aforementioned site conditions. Based on similar distances between the energy modules to the facility mechanical rooms and like materials, the associated replacement costs for Phases 3-4, are estimated to be approximately the same as for Phases 1-2.

⊙ Phase 4

Physical Education Building (PEF) to College of Arts and Science (CAS) underground piping:

The remaining piping from EM-2 to College of Arts and Science building (CAS) will ultimately have to be replaced due to the same aforementioned site conditions. Based on similar distances between the energy modules to the facility mechanical rooms and like materials, the associated replacement costs for Phases 3-4, are estimated to be approximately the same as Phases 1-2.

Underground piping typically is not a preventative maintenance item that can be scheduled for routine service. Site conditions and unforeseen circumstances usually dictate the action to be taken. In this case the HVAC system was operational, however, a significant loss of water and pressure were the primary indicators of a leak somewhere in the piping supply or return lines. After viewing the condition of this piping, replacement is the only available option.

SB 292

SUPPLEMENTAL

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
2	<b>FAST TRACK SUPPLEMENTAL</b>								
3	1	Court System	Judicial Conduct	Legal fees in excess of FY2001 supplemental. Actual amount is \$6829.77.	6.8				6.8
4	2(a)	Comm & Ec Dev	Alaska Science & Technology Foundation	Idaho National Engineering and Environmental Laboratory Grant Contract for Alaska Business Research. Funds are available March 1, 2002.			25.0	Statutory Designated Prog Rcpts	25.0
5	2(b)	Comm & Ec Dev	International Trade & Business Development	International Trade and Business Endowment - replace unrealized FY02 Investment Earnings - Fund Source Change	230.4		-230.4	Internat'l Trade and Dev. Fund Earnings Reserve	0.0
6	3	Corrections	Palmer Correctional Center	New well including pump and wellhouse as primary water well has failed and is nonrepairable. Statutory designated program receipts (SDPR) are from interest earnings of Northern Tobacco Securitization Corporation (NTSC).			172.2	Statutory Designated Prog Rcpts	172.2
7	4(a)	Health & Soc Svcs	Medicaid Services	Medicaid Services - Projected to run out April 16. \$4.57m GF is for FY2001 bills paid in FY2002; 1.8m GF is from underfunding last year below low case scenario; 6.34m GF is for caseload at mid-case range and cost increases, particularly for seniors and disabled.	12,712.5	106,618.0	23,903.3	Statutory Designated Prog Rcpts	143,233.8
8	4(b)	Health & Soc Svcs	Subsidized Adoptions & Guardianship	Formula program caseload growth	2,529.6				2,529.6
9	5	Transportation	Marine Highway Stabilization Fund	Marine Highway Stabilization Fund FY02 deficit due to Columbia fire and fuel cost increases. If not funded, Spring/Summer service would need to be drastically cut, reducing revenues during highest revenue season. Ships would be put into lay-up status for extended periods.	2,876.9				2,876.9
10	6	Military & Vets	Disaster Planning & Control	Costs to maintain 24-hour State Emergency Coordination Center (SECC), the agency that coordinates all federal, state and local jurisdictional responses associated with any disaster or event.	100.0				100.0
11	7	Natural Resources	CIP	Scope change for SLA97, CH50, Sec 15(k), P9, L13 - from prepare and administer the Kalgin Island II, Caribou Hills, S. Ninilchik-Dome View, South Ninilchik Bldg timber sales in Kenai Peninsula to Kenai Peninsula to reduce risks from wildfire.					0.0
12	8	Governor	Elections	Costs for printing and mailing a Primary Election Voter Education Guide in time to explain the new law (shifted from FY2003 budget which will be amended)	25.0				25.0
13	9(a)	Comm & Ec Dev	Power Cost Equalization & Rural Electrification Fund	Technical correction to add the inadvertently omitted FY02 appropriation from the Power Cost Equalization Endowment fund to the Power Cost Equalization and Rural Electrification Fund			7,062.2	PCE EF	7,062.2
14	9(b)	Comm & Ec Dev	Power Cost Equalization & Rural Electrification Fund	Fully fund the statutory formula in the PCE statute. Cost increase is due to higher fuel costs.	1,100.0				1,100.0

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
15	9(c)	Comm & Ec Dev	Power Cost Equalization	Fully fund PCE statute. Increase due to higher fuel costs.			1,100.0	PCE	1,100.0
16	9(d)(1)	Comm & Ec Dev	Power Cost Equalization	Delete sufficient authorization from FY02 to pay FY01 late bills			-56.8	PCE	-56.8
17	9(d)(2)	Comm & Ec Dev	Power Cost Equalization	Add authorization to pay power cost equalization program FY01 late bills			56.8	PCE	56.8
18	10(a)(1)	Transportation	Northern Region Highways & Aviation	Chandalar (James Dalton Hwy) Maintenance Station Replacement- Temporary rental and other costs of vacating the maintenance station due to imminent structural failure.	127.8				127.8
19	10(a)(2)	Transportation	Central Region Highways & Aviation	East Fork (Parks Hwy- S of Cantwell) Maintenance Station Replacement- Temporary rental and other costs of vacating the maintenance station due to imminent structural failure.	21.9				21.9
20	10(a)(3)	Transportation	Central Region Highways & Aviation	Willow (Parks Hwy) Maintenance Station Replacement- Temporary rental and other costs of vacating the maintenance station due to imminent structural failure.	45.5				45.5
21	10(a)(4)	Transportation	Northern Region Highways & Aviation	Nome Maintenance Station Imminent Structural Failure - Temporary rental and other costs of vacating the maintenance station to due imminent failure.	72.0				72.0
22	10(b)	Transportation	Northern Region CIP	Chandalar Maintenance Station Replacement Design Costs (SDPR from NTSC - see line 6)			456.8	Statutory Designated Prog Rcpts	456.8
23	10(c)	Transportation	Southeast Region CIP	Title change from West Douglas Highway Extension to Gaslineau Channel Second Crossing to match federal project name change					0.0
24	11(a)	University	Systemwide Small Planning, Design and Construction	Funding authority needed in excess of the FY02 small project non-gf receipt authority for Lena Point fisheries and ocean sciences facility for simultaneous excavation with NOAA to prevent disruption and damage to the facility at a later date.			800.0	UA Rcpts	800.0
25	11(b)	University	CIP	Scope Change for Sec 3, Ch 61, SLA 2001 to include UAA Heating, Ventilation, and Air Conditioning Piping Replacement Phases 1-4					
26	12			Lapse Provisions					
27	13			Retroactivity					
28	14			Effective Date					
29	<b>FAST TRACK BILL TOTAL</b>				<b>19,848.4</b>	<b>106,618.0</b>	<b>33,289.1</b>	<b>0.0</b>	<b>159,755.5</b>
30	[REDACTED]								
31	[REDACTED]								
32	<b>REGULAR SUPPLEMENTALS</b>								
33	1(a)(1)	Administration	Finance	Contractual costs for maintenance of the State payroll system (AKPAY) core database	150.0				150.0
34	1(a)(2)	Administration	General Relief	Shortfunding for projected caseload	273.0				273.0
35	1(a)(3)	Administration	Leasing	Shortfunding of the amount required to pay leases with the private sector	1,300.0				1,300.0
36	1(a)(4)	Administration	Leasing	FY02 appropriation for the Anchorage Jail lease is short \$4,784.38	4.8				4.8
37	1(a)(5)	Administration	Office of Public Advocacy	Shortfunding of current year exacerbated by increased costs	1,865.0				1,865.0
38	1(a)(6)	Administration	Public Defender	Shortfunding of current year need and fiscal notes	600.0				600.0
39	1(a)(7)	Administration	Public Defender	Mental Health Court attorney approved by the Mental Health Trust			73.0	MHTAAR	73.0

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
	1(b) & (c)	Administration	Senior Services	Senior Services Employment Program hold harmless -- Federal regulations not promulgated so funds not needed.	-120.0				-120.0
40									
	2(a)	Comm & Ec Dev	Alaska Aerospace Development Corporation	Replace \$311.9 of unrealized FY02 Alaska Science & Technology Foundation Investment Earnings with AADC receipts.			0.0		0.0
41									
	2(a)	Comm & Ec Dev	Alaska Aerospace Development Corporation Facilities Maintenance	Replace \$69.2 of unrealized Alaska Science & Technology Foundation FY02 Investment Earnings with AADC receipts.			0.0		0.0
42									
	2(b)	Comm & Ec Dev	Power Project Fund	Denial Commission Appropriation to the Power Project Fund		4,900.0			4,900.0
43									
	2(c)	Comm & Ec Dev	Alaska Aerospace Development Corporation	Grant from the U.S. Department of Defense for Kodiak Launch Complex Improvements- Infrastructure Safety Upgrades, Range Safety System, and Road Improvements		20,000.0			20,000.0
44									
	3(a)	Corrections	Facility-Capital Improvement Unit	The \$160.5 general fund fiscal note funding Ch. 32, SLA 2001 (HB 149 Private Prison in Kenai) is no longer needed since Kenai voters rejected the proposal. Funds are reappropriated to Inmate Health Care.					0.0
45									
	3(b)	Corrections	Inmate Health Care	Shortfunding in health care costs resulting from continued inflation of pharmacy costs, staff salaries ( includes \$676.0 for health care worker/nurses salary costs), contract physician costs and hospital care.	1,839.5				1,839.5
46									
	3(c)	Corrections	Parole Board	Shortfunding in operations due to increased prisoner hearings and Parole Board' activity	100.0				100.0
47									
	3(d)	Corrections	CIP	Offender Tracking Information System Development		762.0			762.0
48									
	4	Military & Veterans' Affairs	Disaster Relief Fund	The Disaster Relief Fund directly funds the core services of the Division of Emergency Services, 10 full-time positions and the match for another 10 positions. Fund capitalization to cover the core services costs has been done in the supplemental for several years.	680.0				680.0
49									
	5(a)(1)	Education	Pupil Transportation	Cost for new bus routes approved in current year	541.6				541.6
50									
	5(a)(2)	Education	Schools for the Handicapped	Education costs for children in state custody who require out-of-state placement	165.5				165.5
51									
	5(b)	Education	Foundation	Use balance in foundation program resulting from the October student count to fund supplemental needs.	-1,975.9				-1,975.9
52									
	5(c)	Education	CIP	Federal School Renovation, Individuals with Disabilities Education Act (IDEA) and Technology grants for local school districts		5,400.0			5,400.0
53									
	5(d)(1)-(2)	Education		Along with a reappropriation of \$198.6 from the Department of Law, this will fund the McGraw-Hill assessment contract increase of \$498.9.	300.3				
54									
	6	Environ Cons		Amend the FY02 appropriation made by Sec. 89, Ch. 61 for implementation of the cruise ship bill to correct the fund source from statutory designated program receipts to the Commercial Passenger Vessel Environmental Compliance Fund.					0.0
55									
	7	Natural Resources	Fire Suppression	Fixed costs and fire suppression costs incurred to date. Updated costs for spring fire suppression will be provided as needed.	7,235.0				7,235.0
56									

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
57	8(a) - (b)	Fish & Game	CIP	Change fund source on \$28.2 due to shortfall in Commercial Fisheries Limited Entry Commission (CFEC) collections - Dock replacement in King Salmon. (SDPR from NTSC - see line 6)				Rcpt Supp Svcs to Statutory Designated Prog Rcpts	0.0
58	8(a) - (b)	Fish & Game	CIP	Change fund source on \$78.8 due to CFEC shortfall - Statewide facilities repair & maintenance. (SDPR from NTSC - see line 6)				same	0.0
59	8(a) - (b)	Fish & Game	CIP	Change fund source on \$145.0 due to CFEC shortfall - Upper Cook Inlet and Kuskokwim River Coho projects. (SDPR from NTSC - see line 6)				same	0.0
60	8(a) - (b)	Fish & Game	CIP	Change fund source on \$63.0 on FY01 CIP project due to CFEC shortfall - Copper River (Miles Lake) Sonar. (SDPR from NTSC - see line 6)				same	0.0
61	8(a) - (b)	Fish & Game	CIF	Change fund source on \$88.5 due to CFEC shortfall - Mariculture development program. (SDPR from NTSC - see line 6)				same	0.0
62	8(a) - (b)	Fish & Game	CIP	Change fund source on \$200.0 due to CFEC shortfall - Vessel and aircraft repair and maintenance. (SDPR from NTSC - see line 6)				same	0.0
63	9(a)	Governor	Elections	Redistricting: add carryforward language for the remaining balance of the \$947.4 appropriation made in Sec. 20, Ch. 60, SLA 2001					0.0
64	9(b)	Governor		Correct a drafting error in Sec. 36( c), Ch. 61 by adding reference to fiscal year 2001.					0.0
65	9( c)	Governor	Governmental Coordination	Change RPL 01-2-8022 Coastal Impact Assistance Program from Operating to Capital					0.0
66	9(d)	Governor	CIP Governmental Coordination	Additional authorization for the Coastal Impact Assistance Program		3,335.7			3,335.7
67	10(a)(1)	Health & Soc Svcs	Adult Public Assistance	Formula program caseload growth	541.0				541.0
68	10(a)(2)	Health & Soc Svcs	Board on Alcohol & Drug Abuse	Cost of co-locating with AK Mental Health Board			40.9	MHTAAR	40.9
69	10(a)(3)	Health & Soc Svcs	Bureau of Vital Statistics	Increased receipt supported services authority so general funds can be transferred to Community Health/Emergency Medical Services for two-way radio costs			75.0	Rcpt Supp Svcs	75.0
70	10(a)(4)	Health & Soc Svcs	Foster Care Special Needs	Shortfunding of formula program from caseload growth projections	304.6				304.6
71	10(a)(5)	Health & Soc Svcs	General Relief Assistance	Formula program growth	190.7				190.7
72	10(b)	Health & Soc Svcs	Comm Health/EMS	Correct HB 228 Sale of Tobacco Products fiscal note fund source from Tobacco Settlement to Tobacco Use Cessation and Education Fund	-487.9		487.9	Tobacco Use Cessation & Ed Fund	0.0
73	11	Law		Judgments and Claims \$816,486.85	631.5		185.0	PERS Fund	816.5
74	12(a)	Law		Law Office Assistant reclassification costs		1.7	129.4	Inter-Agency Rcpts	131.1
75	12(b)	Law		Fund the \$214.4 general fund portion of the Law Office Assistant reclassification costs with the reappropriation of funds within the Department of Law					

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
	13	Military & Vets	Army Guard Facilities Maintenance	Federal funds for increased telecommunications costs for the Distance Learning project		350.0			350.0
76									
77	14(1)	Natural Resources	Geological Development	Federal grant awards for geological projects		493.4			493.4
78	14(2)	Natural Resources	Parks Mgmt	Increased fuel costs	20.2				20.2
79	14(3)	Natural Resources	Parks Mgmt	Increased costs for two-way radio circuits	40.7				40.7
80	14(4)	Natural Resources	Recorder's Office	Costs of title records for new title companies. Title insurance laws require companies to have duplicate records for the past 25 years.			300.0	Statutory Designated Prog Rcpts	300.0
81	14(4)	Natural Resources	Recorder's Office	Assume recording duties in Valdez, Glennallen, and Seward that were previously done by the Courts System without charge. Increased costs to process heavy volume of mortgage refinancing activity and implement completed classification study.			235.0	Rcpt Supp Svcs	235.0
82	15(a)(1)	Public Safety	AST	Increased fuel costs	106.1				106.1
83	15(a)(2)	Public Safety	AST- Prisoner Transport	Increased prisoner transports based on higher volume of cases	172.9				172.9
84	15(a)(3)	Public Safety	AST Detachments	Increased fuel costs	125.3				125.3
85	15(a)(4)	Public Safety	AST Detachments	Recruitment Academy Training	81.0				81.0
86	15(a)(5)	Public Safety	AST Detachments	Standby pay due to heightened security	67.5				67.5
87	15(a)(6)	Public Safety	AST	Standby pay due to heightened security	15.7				15.7
88	15(a)(7)	Public Safety	VPSO	Standby pay due to heightened security	11.8				11.8
89	15(a)(8)	Public Safety	AST Detachments	Emergency guard hires needed to guard offenders in areas with no jails.	59.0				59.0
90	15(a)(9)	Public Safety	AST Detachments	Medical examination costs for sexual assault/abuse cases	30.0				30.0
91	15(a)(10)	Public Safety	AST Detachments	Increased costs for two-way radio circuits	102.4				102.4
92	15(a)(11)	Public Safety	Fish & Wildlife	Increased fuel costs	247.4				247.4
93	15(b)	Public Safety	Batters Intervention Program	Fund source change to correct the overallocation of PFD felon funds in FY2002	63.9		-63.9	PFD Fund	0.0
94	16(a)(1)	Revenue	Alcohol Beverage Control Board	Contractual costs for a hearing officers to conduct normal hearings on liquor licenses	20.0			General Fund Program Rcpts	20.0
95	16(a)(2)	Revenue	Permanent Fund Dividend Division	Legal costs awarded by state Supreme Court in a class action suit filed on behalf of applicants denied dividends.			89.9	PFD Fund	89.9
96	16(a)(3)	Revenue	Permanent Fund Dividend Division	Overtime costs to resolve eligibility review and appeal case backlog.			31.9	PFD Fund	31.9
97	16 ( )	Revenue	Child Support Enforcement	Recover cost of increased number of paternity testings required by court orders.	43.0				43.0
98	16 ( c )	Revenue	Child Support Enforcement	Appropriation of Interest earned on reserve account balance	60.0				60.0
99	16(d)	Revenue	Treasury Division	Correct fund source for Ch 60, SLA 2000 PCE Fund/Sale of 4 Dam Pool/Energy (HB 446) fiscal note.					0.0

FY2002 SUPPLEMENTALS

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
	16(e)	Revenue	Treasury Division	Repeal fiscal note funding for Ch. 32, SIA 2001 (HB 149 Kenai Private Prison) since Kenai voters did not approve the private prison development.	-20.0				-20.0
100									
	17(a)	Transportation	Central Region Highways & Aviation	Whittier Tunnel Maintenance and Operations for June 7-30 (current contract expires)			178.0	Rcpt Supp Svcs	178.0
101									
	17(b)(1)	Transportation	Central Region Facilities	Fuel and Utility Cost Increases	240.9				240.9
102									
	17(b)(2)	Transportation	Northern Region Facilities	Fuel and Utility Cost Increases	230.6				230.6
103									
	17(b)(3)	Transportation	Southeast Region Facilities	Fuel and Utility Cost Increases	140.3				140.3
104									
	17(b)(4)	Transportation	Central Region Highways & Aviation	Fuel and Utility Cost Increases	381.0				381.0
105									
	17(b)(5)	Transportation	Northern Region Highways & Aviation	Fuel Cost Increases	569.2				569.2
106									
	17(b)(6)	Transportation	Southeast Region Highways & Aviation	Fuel Cost Increases	39.2				39.2
107									
	17(c)(1)	Transportation	Ted Stevens Anchorage International Airport (TSAIA) Administration	Utility Cost Increases			10.0	Internal'l Airports Rev Fund	10.0
108									
	17(c)(2)	Transportation	TSAIA Facilities	Utility Cost Increases			467.0	Internal'l Airports Rev Fund	467.0
109									
	17(c)(3)	Transportation	TSAIA Field & Equipment Maintenance	Utility Cost Increases			60.0	Internal'l Airports Rev Fund	60.0
110									
	17(c)(4)	Transportation	TSAIA Safety	Utility Cost Increases			8.0	Internal'l Airports Rev Fund	8.0
111									
	17(d)	Transportation	State Equipment Fleet Administration	Add authority for increased usage of fuel credit card system			250.0	Highway Working Capital Fund	250.0
112									
	17(e)(1)	Transportation		Glenn Highway Rut Repair from McCarrey St. to Highland Rd.		6,000.0			6,000.0
113									
	17(e)(2)	Transportation		Dimond Boulevard Rut Repair		6,000.0			6,000.0
114									
	17(e)(3)	Transportation		Hillcrest (Anchorage) Bridge Repair- 3rd party repayment for damages.	150.0			General Fund Program Rcpls	150.0
115									

**FY2002 SUPPLEMENTALS**

	A	B	C	D	E	F	G	H	I
1	Sec. No.	Department	BRU or Component	Supplemental Need	General Funds	Federal Funds	Other Funds	Fund Source	Total Funds
116	17(e)(4)	Transportation		Northern Region Materials Lab Worker Safety Compliance Upgrade. (SDPR from NTSC - see line 6)			600.0	Statutory Designated Prog Rcpts	600.0
117	18(a)-(d)	University	CIP	Eliminate federal receipts since funding source was changed to university receipts via RPL 45-2-0007 for Arctic Supercomputer purchase.		-32,000.0			2,000.0
118	18 (e)	University		Replace unrealized investment earnings from the Alaska Science and Technology Foundation	1,753.3		-1,753.3	ASTF	0.0
119	19	Misc Claims	Administration	Miscellaneous claims: -0-, State-dated warrants: 23,744.07	23.7				23.7
120	19	Misc Claims	Corrections	Miscellaneous claims: \$ 2,204.11	3.2				3.2
121	19	Misc Claims	Fish & Game	Miscellaneous claims: \$3,761.00	3.8				3.8
122	19	Misc Claims	Health & Soc Svcs	Miscellaneous claims: \$21,499.91	21.5				21.5
123	19	Misc Claims	Law	Miscellaneous claims: \$27,060.49	27.1				27.1
124	19	Misc Claims	Military & Veterans' Affairs	Miscellaneous claims: \$274.00	0.3				0.3
125	19	Misc Claims	Public Safety	Miscellaneous claims: \$293.88	0.3				0.3
126	19	Misc Claims	Transportation	Miscellaneous claims: \$32.96					0.0
127				<b>REGULAR SUPPLEMENTAL BILL TOTAL</b>	18,970.0	15,242.8	1,403.8		35,316.3
128									
129	<b>TOTAL FOR BOTH BILLS MINUS THE \$16.5m GF PLACEHOLDER IN FISCAL SUMMARY</b>				22,318.4	121,860.8	34,692.9		178,571.7
130									
131				<b>Ratifications:</b>					
132	20(a)(1)	Transportation		AR 61669-2001 Reimbursable Authority	165,066.62				
133	20(a)(2)	Transportation		AR 64790-2015 Reimbursable Authority	34,614.23				
134	20(a)(3)	Transportation		AR 58904-2001 Reimbursable Proj.	96,773.16				
135	20(b)	Natural Resources	Fire Suppression	FY2001 Fire suppression costs	4,730,000.00				
136	21			AR 37313-01 Fire Suppression					
137	22			Lapse Provisions					
138	23			Retroactivity					
139	24			Effective Dates					
				Immediate Effective Date					

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Finance (59)

BRU: Centralized Administrative Services (13)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(1) Payroll Software Conversion and Programmer Training</b>													
	Suppl	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		150.0											
\$150.0 GF is needed to provide payroll programmer training and to purchase software to enable programmers to convert the payroll system from ADABAS to DB2 and to more efficiently update and modify the current payroll system. Conversion from ADABAS to DB2 is a major undertaking and one that is required by the payroll system vendor.													
<b>Totals</b>		<b>150.0</b>	<b>0.0</b>	<b>0.0</b>	<b>150.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Protection, Community Services, and Administration (2083)

BRU: Senior Services (8)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(2) General Relief Grants</b>													
	Suppl	273.0	0.0	0.0	0.0	0.0	0.0	0.0	273.0	0.0	0	0	0
1004 Gen Fund	273.0												
<p>The FY2002 General Relief budget was reduced by the legislature by \$247.3. That amount plus an additional 25.7, which covers projected growth, is needed to provide for projected General Relief payments for the remainder of FY2002.</p> <p>The General Relief financial assistance program provides for the protection and safety of disabled and aging adults who would otherwise be subject to neglect, abuse, abandonment and exploitation.</p>													
<b>Totals</b>		<b>273.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>273.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

Department of Administration

Scenario: FY2002 Supplemental - Governor's (7454)

Component: Leases (81)

BRU: Leases (316)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(3) Leases Underfunding</b>													
	Suppl	1,300.0	0.0	0.0	1,300.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1,300.0												
<p>Current projections indicate the Leases budget is in need of an additional \$1,300.0 GF for FY2002. The legislature reduced the FY2002 Governor's Leases budget by \$1,900.0. However, through aggressive management of the leases program we have been able to reduce our shortfall by \$600.0.</p>													
<b>Totals</b>		<b>1,300.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,300.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Leases (81)

BRU: Leases (316)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(4) Anchorage Jail Lease Payment Shortfall</b>													
	Suppl	4.8	0.0	0.0	4.8	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	4.8												
<p>General funds were appropriated in Section 27(g), Chapter 60, SLA 2001 for payment of obligations to the Municipality of Anchorage for the Anchorage Jail. The amount appropriated is insufficient to meet the state's obligation for FY2002. An additional \$4.8 is needed to make this debt payment.</p>													
<b>Totals</b>		<b>4.8</b>	<b>0.0</b>	<b>0.0</b>	<b>4.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Office of Public Advocacy (43)

BRU: Legal and Advocacy Services (11)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(5) Funding Shortfall</b>													
	Suppl	1,865.0	0.0	0.0	1,865.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1,865.0												
<p>Current expenditure projections indicate the Office of Public Advocacy (OPA) will need an additional \$1,865.0 GF to meet obligations in the current year. OPA has no ability to refuse cases assigned it by the Court. Projections are based upon actual expenditures for the first half of FY2002.</p> <p>The underfunding for OPA is the result of several factors. The Governor's FY2002 budget was reduced by \$600.0. In addition, funding in the amount of \$185.0 that has been paid to OPA via interagency receipts from the Department of Health and Social Services for the past several years was reduced from that Agency's budget in FY2002. Other interagency receipt funding included in OPA's budget for the Balloon Project was also reduced. Finally, caseload increases, and in particular, increases of the more expensive kinds of cases OPA is assigned have occurred.</p>													
<b>Totals</b>		<b>1,865.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,865.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Change Record Detail With Description

Department of Administration

Scenario: FY2002 Supplemental - Governor's (2454)  
 Component: Public Defender Agency (1631)  
 BRU: Legal and Advocacy Services (11)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(6) Funding Shortfall</b>													
	Suppl	600.0	0.0	0.0	600.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	600.0												
The FY2002 Public Defender (PD) shortfall is caused by a number of factors. First, fiscal notes for three bills passed in 2001 (HB 132, HB 172, and HB 179) were shortfunded a total of \$415.9. Second, the FY2002 Governor's budget was reduced by over \$1.0 million, not including a reduction of funding in other agency budgets that the PD collected as interagency receipts. Finally, like the Office of Public Advocacy, the PD is unable to refuse cases assigned it by the Court. Despite cost saving measures being employed by the PD, \$600.0 of additional GF is needed to keep the agency functioning for the remainder of FY2002.													
<b>Totals</b>		<b>600.0</b>	<b>0.0</b>	<b>0.0</b>	<b>600.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Public Defender Agency (1631)

BRU: Legal and Advocacy Services (11)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(a)(7) Mental Health Court Attorney</b>													
	Suppl	73.0	73.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1092 MHTAAR	73.0												
Funding is needed to cover the costs of the Public Defender Agency's participation in the Mental Health Court. The Mental Health Court is a priority of the Alaska Mental Health Trust Authority who approved MHTAAR funding for this purpose in September of 2001.													
<b>Totals</b>		<b>73.0</b>	<b>73.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Administration**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Senior Employment Services (1983)

BRU: Senior Services (8)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 1(b) and (c) Decrease Funding for Senior Employment Program</b>													
1004 Gen Fund	Suppl	-120.0	0.0	0.0	0.0	0.0	0.0	0.0	-120.0	0.0	0	0	0
		-120.0											
An increment of \$120.0 was received in FY2002 in anticipation of new regulations from the U.S. Department of Labor that would have increased costs of the Senior Employment Program. The new regulations have not yet been promulgated and the funding will not be used.													
<b>Totals</b>		<b>-120.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-120.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**  
**Department of Community & Economic Development**

Scenario: FY2002 Supplemental - Governor's (2454)  
 Component: Alaska Aerospace Development Corporation (1424)  
 BRU: Alaska Aerospace Development Corporation (127)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 2(a) Replace ASTF Funding Shortfall</b>													
	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1025 Sci/Tech	-311.9												
1101 AERO Rcp	311.9												
<b>Totals</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Due to the continued decline of earnings from Alaska Science and Technology Endowment, the component is anticipating a funding shortfall of 311.9. This shortfall will seriously hamper the Alaska Aerospace Development Corporation's (AADC) ability to perform its mission. Without this funding, layoffs may occur. The AADC requests that this anticipated shortfall be replaced this fiscal year with Alaska Aerospace Development Corporation Receipts.

**Change Record Detail With Description**  
**Department of Community & Economic Development**

Scenario: FY2002 Supplemental - Governor's (2454)  
 Component: Alaska Aerospace Development Corporation Facilities Maintenance (2362)  
 BRU: Alaska Aerospace Development Corporation (127)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 2(a) Replace ASTF Funding Shortfall</b>													
	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1025 Sci/Tech		-69.2											
1101 AERO Rcp		69.2											
Due to the continued decline of earnings from Alaska Science and Technology Endowment, the component is anticipating a funding shortfall of 69.2. This shortfall will seriously hamper the Alaska Aerospace Development Corporation's (AADC) ability to perform its mission. The AADC requests that this anticipated shortfall be replaced this fiscal year with Alaska Aerospace Development Corporation Receipts.													
Totals		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**Change Record Detail With Description**

**Debt Service and Special Appropriations**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Power Project Fund (2617)

BRU: Fund Transfers (255)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 2(b) Federal Recelpts Appropriated to the Power Project Fund</b>													
	Suppl	4,900.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4,900.0	0	0	0
1002 Fed Rcpls	4,900.0												
See attached memo.													
<b>Totals</b>		<b>4,900.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>4,900.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

*Alaska* Department of Community  
and Economic Development

Memorandum

TO: Annalee McConnell, Director  
Office of Management and Budget  
Office of the Governor

DATE: February 8, 2002

PHONE: 465-2506

FROM: Tom Lawson, Director *TL*  
Division of Administrative Services

SUBJECT: FY 2002 Supplemental Requests

In addition to the FY 2002 Operating and Capital Budget Supplemental Requests submitted via ABS, there is one language supplemental:

**Alaska Energy Authority.** The amount of \$4,900,000 in federal receipts needs to be appropriated to the power project fund (AS 42.45.010). The appropriation is for the capitalization of the power project fund and should not lapse.

**Background Information:** The Denali Commission has approved \$4,900,000 in loans that are to be issued through the Power Project Fund. Loans would be made for projects selected for financing under the Alaska Energy Cost Reduction Program. A recent solicitation under the Program resulted in identifying 15 cost-effective hydroelectric, heat recovery, electrical line extension, and diesel efficiency projects. This supplemental request allows the power project fund to receive the federal funding and grant the loans. The effective date for this supplemental request is May 1, 2002.

Please contact me if you have any questions about our FY02 Supplemental Budget requests.

Sec 2(c) Kodiak Launch Complex Improvements

FY2002 Request: \$20,000,000  
 Reference No: 36813

AP/AL: Appropriation  
 Category: Development  
 Location: Kodiak Island Borough  
 Election District: Kodiak  
 Estimated Project Dates: 05/01/2002 - 06/30/2007

Project Type: Equipment  
 Contact: Pat Ladner  
 Contact Phone: (907)561-3338

**Brief Summary and Statement of Need:**

Kodiak Launch Complex improvements, including infrastructure safety upgrades, range safety system and road improvements. Alaska Aerospace Development Corporation expects to receive \$20,000,000 in federal receipts from the U.S. Department of Defense. The grant is expected to be received in May.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Fed Rcpts	\$20,000,000						\$20,000,000
Total:	\$20,000,000	\$0	\$0	\$0	\$0	\$0	\$20,000,000

State Match Required   
  One-Time Project   
  Phased Project   
  On-Going Project  
 0% = Minimum State Match % Required   
  Amendment   
  Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Change Record Detail With Description**

**Department of Corrections**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Facility-Capital Improvement Unit (696)

BRU: Administration & Operations (271)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 3(a) Kenai Private Prison Reappropriation to Inmate Health</b>													
	ReAprop	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<p>The funds appropriated for the Kenai Private Prison are being reappropriated within the department to help fund inmate health care needs. These funds were provided for the Department to enter into a Twenty-Year agreement predicated on an agreement with a private third-party contractor who would construct and operate a private prison facility by providing custody, care and discipline for persons held by the commissioner of Corrections under authority of state law. The community of Kenai voted to deny support of a private prison in the area, so the funds are no longer needed for the original intent.</p>													
<b>Totals</b>		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**Change Record Detail With Description**

**Department of Corrections**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Inmate Health Care (705)

BRU: Administration & Operations (271)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 3 (b) Health Care Operation Deficit</b>													
	Suppl	1,839.5	676.1	0.0	832.2	331.2	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1,839.5												
<p>The Department of Corrections has experienced significant increases in the cost of providing medical care to sentenced and un-sentenced offenders. This has resulted from continued inflation of pharmacy costs, staff salaries and contract physician and hospital care.</p> <p>Personal service costs have increased as a result of nursing and medical staff shortages, these shortages have increased the use of overtime and the use of on-call substitutes. The department has been unable to significantly reduce staffing and overtime due to the nature of the labor-intensive environment necessary to meet the offender populations needs.</p> <p>In addition, increased cost for contract purchase hospital and physician services from inflation and medical necessity has been above the appropriation level which was subsidized by other operating funds in FY2001. Contract medical services have historically been supported either through operating budget supplemental or in FY 2000 and FY2001 from departmental Retirement Incentive Program savings that are no longer available.</p> <p>Pharmaceutical costs nationwide have risen substantially over the past 2 years and are continuing to rise at a rate that exceeds other medical cost index increases. Superimposed on this increase have been the correctional population growth and the medical needs of this population. Given the current expenditures for FY2001 and FY2002, the department will require additional funds in FY2003.</p>													
<b>Totals</b>		<b>1,839.5</b>	<b>676.1</b>	<b>0.0</b>	<b>832.2</b>	<b>331.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Ignoring Included Scenarios**

**Department of Corrections**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Parole Board (695)

BRU: Parole Board (447)

Scenario/ Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP

**Sec 3 (c) Parole Board Operating Shortfalls**

	Suppl	100.0	0.0	40.0	60.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	100.0												

To accommodate increased prisoner hearings and Parole Board activity relating to mandatory, discretionary and special medical parole releases and revocations. A considerable increase in numbers of hearings and parole activity has matched the growth in prison population that has occurred in the past five years, and expenditures incurred in the meeting the Board's statutory obligations have increased as a result. Incremental funds are requested to cover Parole Board member/staff travel and members compensated time associated with the conduct of parole activity statewide.

The DOC anticipates a supplemental of \$100.0 will be necessary to maintain the existing activities in compliance with statutory requirements.

<b>Totals</b>		<b>100.0</b>	<b>0.0</b>	<b>40.0</b>	<b>60.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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**Sec 3(d) Offender Tracking Information System  
Development**

**FY2002 Request: \$762,000  
Reference No: 36798**

**AP/AL: Appropriation  
Category: Law and Justice  
Location: Statewide  
Election District: Statewide  
Estimated Project Dates: 07/01/2001 - 06/30/2004**

**Project Type: Information Systems  
Contact: Dwayne B. Peeples  
Contact Phone: (907)465-3339**

**Brief Summary and Statement of Need:**

This project funds development of additional working programs within the Offender Tracking Information System (OTIS).

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Fed Rcpts	\$762,000						\$762,000
<b>Total:</b>	<b>\$762,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$762,000</b>

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

Chp 96 SLA 91 \$300,000; Chp 103 SLA 95 \$750,000; Chp 100 SLA 97 \$600,000; Chp 139 SLA 98 \$1,074,000; Chp 2 FSSLA 99 \$1,000,000, and Chp 61 SLA 2001 \$400,000.

**Sec 3(d) Offender Tracking Information System  
Development**

**FY2002 Request: \$762,000  
Reference No: 36798**

The Alaska Department of Corrections (DOC) will be finalizing the installation of a new Offender Tracking Information System (OTIS) to manage offenders under supervision of the Department. This system will provide accurate and timely reports on dispositions of those offenders and projections for future planning. Under the first three phases DOC has developed the design of the "Management Information and Reporting System". Through Phase 4, DOC will achieve the following goals: create a comprehensive database of quality historical data; install technical capability to access data for data maintenance and aggregate information and reporting; improve interagency data access and information; improve data integrity and tracking and case management of offenders, and increase internal operating efficiency.

This project has been reviewed and approved by the TIC/TAC Committee in FY98, FY99, FY00, FY01, and FY02. There are no significant changes to funding amounts, or technologies. This project funds the final phase of conversion and implementation of the Agency's Offender-Based State Correctional Information System (OBSCIS) to the new OTIS database.

The DOC has spent or committed approximately \$7.2 million of operational and capital funds to-date from prior year appropriations bringing up a new data management infrastructure across all the work sites. The department requires this additional \$762.0 of federal funds to finalize the conversion and implementation of the new OTIS database's final modules development and implementation. Funding will cover needed analyst/programmer support for consultant fees for developing needed modules including health care records modules, probation records, inmate programs, commissary, local CRC & Jail interfaces, scheduling, and other systems development, integration, testing, and documentation.

The Agency's database interfaces daily with Public Safety's APSIN system, Law's PROMISE system, and the Alaska Court System. The project will enable all Alaska Law Enforcement agencies to have timely and accurate prisoner information. Project also ensures that accurate and timely prisoner records are kept for Victim services across the state and nation. This project is a core development in the Agency's long-range technology plan. Without this new OTIS system and the various programs these funds will develop and implement, the Department of Corrections will not be capable of maintaining their portion of the State's automated electronic data environment for law enforcement records.

The Following OTIS Modules will be funded by this capital request. The modules will complete the OTIS project and will automate almost all of the manual processes within the Department, and allow faster and more accurate access to inmate information and interaction with the rest of the State's Criminal Justice System (Courts, Law, and Public Safety):

<u>MODULE</u>	<u>ESTIMATED COST</u>
CRC/Local Jail Interface	\$60.0
Inmate Programs/Records	\$50.0
Medical Health/Client Billing	\$470.0*
Public Integration	\$30.0
Quality Control Auditing	\$67.0
Judgment/Restitution Interface	\$30.0
Scheduling/Agencywide	<u>\$55.0</u>
Total	\$ 762.0

\*Note: Funds were appropriated in the FY2002 Capital Bill to address development and implementation of the Medical Module, however, since that time two of the other "Partner" State's have withdrawn from participating in converting to this new type of OTIS system leaving only Alaska and one other state involved. This has greatly increased the development cost to the Alaska DOC and as a result, more funding will be necessary to cover the full costs of the Medical Module development.

This new OTIS system will maximize services to the public through electronic data, optimize government efficiency by enabling accurate, timely prisoner records to all users, and will affect the way other public agencies do their business. This project will provide improved public safety, reduce legal exposure, reduce waste in litigation research, cost avoidance through staff efficiency and utilization, provide improved fiscal analysis of crime legislation, improve policy and procedure dissemination, and better compliance with State and Federal agency information requirements.

**Improved Public Safety:** Public Safety, an essential government service, will be enhanced. Reliable and timely information concerning offender booking, sentencing, past history, fingerprinting, movement, program participation, discipline, release, escape, and probation/parole is critical, not optional, for protection of the public.

**Reduced Legal Exposure:** The State will benefit from improved accuracy concerning violent criminal offenders, and from

**Sec 3(d) Offender Tracking Information System  
Development**

**FY2002 Request: \$762,000  
Reference No: 36798**

reduced liability for failure to maintain adequate records and transmit accurate information in a timely manner. When fingerprints are transmitted electronically to the Department of Public Safety and their criminal history record search is transmitted electronically back to the booking institution, any warrants, detainers, holds, or identification of an alias used in booking can be made available. Without this capability, an individual without identification can use an alias and may be released on bail, bond, or his/her own recognizance even though there may be a serious threat to public safety.

**Reduce Waste in Litigation Research:** Another benefit in terms of litigation will be the avoidance of tedious paper file searches in response to discovery motions filed by inmates' attorneys in the Cleary and other civil litigation. A computerized record system which can sort pieces of information by subject would reduce the amount of time that DOC and Department of Law employees spend on these time-consuming discovery requests. Accurate responses would enhance the State's chances of prevailing in much of the litigation, reducing damages paid to inmates. This would be true in claims concerning inmate property and violation of other rights claimed by inmates.

**Cost avoidance through Staff Efficiency and Utilization:** All institutions and probation staff, as well as administrative and support staff, perform MIS functions in an inefficient manner during much of their workday due to the inadequacies of the MIS system. Staff perform a lot of paper record transactions getting information on prisoners and probationers between and among law enforcement agencies. Computerized improvements in computing sentence lengths, good time reductions, classification scores, furlough and parole eligibility notices, progress reports, etc., would free up hours of security and surveillance staff time without overtime or hiring of new positions.

**Accurate Fiscal Analyses of Crime Legislation:** Such capabilities are also critical in order to properly assess the fiscal impact of crime legislation which is considered during every legislative session. Proposals to increase sentences for certain crimes can have multi-million dollar impacts on DOC, but estimates are often impossible due to lack of readily accessible data addressing the components of the crimes being considered for sentence increases. The benefit to the State of an adequate MIS will be to enable legislators to properly weigh the fiscal implications of crime legislation against available resources, thus prioritizing public safety issues more accurately. DOC will benefit by avoiding passage of bills which will greatly increase prison populations without being able to justify the appropriate increases in resources, or in some instances, to avoid requesting unnecessarily excessive resources if the impact is actually less than estimated based upon anecdotal experience and guesswork.

**Improve Policy and Procedure Dissemination:** The current policy and procedure manual is a three volume hard copy. Revisions, deletions, and new policies are sent to all components by mail or courier and inserted into the institutional policy and procedure manuals. Since the manuals are so voluminous and upkeep is so time-consuming, there are very few volumes available for staff in any institution and some volumes are not adequately updated. A line staff person has no way of knowing, when reviewing a policy, whether a revision has been made subsequent to the date on the policy. A computerized policy and procedures manual will ensure that all staff are using the same, most up-to-date policies, as well as reducing mail, courier, and FAX costs.

**Better Compliance with State and Federal Agency Information Requirements:** The Immigration and Naturalization Service requests information concerning incarcerated aliens which currently is difficult to track. The Department of Revenue, Permanent Fund Dividend Division, relies on DOC to identify all convicted felons incarcerated in a given year in order to withhold PFD's as required by statute. Because the current offender database system does not identify the underlying charges in cases of probation and parole violations, this information is difficult to access and results in weeks of re-checking appeals for PFD denial. Numerous national correctional associations and research agencies request inmate profile information, budget information, and facility data in order to compare Alaska with other correctional systems across the nation in annual statistical reports. Alaska is often unable to participate due to lack of research capabilities.

There will be no anticipated cost increase on current ITG services and DOC does not expect an increase in ITG service levels due to these upgrades. The capabilities of the new OTIS system will not expand the bandwidth currently available from ITG services. Future enhancements which could increase service demand on ITG services, such as broader bandwidth, will be discussed and planned out with ITG, and state funding sought to cover the full costs of such enhancements before implementation of the data service. DOC is participating, along with several other state agencies, in a feasibility study with DOA's/DMV Division on new picture database technology which is geared towards field operations. We hope that the feasibility study will result in database enhancements that will help contain future costs of ITG services. As for operational day-to-day database maintenance, the DOC provides all the systems maintenance to its OTIS database system.

**Sec 3(d) Offender Tracking Information System  
Development**

**FY2002 Request: \$762,000  
Reference No: 36798**

The \$762.0 of federal funds are required to complete the final phase of the Agency's offender database replacement project and allow the Department to contribute and exchange data electronically with other Criminal Justice Agencies and to provide program evaluation, policy analysis, and long-range planning on all day-to-day operations of the Agency. There is no GF Match Requirement.

As it strives to fulfill its mission, DOC faces increased need for information. The effectiveness and efficiency of operational and managerial efforts are affected by DOC's ability to process information quickly and accurately. Both the types and volumes of information to be managed are increasing. The beneficiaries of an improved information system for the DOC would include not only DOC staff, but the general public; victims of offenders; the authorizing agencies; local, state, and federal criminal justice agencies; other state and federal agencies; and offenders.

**Change Record Detail With Description**

**Debt Service and Special Appropriations**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Disaster Relief Fund (2497)

BRU: Fund Transfers (255)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 4 Disaster Relief Fund for Core Emergency Preparedness and Operations Costs</b>													
	Suppl	680.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	680.0	0	0	0
1004 Gen Fund	680.0												
See attached memo.													
<b>Totals</b>		<b>680.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>680.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

# CORRECTION

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



Rev. 6/98

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

**Change Record Detail With Description**

**Debt Service and Special Appropriations**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Disaster Relief Fund (2497)

BRU: Fund Transfers (255)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 4 Disaster Relief Fund for Core Emergency Preparedness and Operations Costs</b>													
	Suppl	680.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	680.0	0	0	0
1004 Gen Fund	680.0												
See attached memo.													
<b>Totals</b>		<b>680.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>680.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Sec 4

# MEMORANDUM


# STATE OF ALASKA

DEPARTMENT OF MILITARY & VETERANS AFFAIRS

ADMINISTRATIVE SERVICES

TO: Annalee McConnell  
Director, OMB

DATE: January 17, 2002

FROM:  Carol Carroll  
Director, Administrative Services

TELEPHONE: 465-4730

SUBJECT: FY02 Disaster Relief Fund  
Supplemental Funding

The Department of Military & Veterans Affairs requests FY02 supplemental funding of \$680,000 general fund to capitalize the Division of Emergency Services' (DES) Disaster Relief Fund (DRF). This money will fund the base staffing in DES for FY03. Funding has been requested in prior years through the operating budget process, but legislative preference and precedent seems to be this supplemental funding method.

The \$680,000 core services appropriation from the DRF directly funds ten full-time equivalent positions and provides the match for another ten positions within the Division. This represents approximately 50% of the Division's staff, which is dedicated full time to disaster response and recovery activities.

If you have any questions please call Jean Davis at 465-2422.

cc: Dave Liebersbach, Director, Emergency Services

**Change Record Detail With Description**  
**Department of Education and Early Development**

Scenario: FY2002 Educ&Early Dev Supplemental (2477)  
 Component: Pupil Transportation (144)  
 BRU: Pupil Transportation (426)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 5(a)(1) Pupil Transportation - New Routes</b>													
	Suppl	541.6	0.0	0.0	0.0	0.0	0.0	0.0	541.6	0.0	0	0	0
1004 Gen Fund	541.6												

In the FY2002 budget process, the department relied on school districts to project their level of reimbursement for the pupil transportation program. During the current school year, it became apparent that school districts did not include the costs of additional bus routes in their projections. Additional routes have been added for FY2002 such as regular routes, special education, and summer school.

The FY2002 Authorized funding level of \$50,564,000 is not sufficient to cover the projected reimbursement for eligible transportation services. Without the additional \$541,600, the department will be required to prorate the school district payments for FY2002.

The table on the following page illustrates the differences between the FY2002 projections used for the budget and the actual entitlements by school district:

Totals	541.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	541.6	0.0	0	0	0
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FY2002 Pupil Transportation Costs

DISTRICT	FY02 AUTHORIZED	FY02 PROJECTION UPDATED 11-01	DIFFERENCE FY02 AUTHORIZED-- FY02 UPDATED
ALASKA GATEWAY	557,676	562,854	5,178
ALEUTIANS EAST	70,648	70,648	0
ALEUTIANS REGION	0	0	0
ANCHORAGE	15,983,832	15,983,832	0
ANNETTE ISLAND	19,674	22,770	3,096
BERING STRAIT	56,697	59,949	3,252
BRISTOL BAY	290,330	305,776	15,446
CHATHAM	12,780	12,244	(536)
CHUGACH	0	0	0
COPPER RIVER	688,500	688,900	400
CORDOVA	65,348	87,129	21,781
CRAIG	103,000	103,000	0
DELTA/GREELY	785,000	830,000	45,000
DENALI	352,543	333,428	(19,115)
DILLINGHAM	417,645	419,763	2,118
FAIRBANKS	8,10,574	8,491,067	180,493
GALENA	51,780	50,538	(1,242)
HAINES	188,700	177,050	(11,650)
HOONAH	43,747	30,481	(13,266)
HYDABURG	0	0	0
IDITAROD	64,140	64,140	0
JUNEAU	1,994,643	1,962,354	(32,289)
KAKE	26,768	26,760	0
KASHUNAMIUT	2,900	4,800	1,900
KENAI PENINSULA	4,634,090	4,594,877	(39,213)
KETCHIKAN	1,266,562	1,238,181	(28,381)
KLAWOCK	28,600	19,603	(8,997)
KODIAK	1,068,426	1,153,427	85,001
KUSPUK	213,272	213,272	0
LAKE & PENINSULA	104,500	93,654	(10,846)
LOWER KUSKOKWIM	539,284	526,000	(13,284)
LOWER YUKON	1,139	2,304	1,166
MAT-SU	9,304,797	9,341,873	37,076
NENANA	111,286	118,267	6,981
NOME	262,737	262,737	0
NORTH SLOPE	535,000	680,400	145,400
NORTHWEST ARCTIC	52,200	52,200	0
PELICAN	0	0	0
PETEKSBERG	139,962	139,503	(459)
PRIBILOF	0	0	0
SIYKA	548,500	549,600	1,100
SKAGWAY	5,191	4,913	(278)
SOUTHEAST ISLAND	253,000	240,505	(12,495)
SOUTHWEST REGION	175,548	260,433	84,885
ST. MARY'S	2,000	1,620	(380)
TANANA	30,489	30,489	0
UNALASKA	198,410	201,200	2,790
VALDEZ	336,690	363,366	26,676
WRANGELL	181,112	181,821	709
YAKUTAT	63,849	64,919	1,070
YUKON FLATS	93,950	93,950	0
YUKON/KOYUKUK	120,237	179,895	59,658
YUPIIT	220	3,000	2,780
CONTRACTS--Approx	206,000	206,000	0
<b>TOTALS (incl. contracts)</b>	<b>50,563,984</b>	<b>51,105,504</b>	<b>541,519</b>
Projections based on information provided by districts			

**Change Record Detail With Description**  
**Department of Education and Early Development**

Scenario: FY2002 Educ&Early Dev Supplemental (2477)  
 Component: Schools for the Handicapped (151)  
 BRU: K-12 Support (53)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
Soc 5(a)(2) Out of State Placement													
	Suppl	165.5	0.0	0.0	0.0	0.0	0.0	0.0	165.5	0.0	0	0	0
1004 Gen Fund	165.5												

The Department of Education & Early Development requests a supplemental of \$166,500 to cover the education costs for Alaska children in the custody of the Department of Health & Social Services (DHSS), Division of Family & Youth Services (DFYS), who are placed in out-of-state residential care in FY2002. The current FY2002 budget for these services is \$500,000 which is approximately 25% below current projections. These children are the responsibility of the state and qualify for public education. The following out-of-state facilities are providing this residential care:

- Christie School                      Cleo Wallace Center
- Intermountain Center (ID/MT)    The Oaks Psychiatric
- San Marcos Psychiatric            Yellow Stone Boys & Girls
- St. Mary's Home for Boys        Copper Hill Youth
- The Pines                              Colorado Boys Ranch
- Cinnamon Hills                      Lake View Neurorehab Center

Heritage  
 DHSS/DFYS utilizes Alaska Medicaid certified psychological treatment facilities for children with extensive psychological needs. Due to the limited number of in-state treatment beds, some children in DFYS custody are sent to out-of-state treatment facilities. These out-of-state treatment facilities provide schooling, and educational costs are built into the daily bed rate. Most of these children are Medicaid-eligible, however, the education portion of residential treatment is not Medicaid reimbursable.

Based on October 22, 2001 data, DFYS has 54 children in out-of-state residential psychological treatment facilities. This count includes 12 children placed in this fiscal year and 42 children in the facilities who were placed in FY2001. DFYS is projecting \$666,500 for the education cost of these children, \$166,500 above the amount currently budgeted in for FY2002. The number of children in out-of-state placement will vary throughout the year. The lack of in-state resources to meet the complex issues with these children has resulted in an increase in out-of-state placements where these special needs could be met. Following is the summary of out-of-state placements since FY98:

- FY98 - 64 children
- FY99 - 70 children
- FY00 - 56 children
- FY01 - 84 children (39 new placements in FY2001 and 45 from the previous year)
- FY02 - 54 children through October 2001 (12 new placements in FY2002 and 42 from the previous year)

**Change Record Detail With Description**  
**Department of Education and Early Development**

Scenario: FY2002 Educ&Early Dev Supplemental (2477)  
 Component: Foundation Program (141)  
 BRU: K-12 Support (53)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 5(b) Student Count Preliminary Actuals</b>													
	Suppl	-1,975.9	0.0	0.0	0.0	0.0	0.0	0.0	-1,975.9	0.0	0	0	0
1004 Gen Fund	-1,975.9												

The department bases the annual budget request for the Foundation Program on projections from school districts. Each October, school districts conduct a student count which is the basis for calculating the actual entitlement for the current school year. The preliminary analysis for the October 2001 student count indicates that there is approximately \$1,975,900 that will not be necessary for the actual entitlements in the formula for the current school year. These general funds will lapse at the end of FY2002.

The department is in the process of reconciling the actual student count information submitted by school districts in both paper and electronic formats. In addition, any federal impact aid payments received by school districts through February 2002, will affect the amount of state aid needed for public school funding. A final FY2002 Foundation Program entitlement amount will be available by mid-April.

The following table illustrates the changes from FY2002 Authorized to the FY2002 preliminary actual entitlement:

Totals	-1,975.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1,975.9	0.0	0	0	0
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SEL 5(b)

Public School Funding Program

	FY2002 Authorized	FY2002 Actual	Difference
Regular ADM	123,627.62	123,358.46	(269.16)
Correspondence ADM	9,676.85	9,612.31	(64.54)
Total ADM	133,304.47	132,970.77	(333.70)
Adjusted ADM	211,439.92	211,312.38	(127.54)
Basic Need	\$849,043.4	\$847,184.4	(\$1,859.0)
Required Local Effort	(156,051.8)	(156,297.3)	(245.5)
Deductible Impact Aid	(50,817.5)	(50,550.3)	267.2
Supplemental Funding Floor	12,359.6	12,223.7	(135.9)
Quality Schools Grant	3,383.0	3,380.3	(2.7)
Military Flow Through and Other	26,096.1	26,096.1	0.0
Total	\$684,012.8	\$682,036.9	(\$1,975.9)
Funding Sources			
1004 General fund	651,409.0	649,433.1	(1,975.9)
1043 P/L 81-874	20,791.0	20,791.0	-
1066 Public School	11,812.8	11,812.8	-
Total	684,012.8	682,036.9	(1,975.9)

AP/AL: Appropriation

Project Type: Deferred Maintenance

Category: Education

Location: Statewide

Contact: Karen J. Rehfeld

Election District: Statewide

Contact Phone: (907)465-8650

Estimated Project Dates: 03/01/2002 - 06/30/2007

**Brief Summary and Statement of Need:**

In 2000, Congress passed P.L. 106-554 which provided grant funding to local education agencies for the urgent renovation and repair needs of school facilities. These funds were allocated according to a needs-based formula to each state and were to be administered by the respective state education agency. Projects are to be selected on a competitive basis considering factors of poverty, facility condition, ability to contribute to the project, and ability to maintain the improvement. Alaska's allocation totaled \$5.4 million, 25% of which is required to be reserved for technology and IDEA related work, leaving \$4.0 million for repair projects.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Fed Rcpts	\$5,400,000						\$5,400,000
<b>Total:</b>	<b>\$5,400,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$5,400,000</b>

- |   |  |   |   |
|---|--|---|---|
| <input type="checkbox"/> State Match Required | <input checked="" type="checkbox"/> One-Time Project | <input type="checkbox"/> Phased Project | <input type="checkbox"/> On-Going Project   |
| 0% = Minimum State Match % Required           |  | <input type="checkbox"/> Amendment      | <input type="checkbox"/> Mental Health Bill |

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 5(c) Federal School Renovation Funds**

**FY2002 Request: \$5,400,000**  
**Reference No: 36814**

The department has been working with the U.S. Department of Education to gain access to these funds and satisfy the competitive selection provisions by proposing to use the existing CIP ranking process established in AS 14.11 from the FY2002 Major Maintenance List. The department received final approval of the funds on January 23, 2002. These funds are to be used for capital projects and the appropriation will require a 5-year lapse date. Scoring criteria applicable to the federal law were selected and additional criteria added to address measurements of poverty in districts. Also, federal program managers required inclusion of those districts that had not participated in the state's FY2002 CIP process. The closing date for receipt of additional project applications is February 15, 2002, at which time a final ranking will be accomplished. Funding will be allocated according to the priority ranking except that if after providing money for a grant, there is not enough money to pay for the next priority project in total, then the project that is next in the order of priority will be considered for the award.

Approximately \$1.4 million will be available on a competitive basis for technology and IDEA related projects. The department will develop an application process and work with school districts to allocate those funds for eligible projects on a competitive basis.

This is a one-time federal appropriation. The department does not anticipate additional funding for this program in subsequent federal fiscal years.

**Change Record Detail With Description**  
**Department of Education and Early Development**

Scenario: FY2002 Educ&Early Dev Supplemental (2477)  
 Component: Quality Schools (2147)  
 BRU: Teaching and Learning Support (56)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP

**Sec 5(d)(1) Assessment Contract Costs**

	Suppl	300.3	0.0	0.0	300.3	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	300.3												

The Department of Education & Early Development has contracted with CTB McGraw-Hill for design, implementation, administration, and scoring of the state's high school graduation qualifying examination (HSGQE) and the benchmark assessments for grades 3, 6, and 8. The contract with CTB McGraw-Hill for FY2001 was \$3,500.3.

The original HSGQE was designed to measure a student's ability to meet high academic standards established by content review teams. Given the state's experience in administering the field tests and the first administration of the HSGQE, it appeared that the exam was weighted toward higher level of skills that should be required of every student in order to obtain a diploma. With the help of the legislature, a new law was passed in 2001 that focuses the HSGQE on essential skills, or minimum competencies, in the areas of reading, writing, and mathematics.

To redesign and refocus the HSGQE to meet the requirements of the new law, and gearing up to do new field-testing in the spring of 2002, the initial contract was proposed at \$4,391.7. In working with the test contractor to reduce the amount of the contract and be able to meet the new requirements and timelines, the department was able to bring the amount for the current year down to \$3,999.2. Even with this reduction, the state's assessment budget is short \$498.9 in the current year.

Without a supplemental appropriation, the department would have to utilize funds in the FY2003 to pay for services provided by the test contractor for the current fiscal year. That would further exacerbate the serious funding shortfall in that the projected costs for the FY2003 contract of \$4,120.0 which will require an additional \$620.0 plus an additional \$180.0 for the book marking (setting proficiency levels) and establishing a policy and procedures committee for the statewide assessment system in FY2003.

The following table illustrates the funding within the Quality Schools component for the Statewide Student Assessment System from implementation beginning in FY98:

Totals	300.3	0.0	0.0	300.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
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**Comprehensive Statewide Student Assessment System Costs**

*Quality Schools Component*

Line Item	FY98	FY99	FY2000	FY2001	FY2002 Auth	FY2002 Revised	FY2002 Supplemental
Personal Services	203.5	235.5	235.5	235.5	317.6	317.6	0.0
Travel	20.0	20.0	20.0	20.0	50.3	50.3	0.0
Contractual	565.7	2,835.7	3,874.0	3,874.0	3,891.6	4,390.5	498.9
Commodities	75.0	75.0	75.0	75.0	75.0	75.0	0.0
Equipment	10.0	10.0	10.0	10.0	10.0	10.0	0.0
<b>Total</b>	<b>874.2</b>	<b>3,176.2</b>	<b>4,214.5</b>	<b>4,214.5</b>	<b>4,344.5</b>	<b>4,843.4</b>	<b>498.9</b>
<b>Funding Sources</b>							
General Funds	874.2	1,284.2	4,214.5	4,214.5	4,344.5	4,843.4	498.9
AHFC Receipts		1,892.0					
<b>Total</b>	<b>874.2</b>	<b>3,176.2</b>	<b>4,214.5</b>	<b>4,214.5</b>	<b>4,344.5</b>	<b>4,843.4</b>	<b>498.9</b>

Notes:	FY2002 Contractual Cost Estimates - Revised
FY98 - fiscal note for HB146 - \$490.0 GF	
FY99 - increment for exit exam \$410.0 GF	Benchmarks/Exit Exam 3,999.2
FY99 - fiscal note for SB36 - \$1,892.0 AHFC Receipts	Developmental Profile 51.0
FY2000 - fund source change AHFC to GF \$1,892.0	Norm Reference Test 148.0
FY2000 - increment \$1,096.0 GF	Report Card 75.0
FY2000 - GF unallocated reduction \$57.7	Technical/Content Review Committee 100.0
FY2002 - fiscal note for SB133 - \$130.0 GF	Waiver/Alternate Assessment/Appeals 17.3
FY2003 - increment \$800.0 GF	<b>Total 4,390.5</b>
<b>FY2002 Positions</b>	<b>FY2002 Supplemental</b>
Assesment Coordinator - R24 96.7	CTB HSGQE 498.9
Education Specialist II - R21 72.4	
Research Analyst III - R18 60.8	
Research Analyst II - R16 44.9	
Education Associate II - R15 42.8	
<b>Total 317.6</b>	<b>Total 498.9</b>

# CORRECTION

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



Rev. 6/98

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

**Comprehensive Statewide Student Assessment System Costs**

*Quality Schools Component*

Line Item	FY98	FY99	FY2000	FY2001	FY2002 Auth	FY2002 Revised	FY2002 Supplemental
Personal Services	203.5	235.5	235.5	235.5	317.6	317.6	0.0
Travel	20.0	20.0	20.0	20.0	50.3	50.3	0.0
Contractual	565.7	2,835.7	3,874.0	3,874.0	3,891.6	4,390.5	498.9
Commodities	75.0	75.0	75.0	75.0	75.0	75.0	0.0
Equipment	10.0	10.0	10.0	10.0	10.0	10.0	0.0
<b>Total</b>	<b>874.2</b>	<b>3,176.2</b>	<b>4,214.5</b>	<b>4,214.5</b>	<b>4,344.5</b>	<b>4,843.4</b>	<b>498.9</b>
<b>Funding Sources</b>							
General Funds	874.2	1,284.2	4,214.5	4,214.5	4,344.5	4,843.4	498.9
AHFC Receipts		1,892.0					
<b>Total</b>	<b>874.2</b>	<b>3,176.2</b>	<b>4,214.5</b>	<b>4,214.5</b>	<b>4,344.5</b>	<b>4,843.4</b>	<b>498.9</b>

<b>Notes:</b>		<b>FY2002 Contractual Cost Estimates - Revised</b>	
FY98 - fiscal note for HB146 - \$490.0 GF		Benchmarks/Exit Exam	3,999.2
FY99 - increment for exit exam \$410.0 GF		Developmental Profile	51.0
FY99 - fiscal note for SB36 - \$1,892.0 AHFC Receipts		Norm Reference Test	148.0
FY2000 - fund source change AHFC to GF \$1,892.0		Report Card	75.0
FY2000 - increment \$1,096.0 GF		Technical/Content Review Committee	100.0
FY2000 - GF unallocated reduction \$57.7		Waiver/Alternate Assessment/Appeals	17.3
FY2002 - fiscal note for SB133 - \$130.0 GF		<b>Total</b>	<b>4,390.5</b>
FY2003 - increment \$800.0 GF			
<b>FY 2002 Positions</b>		<b>FY2002 Supplemental</b>	
Assesment Coordinator - R24	96.7	CTB HSGQE	498.9
Education Specialist II - R21	72.4		
Research Analyst III - R13	60.8		
Research Analyst II - R16	44.9		
Education Associate II - R15	42.8		
<b>Total</b>	<b>317.6</b>	<b>Total</b>	<b>498.9</b>

**Change Record Detail With Description**  
**Department of Education and Early Development**

Scenario: FY2002 Educ&Early Dev Supplemental (2477)  
 Component: Quality Schools (2147)  
 BRU: Teaching and Learning Support (56)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 5(d)(2) Assessment Contract Costs - Reappropriation</b>													
	ReAprop	198.6	0.0	0.0	198.6	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	198.6												

The Department of Education & Early Development has contracted with CTB McGraw-Hill for design, implementation, administration, and scoring of the state's high school graduation qualifying examination (HSGQE) and the benchmark assessments for grades 3, 6, and 8. The contract with CTB McGraw-Hill for FY2001 was \$3,500.3.

The original HSGQE was designed to measure a student's ability to meet high academic standards established by content review teams. Given the state's experience in administering the field tests and the first administration of the HSGQE, it appeared that the exam was weighted toward higher level of skills that should be required of every student in order to obtain a diploma. With the help of the legislature, a new law was passed in 2001 that focuses the HSGQE on essential skills, or minimum competencies, in the areas of reading, writing, and mathematics.

To redesign and refocus the HSGQE to meet the requirements of the new law, and gearing up to do new field-testing in the spring of 2002, the initial contract was proposed at \$4,391.7. In working with the test contractor to reduce the amount of the contract and be able to meet the new requirements and timelines, the department was able to bring the amount for the current year down to \$3,999.2. Even with this reduction, the state's assessment budget is short \$498.9 in the current year.

Without a supplemental appropriation, the department would have to utilize funds in the FY2003 to pay for services provided by the test contractor for the current fiscal year. That would further exacerbate the serious funding shortfall in that the projected costs for the FY2003 contract of \$4,120.0 which will require an additional \$620.0 plus an additional \$180.0 for the book marking (setting proficiency levels) and establishing a policy and procedures committee for the statewide assessment system in FY2003.

The following table illustrates the funding within the Quality Schools component for the Statewide Student Assessment System from implementation beginning in FY98:

Totals	198.6	0.0	0.0	198.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
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**Change Record Detail With Description**

**Department of Law**

Scenario: LAW FY2002 Supplemental - Governor's (2483)

Component: Governmental Affairs Section (2207)

BRU: Civil Division (35)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 5 (d)(2) Bank of America</b>													
	ReAprop	-198.6	0.0	0.0	-198.6	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	-198.6												
Repeal for reappropriation funds available from Sec 41 Ch 61 SLA 01 P 93 L 28 SB 29 Bank of America (\$198.6).													
<b>Totals</b>		<b>-198.6</b>	<b>0.0</b>	<b>0.0</b>	<b>-198.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Environmental Conservation**

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Commercial Passenger Vessel Environmental Compliance Program (2592)

BRU: Air and Water Quality (206)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP
<b>Sec 6 Comm Pass Vessel Env Comp Fund - Amend Fund Source for SLA 2001 Ch 61 Sec 89</b>													
	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1108 Stat Desig	-1,000.0												
1166 Vessel Co	1,000.0												
Amend the fund source for SLA2001 Ch 61 Sec 89 for passage of FSSLA 2001 Ch 1 which established the Commercial Passenger Vessel Environmental Compliance Program and Fund for program activities and receipt of fees.													
<b>Totals</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**

**Department of Natural Resources**

Scenario: FY2002 Supplemental - Governor's (2454)  
 Component: Fire Suppression (437)  
 BRU: Statewide Fire Suppression Program (140)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	PPT	NP

**Sec 7 Fire Suppression Activities to Date and Fixed Costs for Remainder of FY02**

	Suppl	7,235.0	1,522.5	140.2	4,648.5	528.5	395.3	0.0	0.0	0.0	0	0	0
1004 Gen Fund	7,235.0												

Review of the Fire Suppression component expenditures through six months of FY02 indicates that supplemental authorization of \$7,235.0 general fund is needed in addition to the original FY02 authorization to fund expenditures and encumbrances to date, as well as fixed costs for the remainder of FY02. This supplemental request does not cover actual fire fighting expenditures that may occur between now and June 30, 2002. Additional funding will be requested during FY02 through the Declaration of Disaster Emergency process.

**General Funds**

FY02 Expenditures through 1/81/02 - \$5,970.7  
 FY02 Fixed Cost Expenditures Remaining - \$4,460.2 (excluding actual Spring fire fighting expenditures)  
 Total General Fund Expenditures - \$10,430.9  
 Initial FY02 Fire Suppression General Fund Appropriation - \$3,195.9  
 FY02 Fire Suppression Supplemental General Fund Need - \$7,235.0

The Initial FY02 general fund appropriation for the Fire Suppression component was \$3,195.9 (Chapter 60, SLA 2001, Sec. 1, Pg. 29, Ln. 13-15). On July 13, 2001, the Governor signed a Declaration of a Disaster Emergency because insufficient money was regularly appropriated for fire suppression and disaster relief funds were insufficient. He authorized that sufficient funds be made available to the Department of Natural Resources to continue fire suppression operations and activities for FY2002. Funding has been increased by \$7,235.0 general fund to finance fire suppression costs with the understanding that DNR would submit a supplemental appropriation request to the legislature for FY02.

<b>Totals</b>		<b>7,235.0</b>	<b>1,522.5</b>	<b>140.2</b>	<b>4,648.5</b>	<b>528.5</b>	<b>395.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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Sec 8(a)(1) Dock replacement in King Salmon - Shortfall of FY2002 Request: \$0  
 FY 01 Funds Reference No: 36816

AP/AL: Appropriation Project Type: Deferred Maintenance  
 Category: Natural Resources  
 Location: King Salmon Contact: Kevin Brooks  
 Election District: Aleutians Contact Phone: (907)465-5999  
 Estimated Project Dates: 07/01/2000 - 06/30/2005

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

Funding:	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-28,200						\$-28,200
Stat Desig	\$28,200						\$28,200
<b>Total:</b>	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input checked="" type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

Sec 8(a)(1) Dock replacement in King Salmon - Shortfall of FY2002 Request: \$0  
FY 01 Funds Reference No: 36816

Total project cost for the King salmon dock is \$425.0. The original FY01 appropriation for phase I of this project totalled \$250.0. Subsequent funding (\$125.0) was appropriated in FY02 for phase II, and phase III is included in the department's FY03 request (\$50.0). The revenue shortfall from the phase I appropriation is \$28.2. The department requests authority to use statutory designated program receipts to replace the shortfall of CFEC fee receipts.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

All design and engineering work on the project has been completed, and construction will resume in the spring as soon as weather allows. The complete project description from the original budget request is restated below.

Water facilities at King Salmon support the Departments of Fish and Game and Public Safety in the regulation of the Bristol Bay Sockeye Fishery. This is the largest sockeye fishery in the world and produces an average annual ex-vessel value of more than \$160 million. The department's King Salmon complex, including waterfront facilities, was constructed in 1970. A survey performed in September, 1998 by the engineering firm of Peratrovich, Nottingham, & Drage, Inc. detailed the following required repairs.

Virtually all of the timber retaining wall support piles are in poor condition. The top portions of many support piles are rotten to the extent that the supporting deadman anchor rods have pulled through the pile. The retaining wall support is strictly cantilever action of the piles. Potential exists for portions of the retaining wall to fail if over loaded. Eventually the wall will collapse when it can no longer support the soil behind it. Portions of the wall are leaning outward and have shifted enough that soil is spilling through gaps created between the wall planks.

The existing boat ramp is not long enough to allow boats to be launched at low tides. The last seven concrete ramp panels are cracked and broken in several places and are in need of repair/replacement. One of the steel anchor piles has been pushed over by ice floe. Because the pile is no longer vertical, the float connection to the pile has a structurally inadequate modification to prevent the float from binding as it moves with the tide. Access ramps to the floats are structurally adequate, but are not functional for typical use.

This project will remove the retaining walls and slope the existing grade to the river's edge as has been done at the adjacent Fish & Wildlife complex. The existing float, anchor piles, and access ramp would be removed and new anchor piles, protected within a new seawall of limited area, will support a new ramp and gangway. The existing float will be rehabilitated and reused. Broken planks in the launch ramp will be replaced and the ramp will be extended 10 to 12 feet.

Sec 8(a)(1)

## MEMORANDUM

STATE OF ALASKA  
Department of Revenue

TO: Annalee McConnell, Director  
Office of Management & Budget

DATE: February 11, 2002

FROM: Deven Mitchell  
Debt Manager  
Department of Revenue

TELEPHONE: 465-3750

SUBJECT: Use of Northern Tobacco Securitization Corporation Bond Proceeds:

On October 26, 2000 the Northern Tobacco Securitization Corporation sold a par amount of \$116,050,000 in bonds. After paying costs of issuance, funding operations, funding a reserve account, funding a capitalized interest account, and accounting for an original issue discount \$93,000,000 was deposited into the proceeds fund to pay for capital projects. As the proceeds are being drawn down as construction is completed, there is currently an additional \$2.8 million in investment earnings available for allowed uses.

Investment earnings on project funds are considered bond proceeds under the tax code. Accordingly, this money has the same restrictions on use as allowed for the bond proceeds by the bond indenture.

The Northern Tobacco Securitization Corporation Series 2000 bonds' proceeds, and interest earnings, can only be used for State capital projects or debt service on the Series 2000 bonds. Since the use of the interest earnings is restricted, the applicable fund source for appropriating the interest earnings would be statutory designated program receipts.

Sec 8(a)(2) Statewide Facilities Deferred Maintenance -  
 Shortfall of FY 01 Funds

FY2002 Request: \$0  
 Reference No: 36819

AP/AL: Appropriation  
 Category: Health/Safety  
 Location: Statewide  
 Election District: Statewide  
 Estimated Project Dates: 07/01/2000 - 06/30/2005

Project Type: Deferred Maintenance  
 Contact: Kevin Brooks  
 Contact Phone: (907)465-5999

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-78,800						\$-78,800
Stat Desig	\$78,800						\$78,800
<b>Total:</b>	\$0	\$0	\$0	\$0	\$0	\$0	\$0

- State Match Required   
  One-Time Project   
  Phased Project   
  On-Going Project  
 0% = Minimum State Match % Required   
  Amendment   
  Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 8(a)(2) Statewide Facilities Deferred Maintenance -  
Shortfall of FY 01 Funds**

**FY2002 Request: \$0  
Reference No: 36819**

The department has a deferred maintenance backlog of \$4 million. Annual funding requests have historically been funded at only a fraction of the identified need. The original request for this project was \$300.0, with a current shortfall of \$78.8. The department requests authority to use statutory designated program receipts to replace the shortfall of CFEC fee receipts.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

This funding is needed to complete projects scheduled for the spring 2002, and prevent the backlog from growing larger.

The Department of Fish and Game has employees in over 40 locations around the state and operates facilities in many of these locations. These facilities include offices, bunkhouses, warehouses, workshops, cabins, laboratories, airplane hangars, and other structures that are vital to the mission of the department. Most routine, ongoing maintenance is funded through annual operating appropriations. Larger repair, renovation, and replacement projects have been requested in the capital budget, but have been funded at only a fraction of the identified amount in recent years. Deferred maintenance on facilities is a critical issue for the department with many of the requested projects involving life, health and safety issues.

In identifying and prioritizing projects, the department first considers life, health and safety implications. It is critical that we provide a safe and efficient environment to our employees and the public as we carry out our statutory responsibilities of managing the state's fish and wildlife resources. Projects are also developed so that facilities will comply with the Americans With Disabilities Act (ADA); meet building, mechanical, electrical, and life safety codes; and comply with Department of Labor standards for employee housing. Finally, the department actively pursues projects that will reduce operating costs through energy efficiency measures, and insure the structural integrity of a facility will remain sound for a minimum of 20-30 years.

# MEMORANDUM

*Sec 8(a)(2)*  
STATE OF ALASKA  
Department of Revenue

TO: Annalee McConnell, Director  
Office of Management & Budget

DATE: February 11, 2002

FROM: Deven Mitchell  
Debt Manager  
Department of Revenue

TELEPHONE: 465-3750

SUBJECT: Use of Northern Tobacco Securitization Corporation Bond Proceeds:

On October 26, 2000 the Northern Tobacco Securitization Corporation sold a par amount of \$116,050,000 in bonds. After paying costs of issuance, funding operations, funding a reserve account, funding a capitalized interest account, and accounting for an original issue discount \$93,000,000 was deposited into the proceeds fund to pay for capital projects. As the proceeds are being drawn down as construction is completed, there is currently an additional \$2.8 million in investment earnings available for allowed uses.

Investment earnings on project funds are considered bond proceeds under the tax code. Accordingly, this money has the same restrictions on use as allowed for the bond proceeds by the bond indenture.

The Northern Tobacco Securitization Corporation Series 2000 bonds' proceeds, and interest earnings, can only be used for State capital projects or debt service on the Series 2000 bonds. Since the use of the interest earnings is restricted, the applicable fund source for appropriating the interest earnings would be statutory designated program receipts.

Sec 8(a)(3) Upper Cook inlet and Kuskokwim River Coho - FY2002 Request: \$0  
 Shortfall of FY01 Funds Reference No: 36817

AP/AL: Appropriation Project Type: Equipment  
 Category: Natural Resources  
 Location: Statewide Contact: Kevin Brooks  
 Election District: Statewide Contact Phone: (907)465-5999  
 Estimated Project Dates: 07/01/2000 - 06/30/2005

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

Funding:	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-145,000						\$-145,000
Stat Desig	\$145,000						\$145,000
<b>Total:</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input checked="" type="checkbox"/> Phased Project	<input type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bil

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 8(a)(3) Upper Cook inlet and Kuskokwim River Coho -  
Shortfall of FY01 Funds**

**FY2002 Request:  
Reference No:**

**\$0  
36817**

This funding will complete a 3-year data collection project. The original appropriation totalled \$500.0 and approximately \$355.0 has been expended to date, with a remaining revenue shortfall of \$145.0. The department requests authority to use statutory designated program receipts to replace the shortfall of CFEC fee receipts.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

Two seasons of data have been collected with the third and final year scheduled for the 2002 season. Work will resume this spring as soon as weather allows. A brief project description from the original capital request is restated below.

The Upper Cook Inlet and Kuskowkim management areas have historically produced substantial runs of coho salmon that support important commercial, recreational, personal use, and subsistence fisheries. Coho salmon spawn in a wide variety of freshwater systems throughout these management areas. Unfortunately, relatively little information is available on coho salmon spawning escapement levels, smolt production, and marine survival for most of these systems. Escapement goals have only been established for a limited number of systems where weirs have been operated or surveys conducted over a period of several years. Most of these escapement goals are based on average counts that seem to sustain harvests rather than on an understanding of the productive capacity of these systems. These proposed projects will improve our knowledge of overall return and escapement by increasing the number of systems for which estimates of coho spawning escapement are available.

# MEMORANDUM

Sec 8(a)(3)  
STATE OF ALASKA  
Department of Revenue

TO: Annalee McConnell, Director  
Office of Management & Budget

DATE: February 11, 2002

FROM: Deven Mitchell  
Debt Manager  
Department of Revenue

TELEPHONE: 465-3750

SUBJECT: Use of Northern Tobacco Securitization Corporation Bond Proceeds:

On October 26, 2000 the Northern Tobacco Securitization Corporation sold a par amount of \$116,050,000 in bonds. After paying costs of issuance, funding operations, funding a reserve account, funding a capitalized interest account, and accounting for an original issue discount \$93,000,000 was deposited into the proceeds fund to pay for capital projects. As the proceeds are being drawn down as construction is completed, there is currently an additional \$2.8 million in investment earnings available for allowed uses.

Investment earnings on project funds are considered bond proceeds under the tax code. Accordingly, this money has the same restrictions on use as allowed for the bond proceeds by the bond indenture.

The Northern Tobacco Securitization Corporation Series 2000 bonds' proceeds, and interest earnings, can only be used for State capital projects or debt service on the Series 2000 bonds. Since the use of the interest earnings is restricted, the applicable fund source for appropriating the interest earnings would be statutory designated program receipts.

Sec 8(a)(4) Copper River (Miles Lake) Sonar - Shortfall of  
 FY 01 Funds

FY2002 Request:  
 Reference No:

\$0  
 36818

AP/AL: Appropriation  
 Category: Natural Resources  
 Location: Deltana  
 Election District: Delta, Prince William Sound  
 Estimated Project Dates: 07/01/2000 - 06/30/2005

Project Type: Equipment  
 Contact: Kevin Brooks  
 Contact Phone: (907)465-5999

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-63,000						\$-63,000
Stat Desig	\$63,000						\$63,000
<b>Total:</b>	\$0	\$0	\$0	\$0	\$0	\$0	\$0

State Match Required   
  One-Time Project   
  Phased Project   
  On-Going Project  
 0% = Minimum State Match % Required   
  Amendment   
  Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 8(a)(4) Copper River (Miles Lake) Sonar - Shortfall of  
FY 01 Funds**

**FY2002 Request:  
Reference No:**

**\$0  
36818**

The original appropriation for this project totalled \$250.0 with a current shortfall in revenue of \$63.0. The department requests authority to use statutory designated program receipts to replace the shortfall of CFEC fee receipts.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

A majority of the in-river work on this project was completed prior to winter freeze-up last fall. Final construction work, as well as sonar purchase and deployment are scheduled for the spring 2002. The original project description is restated below.

The Copper River supports substantial runs of salmon, which are vital to the subsistence, sport, personal use, and commercial fisheries of the region. The ex-vessel value of the Copper River's commercial salmon fishery has ranged from \$10 million to \$25 million in recent years. The personal use fishery at Chitina has attracted as many as 10,000 Alaskans per year and the subsistence fishery has seen a steady increase in participation with over 1,000 Alaskans relying on Copper River salmon to meet their annual subsistence needs. The sonar enumeration project located on the main Copper River at Miles Lake is critical to maintaining healthy salmon populations to sustain these fisheries. The counts of salmon past these counters are used to manage the commercial, personal use, and subsistence fisheries throughout the Copper River drainage, and insure that wild spawning objectives are met to maintain healthy, diverse and productive salmon stocks. Integrity of this project is threatened each year by the outdated equipment and deterioration of the operating site.

This CIP project has two components. The first component would re-engineer and construct a new permanent river bottom profile upon which the sonar counting equipment operates. The second component would replace the Bendix Corporation hydroacoustic equipment (single beam, side scanning sonar), with modern split beam side scanning sonar (SSS) equipment.

Sec 8(a)(4)

**MEMORANDUM**

**STATE OF ALASKA**  
Department of Revenue

**TO:** Annalee McConnell, Director  
Office of Management & Budget

**DATE:** February 11, 2002

**FROM:** Deven Mitchell  
Debt Manager  
Department of Revenue

**TELEPHONE:** 465-3750

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Investment earnings on project funds are considered bond proceeds under the tax code. Accordingly, this money has the same restrictions on use as allowed for the bond proceeds by the bond indenture.

The Northern Tobacco Securitization Corporation Series 2000 bonds' proceeds, and interest earnings, can only be used for State capital projects or debt service on the Series 2000 bonds. Since the use of the interest earnings is restricted, the applicable fund source for appropriating the interest earnings would be statutory designated program receipts.

# CORRECTION

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



Rev. 6/98

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

Sec 8(a)(4)

**MEMORANDUM**

**STATE OF ALASKA**  
Department of Revenue

**TO:** Annalee McConnell, Director  
Office of Management & Budget

**DATE:** February 11, 2002

**FROM:** Deven Mitchell  
Debt Manager  
Department of Revenue

**TELEPHONE:** 465-3750

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Sec 8(a)(5) Mariculture Development Program - Shortfall in FY2002 Request:  
 FY 01 Funding Reference No:

\$0  
 36821

AP/AL: Appropriation

Project Type: Planning

Category: Development

Location: Statewide

Contact: Kevin Brooks

Election District: Statewide

Contact Phone: (907)465-5999

Estimated Project Dates: 07/01/2000 - 06/30/2005

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-88,500						\$-88,500
Stat Desig	\$88,500						\$88,500
<b>Total:</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

State Match Required   
  One-Time Project   
  Phased Project   
  On-Going Project  
 0% = Minimum State Match % Required   
  Amendment   
  Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 8(a)(5) Mariculture Development Program - Shortfall in FY 01 Funding**

**FY2002 Request: \$0**  
**Reference No: 36821**

The original appropriation for this project was \$100.0. This project has had only limited activity with expenditures of \$11.5. Without additional funds to cover the revenue shortfall of \$88.5, there will be no further activity. The department requests authority to use statutory designated program receipts to replace the shortfall of CFEC fee receipts.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

This request will allow the department to conduct a comprehensive planning effort in cooperation with the mariculture industry, local communities, and the broader public to determine where mariculture operations are best conducted. Currently, all areas and all species are potentially open for application. This planning effort will result in policy and regulatory direction for the emerging mariculture industry to assure their long term success while assuring that the wild stocks in these areas are protected and conflicts with other resource and land uses are minimized.

Sec 8(a)(5)

**MEMORANDUM**

**STATE OF ALASKA**  
Department of Revenue

**TO:** Annalee McConnell, Director  
Office of Management & Budget

**DATE:** February 11, 2002

**FROM:** Deven Mitchell  
Debt Manager  
Department of Revenue

**TELEPHONE:** 465-3750

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On October 26, 2000 the Northern Tobacco Securitization Corporation sold a par amount of \$116,050,000 in bonds. After paying costs of issuance, funding operations, funding a reserve account, funding a capitalized interest account, and accounting for an original issue discount \$93,000,000 was deposited into the proceeds fund to pay for capital projects. As the proceeds are being drawn down as construction is completed, there is currently an additional \$2.8 million in investment earnings available for allowed uses.

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Sec 8(a)(6) Vessel and Aircraft Repair and Maintenance -  
 Shortfall of FY 01 Funding

FY2002 Request: \$0  
 Reference No: 36820

AP/AL: Appropriation  
 Category: Health/Safety  
 Location: Statewide  
 Election District: Statewide  
 Estimated Project Dates: 07/01/2000 - 06/30/2005

Project Type: Deferred Maintenance  
 Contact: Kevin Brooks  
 Contact Phone: (907)465-5999

**Brief Summary and Statement of Need:**

Until recently, Commercial Fisheries Entry Commission (CFEC) fees not used to fund the operations of the Commission were deposited in the general fund. Beginning in FY 01, fees were classified under the receipt supported services designation, and \$1.6 million in excess revenues were directly appropriated to CIP projects. Revenues in FY 01 fell from the previous three year average of \$4.9 million to \$4.3 million. The decline in revenues has not improved. In order to complete this previously approved project, the department requests statutory designated program receipts to replace the lack of CFEC fee receipts.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Rcpt Svcs	\$-200,000						\$-200,000
Stat Desig	\$200,000						\$200,000
<b>Total:</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input checked="" type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

**Sec 8(a)(6) Vessel and Aircraft Repair and Maintenance -  
Shortfall of FY 01 Funding**

**FY2002 Request:**

**\$0**

**Reference No:**

**36820**

The department has received annual appropriations to address deferred maintenance on its six large research vessels and four aircraft. This funding represents only a fraction of the identified backlog. The entire \$200.0 appropriation lacks the required revenue to initiate any repair projects. With the replacement of two of the research vessels anticipated, it is critical that this funding be replaced. The department requests authority to use statutory designated program receipts to supplant the CFEC fee receipts which did not materialize.

Per the attached February 11, 2002 memo from Deven Mitchell, Debt Manager, Department of Revenue, the source of the statutory designated program receipts is interest earnings on Northern Tobacco Securitization Corporation bonds.

The original capital project description is restated below.

Major maintenance work will be performed on the Commercial Fisheries division's large vessels (R/V Sundance, R/V Medeia, R/V Montague, R/V Pandalus, R/V Resolution and R/V K-HI-C) and aircraft. These vessels and aircraft support fishery monitoring efforts and are extensively involved in salmon, herring, groundfish, and shellfish stock assessment programs contained in the department's budget. The vessels and aircraft are used by other divisions in the department, and the Department of Public Safety to carry out their operational responsibilities as well.

Annual maintenance of the vessels and aircraft is necessary to maintain their longevity and protect the state's investment. Some examples of work are: replace genseit; sandblast and paint; general yard work and inspection; engine overhauls; replacing fishing gear and aircraft manuals.

The fishery monitoring and stock assessment programs carried out by these vessels and aircraft are critical to the division's ability to meet its constitutional mandate to manage the state's fishery resources for sustained yield.

The projects funded by this request will ensure that the vessels and aircraft can continue to carry out their missions, as well as ensure the health and safety of the skippers, and crew.

Sec 8(a)(6)

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**STATE OF ALASKA**  
Department of Revenue

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**FROM:** Deven Mitchell  
Debt Manager  
Department of Revenue

**TELEPHONE:** 465-3750

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**MEMORANDUM**

*Sec 9(a)*  
**STATE OF ALASKA**  
Office of the Governor  
Division of Elections  
Directors Office

**TO:** Mike Nizich  
Director  
Office of the Governor, Admin Services

**DATE:** 02/11/02

**FROM:** Janet Kowalski  
Director

*JK*

**TELEPHONE:** 907-465-4611  
**FAX:** 907-465-3203

**E-MAIL:**

**SUBJECT:** Extension of Reapportionment Appropriation

I have reviewed our appropriation for reapportionment activities and our expenditures to date. Since litigation has impacted our timeline for completing necessary changes to our Voter Registration and Election Management System, I request that the lapse date of our appropriation be extended into the new fiscal year.

On February 1, 2002, the Alaska Superior Court ordered the Alaska Redistricting Board to make changes in the final plan. Appeals and petitions are pending before the Supreme Court and the court is expected to make a final decision on the appeals no later than April 1, 2002.

It is anticipated that the division will receive new data from the Board no later than June 1, 2002 and the division expects to be able to complete the work associated with redistricting by September 1, 2002. Please note that if there are further appeals these dates may change.

If you have any questions, please let me know.

**Change Record Detail With Description**

Office of the Governor

Scenario: FY2002 Supplemental - Governor's (2454)

Component: Executive Contingency Appropriation (2550)

BRU: Executive Operations (2)

Change Record Title	Trans Type	Totals	Personal Services	Travel	Contractual	Supplies	Equipment	Land/ Buildings	Grants Claims	Misc.	Positions		
											PFT	P?T	NP
<b>Sec 9(b) Correct Drafting Error to Include FY2001</b>													
	ReAprop	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
This section corrects a drafting error by adding fiscal year 2001 which was inadvertently not referenced in sec. 36(c), ch. 61, SLA 2001.													
<b>Totals</b>		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**Sec 9(c) and (d) Coastal Impact Assistance Program  
Supplemental Request**

**FY2002 Request: \$3,335,700  
Reference No: 36806**

**AP/AL: Appropriation  
Category: Natural Resources  
Location: Statewide  
Election District: Statewide  
Estimated Project Dates: 04/01/2002 - 12/31/2004**

**Project Type: Planning  
Contact: Pat Galvin  
Contact Phone: (907)465-3562**

**Brief Summary and Statement of Need:**

This request is for the additional authorization needed to complete receipt of the federal Coastal Impact Assistance Program (CIAP) funds. The Division of Governmental Coordination received authorization from LB&A for the initial \$4,600,000 federal funding in 09/2001. The FY2002 Supplemental bill contains a provision to convert that initial operating budget item to a capital project. Receipt of this supplemental funding will bring the total CIAP authorization to \$7,935,700.

**Funding:**

	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	Total
Fed Rcpts	\$3,335,700						\$3,335,700
<b>Total:</b>	<b>\$3,335,700</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,335,700</b>

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased Project	<input checked="" type="checkbox"/> On-Going Project
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Total Operating Impact:	0	0
One-Time Startup Costs:	0	
Additional Estimated Annual O&M:	0	0

**Prior Funding History / Additional Information:**

Under the CIAP, the State will receive a one-time allocation of \$7,935,700. As required by CIAP legislation, the State of Alaska submitted a plan for use of the funds to NOAA in July 2001. NOAA approved the State's plan for use of the funds on Dec 19, 2001, making the funds available for disbursement. Use of the CIAP funds must be consistent with the authorized uses in the federal legislation.

# STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

DIVISION OF ADMINISTRATIVE SERVICES

Section 10

TONY KNOWLES, GOVERNOR

P.O. Box 110650

Juneau, AK 99811-0650


Phone: (907) 465-3082

Fax: (907) 465-2499

## MEMORANDUM

DATE: February 8, 2002

TO: Annalee McConnell  
Director  
Office of Management and Budget

FROM: Janet Clarke   
Director  
Division of Administrative Services

SUBJECT: FY 2002 Regular Supplemental Requests

The Department of Health and Social Services requests the following FY 2002 supplemental appropriations for the regular supplemental bill:

BRU / Component	Description	GF	MHTAAR	Other	Total
10(b)(1) Public Assistance/Adult Public Assistance	Formula Program Growth	541.0			541.0
10(a)(5) Public Assistance/General Relief Assistance	Formula Program Growth	190.7			190.7
10(a)(4) DFYS/Purchased Services/Special Needs	Foster Care Special Needs program growth	304.6			304.6
10(a)(3) SHS/BVS	Rcpt Svcs Auth to make GF Available for Radio Chargeback Costs Transfer to EMS			75.0	75.0
10(b) SHS/Comm Health/EMS	Fund Change Tobacco Educ/Cess	(487.9)		487.9	-
10(a)(2) MHTB/ABADA	Co-location of offices		40.9		40.9
<u>Total Supplemental Request</u>		<u>548.4</u>	<u>40.9</u>	<u>562.9</u>	<u>1,152.2</u>

Supporting documentation is attached for your review.

Please contact me at 465-1630 should you have questions or require additional information.

Attachments

cc: Jay Livey, Commissioner  
Elmer Lindstrom, Deputy Commissioner  
Russ Webb, Deputy Commissioner  
Laura Baker, Budget Chief  
Orlando Moskito, Finance Officer  
Bob Labbe/Nancy Burns, DMA  
Theresa Tanoury/Tom Cherian, DFYS  
Jim Nordlund/Randy Moore, DPA  
Karen Pearson/Betty Abel, DPH  
Budget Analysts