

ALASKA LEGISLATURE

HOUSE and SENATE FINANCE COMMITTEE FILES, 2005-2006 2994

|   |                       |           |
|---|-----------------------|-----------|
| 1 | FUND SOURCE           | AMOUNT    |
| 2 | General fund          | \$900,000 |
| 3 | Alaska Permanent Fund | 300,000   |
| 4 | Corporation receipts  |           |

5 (b) The sum of \$9,000,000 is appropriated to the Legislative Budget and Audit  
 6 Committee for contracts with the Department of Law, oil, gas and mining, for work related to  
 7 the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas  
 8 projects, for the fiscal years ending June 30, 2005, and June 30, 2006, from the following  
 9 sources in the amounts stated:

|    |                       |             |
|----|-----------------------|-------------|
| 10 | FUND SOURCE           | AMOUNT      |
| 11 | General fund          | \$6,750,000 |
| 12 | Alaska Permanent Fund | 2,250,000   |
| 13 | Corporation receipts  |             |

14 (c) The sum of \$4,500,000 is appropriated to the Legislative Budget and Audit  
 15 Committee for contracts with the Department of Natural Resources for work related to the  
 16 state gas pipeline and to bringing North Slope natural gas to market, for the following  
 17 purposes from the following sources in the amounts stated:

|    |  |             |
|----|--|-------------|
| 18 | PURPOSE  | ALLOCATION  |
| 19 | (1) Risk analysis and royalty issues           | \$2,500,000 |
| 20 | (2) Gas pipeline corridor geologic hazards and | 2,000,000   |
| 21 | resource evaluation                            |             |

|    |                       |             |
|----|-----------------------|-------------|
| 22 | FUND SOURCE           | AMOUNT      |
| 23 | General fund          | \$3,375,000 |
| 24 | Alaska Permanent Fund | 1,125,000   |
| 25 | Corporation receipts  |             |

26 (d) The sum of \$6,100,000 is appropriated to the Department of Natural Resources for  
 27 work related to the state gas pipeline and to bringing North Slope natural gas to market, for  
 28 the fiscal years ending June 30, 2005, and June 30, 2006, for the following purposes from the  
 29 following sources in the amounts stated:

|    |   |             |
|----|---|-------------|
| 30 | PURPOSE                                     | ALLOCATION  |
| 31 | (1) Bullen Pt. Road right-of-way permitting | \$3,200,000 |

1 (2) Division of oil and gas increased workload 2,700,000

2 (3) Commissioner's office increased workload 200,000

3 FUND SOURCE AMOUNT

4 General fund \$4,575,000

5 Alaska Permanent Fund 1,525,000

6 Corporation receipts

7 (e) The sum of \$5,300,000 is appropriated to the Legislative Budget and Audit

8 Committee for contracts with the Department of Revenue, commissioner's office, for work

9 related to the state gas pipeline and to bringing North Slope natural gas to market, from the

10 following sources in the amounts stated:

11 FUND SOURCE AMOUNT

12 General fund \$3,975,000

13 Alaska Permanent Fund 1,325,000

14 Corporation receipts

15 (f) The sum of \$2,170,000 is appropriated to the Legislative Budget and Audit

16 Committee for contracts with the Department of Revenue, Alaska Natural Gas Development

17 Authority, for work related to the state gas pipeline and to bringing North Slope natural gas to

18 market, from the following sources in the amounts stated:

19 FUND SOURCE AMOUNT

20 General fund \$1,627,500

21 Alaska Permanent Fund 542,500

22 Corporation receipts

23 \* Sec. 8. OFFICE OF THE GOVERNOR. The sum of \$500,000 is appropriated to the

24 Office of the Governor for direct support of national efforts to open the coastal plain of the

25 Arctic National Wildlife Refuge for oil and gas exploration and development, including a

26 grant under AS 37.05.316 to Arctic Power. for the fiscal years ending June 30, 2005, and

27 June 30, 2006, from the following sources in the amounts stated:

28 FUND SOURCE AMOUNT

29 General fund \$375,000

30 Alaska Permanent Fund 125,000

31 Corporation receipts

1 \* Sec. 9. DEPARTMENT OF HEALTH AND SOCIAL SERVICES. (a) Section 3, ch.  
2 158, SLA 2004, page 46, lines 19 - 31, is amended to read:

3 **Department of Health and Social Services**

|    |   |                                  |
|----|---|----------------------------------|
| 4  | Federal Receipts                              | <u>934,045,800</u> [935,245,800] |
| 5  | General Fund Match                            | 265,433,200                      |
| 6  | General Fund Receipts                         | 174,122,000                      |
| 7  | Inter-Agency Receipts                         | 67,713,900                       |
| 8  | Alcoholism and Drug Abuse Revolving Loan Fund | 2,000                            |
| 9  | Permanent Fund Dividend Fund                  | 15,949,900                       |
| 10 | Capital Improvement Project Receipts          | 1,873,700                        |
| 11 | Children's Trust Fund Earnings                | 395,900                          |
| 12 | Statutory Designated Program Receipts         | 65,228,300                       |
| 13 | Receipt Supported Services                    | <u>19,363,900</u> [18,163,900]   |
| 14 | Tobacco Use Education and Cessation Fund      | 4,669,500                        |
| 15 | *** Total Agency Funding ***                  | \$1,548,798,100                  |

16 (b) The sum of \$6,171,400 is appropriated to the Department of Health and Social  
17 Services, behavioral health Medicaid services, for increased operating costs for the fiscal year  
18 ending June 30, 2005, from the following sources in the amounts stated:

|    |                    |             |
|----|--------------------|-------------|
| 19 | Federal receipts   | \$3,517,700 |
| 20 | General fund match | 2,653,700   |

21 (c) The sum of \$30,709,700 is appropriated to the Department of Health and Social  
22 Services, Medicaid services, for increased operating costs for the fiscal year ending June 30,  
23 2005, from the following sources in the amounts stated:

|    |                    |              |
|----|--------------------|--------------|
| 24 | Federal receipts   | \$16,888,300 |
| 25 | General fund match | 13,821,400   |

26 (d) The sum of \$53,108,800 is appropriated to the Department of Health and Social  
27 Services, senior and disabilities Medicaid services, for increased operating costs for the fiscal  
28 year ending June 30, 2005, from the following sources in the amounts stated:

|    |                    |              |
|----|--------------------|--------------|
| 29 | Federal receipts   | \$30,536,600 |
| 30 | General fund match | 22,572,200   |

31 \* Sec. 10. DEPARTMENT OF LAW. (a) The sum of \$50,000 is appropriated from the

1 general fund to the Department of Law, criminal appeals/special litigation, for increased  
 2 outside counsel and expert witness costs for the fiscal years ending June 30, 2005, and  
 3 June 30, 2006.

4 (b) The sum of \$21,400 is appropriated from statutory designated program receipts to  
 5 the Department of Law, criminal division, First Judicial District, for increased operating costs  
 6 for the fiscal year ending June 30, 2005.

7 \* **Sec. 11. DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS.** The sum of  
 8 \$297,300 is appropriated from the general fund to the Department of Military and Veterans'  
 9 Affairs National Guard military headquarters, for operating costs for the fiscal year ending  
 10 June 30, 2005.

11 \* **Sec. 12. DEPARTMENT OF REVENUE.** The sum of \$395,500 is appropriated from the  
 12 general fund to the Department of Revenue, tax division, for increased tobacco tax  
 13 enforcement costs for the fiscal year ending June 30, 2005.

14 \* **Sec. 13. SALARY AND BENEFITS ADJUSTMENTS.** (a) The sum of \$5,566,200 is  
 15 appropriated to the following agencies, in the following amounts, in order to implement the  
 16 monetary terms of the collective bargaining agreement with the Alaska State Employees  
 17 Association for the General Government Unit for the fiscal year ending June 30, 2005; each  
 18 agency shall allocate its appropriation to each component within the agency based on the  
 19 estimated increased cost resulting from the implementation of the monetary terms of the  
 20 collective bargaining agreement with the Alaska State Employees Association for the General  
 21 Government Unit:

| 22 | AGENCY  | AMOUNT     |
|----|---|------------|
| 23 | Administration                                | \$ 298,900 |
| 24 | Commerce, Community, and Economic Development | 187,700    |
| 25 | Corrections                                   | 293,200    |
| 26 | Education and Early Development               | 102,200    |
| 27 | Environmental Conservation                    | 231,400    |
| 28 | Fish and Game                                 | 534,600    |
| 29 | Health and Social Services                    | 1,635,300  |
| 30 | Labor and Workforce Development               | 488,500    |
| 31 | Law   | 122,800    |

|    |  |          |
|----|--|----------|
| 1  | Military and Veterans' Affairs   | 111,200  |
| 2  | Natural Resources  | 405,300  |
| 3  | Public Safety  | 202,000  |
| 4  | Revenue  | 228,400  |
| 5  | Transportation and Public Facilities   | 724,700  |
| 6  | (b) The following sets out the funding by agency for the appropriations made in (a) of |          |
| 7  | this section:  |          |
| 8  | Department of Administration   |          |
| 9  | General Fund Receipts  | \$61,000 |
| 10 | General Fund/Program Receipts  | 1,400    |
| 11 | Inter-Agency Receipts  | 28,200   |
| 12 | Benefits Systems Receipts  | 14,100   |
| 13 | FICA Administration Fund Account   | 1,200    |
| 14 | Public Employees Retirement System Fund  | 27,100   |
| 15 | Surplus Property Revolving Fund  | 1,100    |
| 16 | Teachers Retirement System Fund  | 11,100   |
| 17 | General Fund/Mental Health   | 3,900    |
| 18 | Judicial Retirement System   | 100      |
| 19 | National Guard & Naval Militia Retirement System                                       | 500      |
| 20 | Permanent Fund Dividend Fund   | 100      |
| 21 | Capital Improvement Project Receipts   | 900      |
| 22 | Information Services Fund  | 58,000   |
| 23 | CSSD Administrative Cost Reimbursement   | 300      |
| 24 | Public Building Fund   | 3,300    |
| 25 | Receipt Supported Services   | 83,200   |
| 26 | Alaska Oil & Gas Conservation Commission Receipts                                      | 3,400    |
| 27 | Total Agency Funding   | 298,900  |
| 28 | Dept. of Commerce, Community, and Economic Dev.  |          |
| 29 | Federal Receipts   | 7,600    |
| 30 | General Fund Match   | 2,500    |
| 31 | General Fund Receipts  | 21,300   |

|    |   |         |
|----|---|---------|
| 1  | Inter-Agency Receipts                                   | 14,600  |
| 2  | Commercial Fishing Loan Fund                            | 19,900  |
| 3  | Real Estate Surety Fund                                 | 700     |
| 4  | Capital Improvement Project Receipts                    | 1,500   |
| 5  | Fisheries Enhancement Revolving Loan Fund               | 2,100   |
| 6  | Statutory Designated Program Receipts                   | 100     |
| 7  | RCA Receipts  | 27,200  |
| 8  | Receipt Supported Services                              | 80,300  |
| 9  | Rural Development Initiative Fund                       | 300     |
| 10 | Small Business Economic Development Revolving Loan Fund | 200     |
| 11 | Business License Receipts                               | 9,400   |
| 12 | Total Agency Funding                                    | 187,700 |
| 13 | Department of Corrections                               |         |
| 14 | General Fund Receipts                                   | 260,400 |
| 15 | Inter-Agency Receipts                                   | 1,200   |
| 16 | General Fund/Mental Health                              | 23,700  |
| 17 | Correctional Industries Fund                            | 6,300   |
| 18 | Capital Improvement Project Receipts                    | 1,300   |
| 19 | Mental Health Trust Authority Authorized Receipts       | 300     |
| 20 | Total Agency Funding                                    | 293,200 |
| 21 | Department of Education and Early Development           |         |
| 22 | Federal Receipts  | 36,300  |
| 23 | General Fund Match                                      | 2,300   |
| 24 | General Fund Receipts                                   | 51,100  |
| 25 | Inter-Agency Receipts                                   | 7,200   |
| 26 | Donated Commodity/Handling Fee Account                  | 1,400   |
| 27 | General Fund/Mental Health                              | 400     |
| 28 | Receipt Supported Services                              | 3,500   |
| 29 | Total Agency Funding                                    | 102,200 |
| 30 | Department of Environmental Conservation                |         |
| 31 | Federal Receipts  | 58,500  |

|    |   |         |
|----|---|---------|
| 1  | General Fund Match  | 12,100  |
| 2  | General Fund Receipts                                     | 41,200  |
| 3  | General Fund/Program Receipts                             | 6,000   |
| 4  | Inter-Agency Receipts                                     | 1,900   |
| 5  | Oil/Hazardous Response Fund                               | 61,500  |
| 6  | Capital Improvement Project Receipts                      | 11,200  |
| 7  | Alaska Clean Water Loan Fund                              | 2,000   |
| 8  | Clean Air Protection Fund                                 | 21,800  |
| 9  | Alaska Drinking Water Fund                                | 2,000   |
| 10 | Receipt Supported Services                                | 12,500  |
| 11 | Commercial Passenger Vessel Environmental Compliance Fund | 700     |
| 12 | Total Agency Funding                                      | 231,400 |
| 13 | Department of Fish and Game                               |         |
| 14 | Federal Receipts  | 180,600 |
| 15 | General Fund Match  | 1,500   |
| 16 | General Fund Receipts                                     | 251,000 |
| 17 | Exxon Valdez Oil Spill Settlement                         | 2,600   |
| 18 | Fish and Game Fund  | 51,900  |
| 19 | Inter-Agency/Oil & Hazardous Waste                        | 300     |
| 20 | Capital Improvement Project Receipts                      | 38,500  |
| 21 | Statutory Designated Program Receipts                     | 7,600   |
| 22 | Receipt Supported Services                                | 600     |
| 23 | Total Agency Funding                                      | 534,600 |
| 24 | Department of Health and Social Services                  |         |
| 25 | Federal Receipts  | 348,100 |
| 26 | General Fund Match  | 171,400 |
| 27 | General Fund Receipts                                     | 803,100 |
| 28 | Inter-Agency Receipts                                     | 56,800  |
| 29 | General Fund/Mental Health                                | 224,900 |
| 30 | Capital Improvement Project Receipts                      | 8,100   |
| 31 | Mental Health Trust Authority Authorized Receipts         | 4,900   |

|    |  |           |
|----|--|-----------|
| 1  | Children's Trust Earnings                              | 400       |
| 2  | Statutory Designated Program Receipts                  | 1,900     |
| 3  | Receipt Supported Services                             | 15,000    |
| 4  | Senior Care Fund                                       | 700       |
| 5  | Total Agency Funding                                   | 1,635,300 |
| 6  | Department of Labor and Workforce Development          |           |
| 7  | Federal Receipts                                       | 320,500   |
| 8  | General Fund Match                                     | 14,200    |
| 9  | General Fund Receipts                                  | 28,300    |
| 10 | General Fund/Program Receipts                          | 700       |
| 11 | Inter-Agency Receipts                                  | 76,200    |
| 12 | Second Injury Fund Reserve Account                     | 2,000     |
| 13 | Fishermen's Fund                                       | 1,400     |
| 14 | Training and Building Fund                             | 4,700     |
| 15 | State Employment & Training Program                    | 2,000     |
| 16 | Statutory Designated Program Receipts                  | 600       |
| 17 | Receipt Supported Services                             | 6,500     |
| 18 | Workers Safety and Compensation Administration Account | 26,900    |
| 19 | Building Safety Account                                | 4,500     |
| 20 | Total Agency Funding                                   | 488,500   |
| 21 | Department of Law                                      |           |
| 22 | Federal Receipts                                       | 2,500     |
| 23 | General Fund Match                                     | 800       |
| 24 | General Fund Receipts                                  | 77,400    |
| 25 | General Fund/Program Receipts                          | 1,400     |
| 26 | Inter-Agency Receipts                                  | 36,700    |
| 27 | Inter-Agency/Oil & Hazardous Waste                     | 500       |
| 28 | RCA Receipts   | 3,500     |
| 29 | Total Agency Funding                                   | 122,800   |
| 30 | Department of Military and Veterans' Affairs           |           |
| 31 | Federal Receipts                                       | 47,000    |

|    |  |         |
|----|--|---------|
| 1  | General Fund Match                         | 6,400   |
| 2  | General Fund Receipts                      | 27,800  |
| 3  | Inter-Agency Receipts                      | 25,300  |
| 4  | Capital Improvement Project Receipts       | 4,700   |
| 5  | Total Agency Funding                       | 111,200 |
| 6  | Department of Natural Resources            |         |
| 7  | Federal Receipts                           | 34,600  |
| 8  | General Fund Match                         | 10,600  |
| 9  | General Fund Receipts                      | 170,700 |
| 10 | General Fund/Program Receipts              | 16,100  |
| 11 | Inter-Agency Receipts                      | 38,900  |
| 12 | Agricultural Loan Fund                     | 6,300   |
| 13 | Inter-Agency/Oil & Hazardous Waste         | 400     |
| 14 | Capital Improvement Project Receipts       | 30,400  |
| 15 | Alaska Permanent Fund Corporation Receipts | 14,200  |
| 16 | Statutory Designated Program Receipts      | 12,800  |
| 17 | State Land Disposal Income Fund            | 27,900  |
| 18 | Shore Fisheries Development Lease Program  | 2,200   |
| 19 | Timber Sale Receipts                       | 3,200   |
| 20 | Receipt Supported Services                 | 37,000  |
| 21 | Total Agency Funding                       | 405,300 |
| 22 | Department of Public Safety                |         |
| 23 | Federal Receipts                           | 4,500   |
| 24 | General Fund Match                         | 1,000   |
| 25 | General Fund Receipts                      | 166,700 |
| 26 | General Fund/Program Receipts              | 4,200   |
| 27 | Inter-Agency Receipts                      | 14,200  |
| 28 | Capital Improvement Project Receipts       | 4,600   |
| 29 | Statutory Designated Program Receipts      | 700     |
| 30 | AK Fire Standards Council Receipts         | 300     |
| 31 | Receipt Supported Services                 | 5,800   |

|    |  |             |
|----|--|-------------|
| 1  | Total Agency Funding                               | 202,000     |
| 2  | Department of Revenue                              |             |
| 3  | Federal Receipts                                   | 83,200      |
| 4  | General Fund Receipts                              | 37,400      |
| 5  | General Fund/Program Receipts                      | 3,400       |
| 6  | Inter-Agency Receipts                              | 9,100       |
| 7  | CSSD Federal Incentive Payments                    | 7,600       |
| 8  | International Airports Revenue Fund                | 200         |
| 9  | Student Revolving Loan Fund                        | 200         |
| 10 | Permanent Fund Dividend Fund                       | 42,600      |
| 11 | Public School Fund                                 | 500         |
| 12 | Children's Trust Earnings                          | 100         |
| 13 | Alaska Permanent Fund Corporation Receipts         | 200         |
| 14 | CSSD Administrative Cost Reimbursement             | 2,800       |
| 15 | Retiree Health Ins Fund/Major Medical              | 200         |
| 16 | Retiree Health Ins Fund/Long-Term Care Fund        | 100         |
| 17 | Receipt Supported Services                         | 35,900      |
| 18 | PCE Endowment Fund                                 | 300         |
| 19 | Business License Receipts                          | 4,600       |
| 20 | Total Agency Funding                               | 228,400     |
| 21 | Department of Transportation and Public Facilities |             |
| 22 | Federal Receipts                                   | 1,600       |
| 23 | General Fund Receipts                              | 65,200      |
| 24 | Inter-Agency Receipts                              | 5,000       |
| 25 | Highways Equipment Working Capital Fund            | 16,400      |
| 26 | International Airports Revenue Fund                | 66,700      |
| 27 | Capital Improvement Project Receipts               | 484,800     |
| 28 | Marine Highway System Fund                         | 59,000      |
| 29 | Receipt Supported Services                         | 26,000      |
| 30 | Total Agency Funding                               | 724,700     |
| 31 | Total  | \$5,566,200 |

1 (c) The following sets out the statewide funding for the appropriations made in (a) of  
 2 this section:

| 3  | FUNDING SOURCE                                   | AMOUNT      |
|----|--|-------------|
| 4  | Federal Receipts                                 | \$1,125,000 |
| 5  | General Fund Match                               | 222,800     |
| 6  | General Fund Receipts                            | 2,062,600   |
| 7  | General Fund/Program Receipts                    | 33,200      |
| 8  | Inter-Agency Receipts                            | 315,300     |
| 9  | Donated Commodity/Handling Fee Account           | 1,400       |
| 10 | CSSD Federal Incentive Payments                  | 7,600       |
| 11 | Benefits Systems Receipts                        | 14,100      |
| 12 | Exxon Valdez Oil Spill Settlement                | 2,600       |
| 13 | Agricultural Loan Fund                           | 6,300       |
| 14 | FICA Administration Fund Account                 | 1,200       |
| 15 | Fish and Game Fund                               | 51,900      |
| 16 | Highways Equipment Working Capital Fund          | 16,400      |
| 17 | International Airports Revenue Fund              | 66,900      |
| 18 | Public Employees' retirement System Fund         | 27,100      |
| 19 | Second Injury Fund Reserve Account               | 2,000       |
| 20 | Fishermen's Fund                                 | 1,400       |
| 21 | Surplus Property Revolving Fund                  | 1,100       |
| 22 | Teachers' Retirement System Fund                 | 11,100      |
| 23 | Commercial Fishing Loan Fund                     | 19,900      |
| 24 | General Fund / Mental Health                     | 252,900     |
| 25 | Real Estate Surety Fund                          | 700         |
| 26 | Judicial Retirement System                       | 100         |
| 27 | National Guard & Naval Militia Retirement System | 500         |
| 28 | Student Revolving Loan Fund                      | 200         |
| 29 | Training and Building Fund                       | 4,700       |
| 30 | Permanent Fund Dividend Fund                     | 42,700      |
| 31 | Oil/Hazardous Response Fund                      | 61,500      |

|    |   |         |
|----|---|---------|
| 1  | State Employment & Training Program                       | 2,000   |
| 2  | Inter-Agency/Oil & Hazardous Waste                        | 1,200   |
| 3  | Correctional Industries Fund                              | 6,300   |
| 4  | Capital Improvement Project Receipts                      | 586,000 |
| 5  | Public School Fund  | 500     |
| 6  | Fisheries Enhancement Revolving Loan Fund                 | 2,100   |
| 7  | Alaska Clean Water Loan Fund                              | 2,000   |
| 8  | Marine Highway System Fund                                | 59,000  |
| 9  | Information Services Fund                                 | 58,000  |
| 10 | Mental Health Trust Authority Authorized Receipts         | 5,200   |
| 11 | Clean Air Protection Fund                                 | 21,800  |
| 12 | Children's Fund Earnings                                  | 500     |
| 13 | Alaska Drinking Water Fund                                | 2,000   |
| 14 | Alaska Permanent Fund Corporation Receipts                | 14,400  |
| 15 | Statutory Designated Program Receipts                     | 23,700  |
| 16 | CSSD Administrative Cost Reimbursement                    | 3,100   |
| 17 | RCA Receipts  | 30,700  |
| 18 | Retiree Health Ins Fund/Major Medical                     | 200     |
| 19 | Retiree Health Ins Fund/Long-Term Care Fund               | 100     |
| 20 | Public Building Fund                                      | 3,300   |
| 21 | AK Fire Standards Council Receipts                        | 300     |
| 22 | State Land Disposal Income Fund                           | 27,900  |
| 23 | Shore Fisheries Development Lease Program                 | 2,200   |
| 24 | Timber Sale Receipts                                      | 3,200   |
| 25 | Receipt Supported Services                                | 306,300 |
| 26 | Workers Safety and Compensation Administration Account    | 26,900  |
| 27 | Alaska Oil & Gas Conservation Commission Repts            | 3,400   |
| 28 | Rural Development Initiative Fund                         | 300     |
| 29 | Commercial Passenger Vessel Environmental Compliance fund | 700     |
| 30 | PCE Endowment Fund  | 300     |
| 31 | Small Business Economic Development Revolving Loan Fund   | 200     |

|   |                           |             |
|---|---------------------------|-------------|
| 1 | Building Safety Account   | 4,500       |
| 2 | Business License Receipts | 14,000      |
| 3 | Senior Care Fund          | 700         |
| 4 | Total                     | \$5,566,200 |

5 \* Sec. 14. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. (a)  
6 The sum of \$12,000,000 is appropriated from the Alaska marine highway system fund  
7 (AS 19.65.060(a)) to the Department of Transportation and Public Facilities, marine highway  
8 system, marine vessel operations, for increased operating costs for the fiscal year ending  
9 June 30, 2005.

10 (b) The sum of \$44,500 is appropriated from the general fund to the Department of  
11 Transportation and Public Facilities, central region highways and aviation, for the fiscal year  
12 ending June 30, 2005, for payment of unpaid bills for services received in the fiscal year  
13 ending June 30, 2004.

14 (c) The sum of \$85,000 is appropriated from the general fund to the Department of  
15 Transportation and Public Facilities, program development, for increased operating costs for  
16 the fiscal year ending June 30, 2005.

17 \* Sec. 15. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES  
18 FEDERAL PROJECTS. (a) The appropriation to the Department of Transportation and  
19 Public Facilities for the airport improvement program made by sec. 1, ch. 159, SLA 2004,  
20 page 35, line 22, is increased by appropriating from federal receipts an additional \$5,850,000,  
21 to be allocated as follows:

|    |                                     |             |
|----|-------------------------------------|-------------|
| 22 | (1) Kotzebue: Obstruction Removal   | \$5,300,000 |
| 23 | and Safety Area (HD 40)             |             |
| 24 | (2) Tenakee Springs: Seaplane Float | 550,000     |
| 25 | Rehabilitation (HD 5)               |             |

26 (b) The appropriation to the Department of Transportation and Public Facilities for  
27 the surface transportation program made by sec. 1, ch. 159, SLA 2004, page 40, lines 12 - 13,  
28 is increased by appropriating from federal receipts an additional \$44,150,000, to be allocated  
29 as follows:

|    |                                     |              |
|----|-------------------------------------|--------------|
| 30 | (1) Alaska Marine Highways: Coffman | \$ 1,600,000 |
| 31 | Cove Terminal (HD 1)                |              |

|    |  |            |
|----|--|------------|
| 1  | (2) Alaska Marine Highways: Mitkof Island: | 3,500,000  |
| 2  | South Mitkof Island Terminal (HD 2)        |            |
| 3  | (3) Dalton Highway: Milepost 37 to 49      | 9,000,000  |
| 4  | Reconstruction - Hess Creek to Yukon       |            |
| 5  | River (HD 6)                               |            |
| 6  | (4) Glenn Highway: Milepost 41 - Dogwood   | 1,400,000  |
| 7  | Intersection (HD 70)                       |            |
| 8  | (5) Haines: Ferry Terminal through Town    | 13,000,000 |
| 9  | to Old Haines Highway (HD 5)               |            |
| 10 | (6) Haines Highway: Revetment              | 2,400,000  |
| 11 | Reinforcement (HD 5)                       |            |
| 12 | (7) Ketchikan: Tongass Highway - Third     | 5,000,000  |
| 13 | Avenue to Tunnel Resurfacing (HD 1)        |            |
| 14 | (8) Parks Highway: Milepost 72 to 83       | 1,250,000  |
| 15 | Reconstruction - Willow Creek to           |            |
| 16 | Kashwitna River Reconstruction (HD 15)     |            |
| 17 | (9) Parks Highway: Milepost 204 - Summit   | 4,900,000  |
| 18 | Railroad Overcrossing (HD 8)               |            |
| 19 | (10) Petersburg: Mitkof Highway - Ferry    | 1,600,000  |
| 20 | Terminal South Resurfacing (HD 2)          |            |
| 21 | (11) Richardson Highway: Milepost 341 -    | 500,000    |
| 22 | Eielson Access Ramps (HD 12)               |            |

23 \* **Sec. 16. ALASKA COURT SYSTEM.** The sum of \$49,500 is appropriated from  
 24 statutory designated program receipts to the Alaska Court System, trial courts, for increased  
 25 operating costs for the fiscal year ending June 30, 2005.

26 \* **Sec. 17. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) The sum of \$25,000 is  
 27 appropriated from the budget reserve fund (art. IX, sec. 17, Constitution of the State of  
 28 Alaska) to the Department of Revenue, treasury division, for increased operating costs related  
 29 to management of the budget reserve fund for the fiscal year ending June 30, 2005.

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

1 \* **Sec. 18. LAPSE OF APPROPRIATION.** (a) The appropriations made by secs. 7(a),  
2 7(c), 7(c), and 7(f) of this Act lapse June 30, 2010.

3 (b) The appropriations made by sec. 6 of this Act are to capitalize funds and do not  
4 lapse.

5 (c) The appropriations made by sec. 15 of this Act are for capital projects and lapse  
6 under AS 37.25.020.

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

SENATE FINANCE  
COMMITTEE

Amendment Number: # 1  
Bill Number: SB 98  
Sponsor: Stedman Date: 3/3/05  
Logged In By: Mindy

A M E N D M E N T

OFFERED IN THE SENATE FINANCE COMMITTEE

BY SENATOR STEDMAN

TO: CS SB 98(FIN)

\* Sec 4. DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT is amended by adding a new section to read:

(c) The sum of \$400,000 is appropriated from the general fund to the Department of Education and Early Development, Mt. Edgecumbe boarding school, for increased residential operating costs for the fiscal year ending June 30, 2005.

SENATE FINANCE  
COMMITTEE #2  
Amendment Number: \_\_\_\_\_  
Bill Number: SB 98  
Sponsor: Olson Date: 3/3/05  
Logged In By: Mindy

AMENDMENT

IN SENATE FINANCE COMMITTEE

BY: SENATOR OLSON

To CS SB 98 (FIN)  
Ver. 1133/F

Page 7, following line 16:

Insert new subsection to read:

“(c) The sum of \$800,000 is appropriated from the general fund to the Department of Education and Early Development, Mr. Edgecumbe boarding school, for increased residential operating costs for the fiscal year ending June 30, 2005.”

Change Record Detail With Description  
 Department of Education and Early Development

Scenario: FY2005 Supplemental - Governor (4418)  
 Component: Mt. Edgecumbe Boarding School (1060)  
 RDU: Mt. Edgecumbe Boarding School (64)

| Change Record Title  | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants & Benefits | Debt Service | Positions |     |    |
|--|------------|--------|-------------------|--------|----------|-------------|----------------|-------------------|--------------|-----------|-----|----|
|  |            |        |                   |        |          |             |                |                   |              | PFT       | PPT | NP |
| Residential Operational Costs  |            |        |                   |        |          |             |                |                   |              |           |     |    |
|  | Suppl      | 800.0  | 300.0             | 0.0    | 500.0    | 0.0         | 0.0            | 0.0               | 0.0          | 0         | 0   | 0  |
| 1004 Gen Fund  | 800.0      |        |                   |        |          |             |                |                   |              |           |     |    |
| This supplemental request for \$800,000 in general funds for Mt. Edgecumbe High School is necessary to cover the residential costs related to the FY05 expanded student population. The student population was increased by 30 children and required additional dormitory space currently contracted through the Silka Pioneer's home. This increase impacted all service contracts related to the residential programs at the school. Residential costs include amendments to the dormitory contract, food service contract, bus contract, janitorial contract, additional IT and residential equipment and supplies, and additional student travel. The funds are not available within the appropriation to continue this level of service through the remainder of FY2005 |            |        |                   |        |          |             |                |                   |              |           |     |    |
| Totals   |            | 800.0  | 300.0             | 0.0    | 500.0    | 0.0         | 0.0            | 0.0               | 0.0          | 0         | 0   | 0  |

*Edgecumbe enrollment = 360*

*First Sec 4(b)*

SENATE FINANCE  
COMMITTEE  
Amendment Number: #3  
Bill Number: SB 98  
Sponsor: Olson/Holm Date: 3/3/05  
Logged In By: Mindy

24-GS1133VF.1  
Utermohle  
3/1/05

AMENDMENT

OFFERED IN THE SENATE

TO: CSSB 98(FIN), Draft Version "F"

*By Olson & Holm*

- 1 Page 6, following line 19:
- 2 Insert a new subsection to read:
- 3 "(f) Section 62(f), ch. 159, SLA 2004, is amended to read:
- 4 (f) Subject to (a) of this section, the sum of \$1,560,000 is appropriated from
- 5 the general fund to the Department of Community and Economic Development for
- 6 payment as a grant under AS 37.05.315 to Dillingham City Schools for expenses
- 7 incurred on or after April 1, 2004, for middle school roof replacement and high
- 8 school design, engineering, and roof and structural repairs."
- 9
- 10 Page 22, following line 6:
- 11 Insert a new bill section to read:
- 12 "**\* Sec. 19. RETROACTIVITY.** Section 2(f) of this Act is retroactive to April 1, 2004."
- 13
- 14 Renumber the following bill section accordingly.

This request on behalf of the City of Dillingham School District is to allow the District to be reimbursed expenses incurred on a school project prior to July 1, 2004. Due to the emergency nature the District spent funds on design prior to July 04 to ensure the project would be done in time for opening day of school .

This language would cover expenses incurred on or after April 1, 2004 for this specific appropriation.

## Tim Benintendi

---

**From:** Elizabeth Frances [efrances@swrsd.org]  
**Sent:** Friday, January 21, 2005 4:44 PM  
**To:** Tim Benintendi  
**Subject:** Fw: Dillingham City School District

Hi Tim:

I thought I had forwarded this onto you last November regarding the recommended change to the legislative appropriation for Dillingham City School District so that we can use the appropriated money for expenses incurred prior to July 1, 2004. But I think I overlooked it because reviewing my pending file I find this still waiting. Sorry for the delay. Melanie from the grant agency sent the following e-mail that suggests how the legislation should be amended to accomodate those expenses incurred prior to July 1, 2004. The incident happened in late April so if you can make it retroactive to the beginning of April that should cover everything.

Thanks for your help and please feel free to contact me either by phone (842-8207) or e-mail should you require additional information.

Elizabeth Frances, Business Manager  
Dillingham City School District

----- Original Message -----

**From:** "Melanie Greer" <melanie\_greer@commerce.state.ak.us>  
**To:** <efrances@swrsd.org>  
**Cc:** "Jolene Julian" <jolene\_julian@commerce.state.ak.us>  
**Sent:** Wednesday, November 17, 2004 9:39 AM  
**Subject:** Re: Dillingham City School District

> Hello,  
> I just wanted to clarify that you must request such an amendment  
> directly from your legislators. According to Section 68 of the FY05  
> Capital Appropriations Act, the appropriation (grant 05-DC-043 @  
> \$1,560,000) specified in Chapter 159, Section 62(f), takes effect July  
> 1, 2004. If your request is approved, your legislators could include  
> language in the FY06 Capital Appropriations Act to change the effective  
> date on the appropriation as necessary to allow grant reimbursement for  
> costs incurred and paid prior to July 1, 2004. This change would  
> require final approval by the Governor.  
>  
> Jolene's explanation was correct. This grant is not yet under agreement  
> so at this point we can't approve any request for reimbursement. Robin  
> sent a letter to the City on 8/5/04 requesting a brief project  
> description and grant contact information. No response has been  
> received to date. Upon receipt, we will prepare the grant agreement and  
> send it out for signature. Once the agreement has been fully executed  
> (signed by both the City and the Department), the City may request  
> reimbursement for eligible project expenditures which were paid on or  
> after July 1, 2004.  
> Robin Park is out on extended medical leave and is not expected back  
> until mid-December. Please contact me or Jolene Julian if you have any  
> questions in her absence.

> Melanie Greer  
> Juneau Grants Supervisor

> ----- Original Message -----

> Subject: Re: Fwd: Dillingham City School District  
> Date: Wed, 17 Nov 2004 08:38:39 -0900  
> From: Jolene Julian <jolene\_julian@commerce.state.ak.us>  
> To: Robin J Park <robin\_park@commerce.state.ak.us>, Elizabeth Frances

> <efrances@swrsd.org>  
> CC: Melanie R Greer <melanie\_greer@commerce.state.ak.us>  
> References: <3366837703.3770333668@state.ak.us>  
>  
>  
>  
> Ms. Frances, Any expenditures prior to July 1, 2004 can not be  
> reimbursed with these grant funds. Once grant # 05-DC-043 in the amount  
> of \$1560,000.00 is fully executed you may seek reimbursement on any  
> eligible project expenditures on or after July 1, 2004. Please call me  
> with further questions at 907.465.4758. Thank you!  
>  
> Robin J Park wrote:  
>  
>> \*Subject: \*Dillingham City School District  
>> \*Date: \*Mon, 15 Nov 2004 10:57:44 -0900  
>> \*From: \*Elizabeth Frances <efrances@swrsd.org>  
>> \*To: \*robin\_park@commerce.state.ak.us  
>> \*CC: \*Sharon Swope <Sharon@dlgsd.org>, Judi Nelson <nelsonnt@nushtel.net>  
>>  
>> Hi Robin: I am trying to get all of the work done on an emergency  
>> basis by Dillingham City School District paid for out of the  
>> \$1,560,000 appropriation. The work was started prior to July 1, 2004  
>> in order to ensure that school could safely be opened as schedule for  
>> the 2004-2005 school year. I spoke with our legislators and they  
>> indicated that it was the intent of the legislation to allow those  
>> costs to be covered, however, the wording in the bill may not have  
>> been correct. Can you supply me with a recommendation for a language  
>> change to that bill that would allow for us to recover those  
>> costs? Thanks very much, Elizabeth Frances, Business ManagerDillingham  
>> City School District  
>>  
> --  
> Jolene Julian, Grants Administrator I  
> Community Advocacy  
> Ph. 907.465.4758  
> Fax 907.465.5867  
>  
>  
>

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SENATE FINANCE  
COMMITTEE

Amendment Number: #4

24-GS1133A.2

Bill Number: SB 98

Utermohle

Sponsor: Olson Date: 3/3/05

2/28/05

Logged In By: Mindy

AMENDMENT

OFFERED IN THE SENATE

BY SENATOR OLSON

TO: SB 98

- 1 Page 6, following line 15:
- 2       Insert a new subsection to read:
- 3       "(f) The sum of \$1,000,000 is appropriated from the general fund to the Department
- 4 of Commerce, Community, and Economic Development, Alaska Energy Authority, for the
- 5 power cost equalization program for the fiscal year ending June 30, 2005."

# Alaska State Legislature



Out of Session:  
PO Box 531  
Golovin, Alaska 99762  
(907) 443-5599

In Session:  
State Capitol, Suite 510  
Juneau, Alaska 99801-1182  
(800) 597-3707  
(907) 465-3707  
(907) 465-4821 Fax

## SENATOR DONALD C. OLSON

### DISTRICT T

Alakanuk  
Ambler  
Anaktuvuk Pass  
Atkasuk  
Barrow  
Brevig Mission  
Browerville  
Buckland  
Chevak  
Deering  
Diomedea  
Elim  
Emmonak  
Gambell  
Golovin  
Hooper Bay  
Kaktovik  
Kiana  
Kivalina  
Kobuk  
Kotlik  
Kotzebue  
Koyuk  
Mountain Village  
Noatak  
Nome  
Noorvik  
Nuiqsut  
Nunam Iqua  
Pilot Station  
Pitka's Point  
Point Hope  
Point Lay  
Savoonga  
Scammon Bay  
Selawik  
Shaktolik  
Shishmaref  
Shungnak  
St. Mary's  
St. Michael  
Stebbins  
Teller  
Unalakleet  
Wainwright  
Wales  
White Mountain

### PCE Funding and Costs

In recent years, the Power Cost Equalization Program has not been fully funded so that the subsidies to electricity consumers in high cost communities have necessarily been pro rated in order to meet the appropriated funding level.

In FY 04, the pro ration averaged 82% for the year, with the latter months April and May at 75% and June at 63%.

For FY 05, increase fuel costs have significantly increased the cost of electrical generation in these areas resulting further pro ration to the consumers. Currently, the pro ration is at 65% and is expected to erode further for these last 4 months.

From conversations with AEA, they estimate that supplemental funding of \$1 million would bring the program pro ration up to 76% for this year, if it is provided in a timely manner.

David Gray

---

**From:** Sara Fisher-Goad [SFisherGoad@aidea.org]  
**Sent:** Tuesday, March 01, 2005 2:12 PM  
**To:** David Gray  
**Cc:** Ron Miller  
**Subject:** FW: pce supplemental

Dave - a couple of changes noted. AIDEA to AEA and 70% to 76%.

If we stay at 65% the last four months, the average will be 72%. \$1 million will allow us to go from 65% to 77% for the last four months for an annual average of 76%.

Sara

---

**From:** David Gray [mailto:David\_Gray@legis.state.ak.us]  
**Sent:** Tuesday, March 01, 2005 12:47 PM  
**To:** Sara Fisher-Goad  
**Subject:** pce supplemental

Sara--please review attached back up and critique. dg

3/1/2005

**David Gray**

---

**From:** Sara Fisher-Goad [SFisherGoad@aidea.org]  
**Sent:** Wednesday, February 16, 2005 3:54 PM  
**To:** David Gray  
**Cc:** Ron Miller; Mike Harper; Terri Harper  
**Subject:** PCE supplemental potential

We cannot anticipate a supplemental so if there was a supplemental appropriation we would have to wait until it became effective in order to apply it to the PCE program.

Approximately \$2.5 million is required to pay PCE at 100% for the last four months of the year. This number is subject to change due to PCE level adjustments by RCA and/or fluctuations in PCE eligible kWhs.

*Sara Fisher-Goad*  
907-269-4625

|    | A                                   | B                          | C                                   | D  | E                    | G                  | H                | I                               | J                |
|----|-------------------------------------|----------------------------|-------------------------------------|--|----------------------|--------------------|------------------|---------------------------------|------------------|
| 1  | Sec #                               | Department                 | RDU or Component or Capital         | Supplemental Need  | Senate General Funds | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                | Total Funds (CS) |
| 2  | <b>Fast Track Supplemental Bill</b> |                            |                                     |  |                      |                    |                  |                                 |                  |
| 3  | 1(a)                                | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings  | 110.0                |                    |                  |                                 | 110.0            |
| 4  | 1(b)                                | Administration             | Capital                             | State of Alaska Network Security Infrastructure Upgrades   |                      |                    | 5,003.5          | Information Services Fund       | 5,003.5          |
| 5  | 1(c)                                | Administration             | Capital                             | Alaska Land Mobile Radio (ALMR) Infrastructure Upgrades  | 6,000.0              |                    |                  |                                 | 6,175.0          |
| 6  | 2(a)                                | Commerce                   | Community Advocacy                  | Small city energy assistance program. For fuel purposes only after payment of any indebtedness to the bulk fuel revolving loan fund  | 6,450.0              |                    |                  |                                 | 6,450.0          |
| 7  | 2(b)                                | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood   |                      |                    | 150.0            | Statutory Designated Prgm Rcpts | 150.0            |
| 8  | 2(c)                                | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included. |                      |                    | 523.0            | RCA Rcpts                       | 523.0            |
| 9  | 2(d) and (e)                        | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board   |                      | (1,500.0)          | 1,500.0          | Receipt Supported Services      | 0.0              |
| 10 | 3(a)                                | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The department will purchase TV and radio spots, and advertisements in smaller publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.        | 50.0                 |                    |                  |                                 | 50.0             |
| 11 | 3(b)                                | Corrections                | Administrative Services             | The department is seeking an e-procurement application to lower purchasing prices and improve efficiencies within the buying process for commodities, equipment, food and services.  | 190.0                |                    |                  |                                 | 190.0            |
| 12 | 3(c)                                | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.  | 2,292.9              |                    |                  |                                 | 2,292.9          |
| 13 | 3(d)                                | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.  | 65.0                 |                    |                  |                                 | 65.0             |
| 14 | 3(e)                                | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004  | 4.0                  |                    |                  |                                 | 4.0              |
| 15 | 3(f)                                | Corrections                | Probation and Parole                | Reduction of \$65.0 due to impending lapse of FY05 funding   | (65.0)               |                    |                  |                                 | (65.0)           |
| 16 | 4(a)                                | Education                  | School Finance and Facilities       | Legal and expert services due to the Moore v. State funding lawsuit, extended lapse date to June 30, 2005  | 230.0                |                    |                  |                                 | 230.0            |
| 17 | 4(b)                                | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks  | 100.0                |                    |                  |                                 | 100.0            |
| 18 | 5(a)                                | Environmental Conservation | Capital                             | Due to safety issues relating to emerging bioterrorism threats and animal diseases, changes in design were necessary to meet original intent and provide a safe and secure laboratory facility. This amendment provides additional funding to cover those design changes and complete construction of the new Environmental Health Laboratory.       | 855.0                |                    |                  |                                 | 855.0            |
| 19 | 6(a)                                | Fund Capitalization        | Marine Hwy Stabilization            | Fuel cost and contract increases   | 10,004.2             |                    |                  |                                 | 10,004.2         |
| 20 | 6(b)                                | Fund Capitalization        | Disaster Relief Fund                | Base capitalization of fund \$500,000, 2004 Bering Strait Sea Storm \$4,054.4, Interior Earthquake shortfall \$259.3, and Kaktovik Winter Storm \$2,363.5  | 7,177.2              |                    |                  |                                 | 7,177.2          |

|    | A       | B                   | C   | D  | E                    | G                  | H                | I                                   | J                |
|----|---------|---------------------|---|--|----------------------|--------------------|------------------|-------------------------------------|------------------|
| 1  | Sec #   | Department          | RBU or Component or Capital                               | Supplemental Need  | Senate General Funds | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                    | Total Funds (CS) |
| 21 | 6(c)    | Fund Capitalization | Information Services Fund                                 | Capitalization of the Information Services Fund from debt financing for the Department of Administration's State of Alaska Network Security Infrastructure Upgrades capital project  |                      |                    | 5,003.5          | Debt Financing                      | 5,003.5          |
| 22 | 7(a)    | Administration      | Capital   | AOGCC costs for gas pipeline reservoir studies and depletion plan evaluations (Funding would go through LB&A w/FY07 lapse date)  | 900.0                |                    | 300.0            | Permanent Fund Corporation Receipts | 1,200.0          |
| 23 | 7(b)    | Law                 | Civil Division Oil, Gas and Mining                        | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06 (Funding would go through LB&A w/FY06 lapse date)   | 6,750.0              |                    | 2,250.0          | Permanent Fund Corporation Receipts | 9,000.0          |
| 24 | 7(c)(1) | Natural Resources   | Capital   | Gas pipeline risk analysis and royalty issues (Funding would go through LB&A w/FY07 lapse date)  | 1,875.0              |                    | 625.0            | Permanent Fund Corporation Receipts | 2,500.0          |
| 25 | 7(c)(2) | Natural Resources   | Capital   | Gas pipeline corridor geologic hazards and resource evaluation (Funding would go through LB&A w/FY07 lapse date)   | 1,500.0              |                    | 500.0            | Permanent Fund Corporation Receipts | 2,000.0          |
| 26 | 7(d)(1) | Natural Resources   | Operating   | Gas pipeline Bullen Point Road right-of-way permitting (FY06 Lapse Date)   | 2,400.0              |                    | 800.0            | Permanent Fund Corporation Receipts | 3,200.0          |
| 27 | 7(d)(2) | Natural Resources   | Operating   | Division of Oil and Gas increased workload for gas pipeline (FY06 Lapse Date)  | 2,025.0              |                    | 675.0            | Permanent Fund Corporation Receipts | 2,700.0          |
| 28 | 7(d)(3) | Natural Resources   | Operating   | Commissioner's Office increased workload for gas pipeline (FY06 Lapse Date)  | 150.0                |                    | 50.0             | Permanent Fund Corporation Receipts | 200.0            |
| 29 | 7(e)    | Revenue             | Capital   | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market (Funding would go through LB&A w/FY07 lapse date)   | 3,975.0              |                    | 1,325.0          | Permanent Fund Corporation Receipts | 5,300.0          |
| 30 | 7(f)    | Revenue             | Capital   | Alaska Natural Gas Development Authority increased workload for gas pipeline (Funding would go through LB&A w/FY07 lapse date)   | 1,627.5              |                    | 542.5            | Permanent Fund Corporation Receipts | 2,170.0          |
| 31 | 8(a)    | Governor            | Arctic National Wildlife Refuge                           | Funds for support of national efforts to open ANWR for oil and gas exploration and development   | 375.0                |                    | 125.0            | Permanent Fund Corporation Receipts | 500.0            |
| 32 | 8(b)    | Governor            | Elections   | Additional increased operating costs for Accu-Vote maintenance, lease cost increases, list maintenance costs, additional postage and shipping, printing, training, archiving and destruction costs   | 160.0                |                    |                  |                                     | 160.0            |
| 33 | 9(a)    | Health & Soc Svcs   | Alaskan Pioneer Homes Pioneer Homes                       | Replacing unrealizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid  |                      | (1,200.0)          | 1,200.0          | Receipt Supported Services          | 0.0              |
| 34 | 9(b)    | Health & Soc Svcs   | Behavioral Health Behavioral Health Medicaid Svc          | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May  | 2,653.7              | 3,517.7            |                  |                                     | 6,171.4          |
| 35 | 9(c)    | Health & Soc Svcs   | Health Care Services Medicaid Services                    | Unable to implement cost containment measures as quickly or to the extent planned. e.g. Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May   | 13,021.4             | 16,888.3           |                  |                                     | 30,709.7         |
| 36 | 9(d)    | Health & Soc Svcs   | Senior/Disabilities Svcs Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned. e.g. Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7 Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418.1 Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March | 22,572.2             | 39,536.6           |                  |                                     | 53,108.8         |

|    | A         | B                     | C   | D   | E                    | G                  | H                | I                               | J                |
|----|-----------|-----------------------|---|---|----------------------|--------------------|------------------|---------------------------------|------------------|
| 1  | Sec #     | Department            | RDU or Component or Capital                   | Supplemental Need   | Senate General Funds | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                | Total Funds (CS) |
|    | 10(a)     | Law                   | Criminal Appeals/Special Litigation Component | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights; FY06 lapse date  | 50.0                 |                    |                  |                                 | 50.0             |
| 37 | 10(b)     | Law                   | 1st Judicial District                         | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program   |                      |                    | 21.4             | Statutory Designated Prgm Rcpts | 21.4             |
| 39 | 11        | Military              | National Guard Military Headquarters          | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 06 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March. | 297.3                |                    |                  |                                 | 297.3            |
| 40 | 12        | Revenue               | Tax Division                                  | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSLA 2004   | 395.5                |                    |                  |                                 | 395.5            |
| 41 | 13(a)-(c) | Salary & Benefits Adj | Executive Branch                              | FY 05 costs for the General Government Unit collective bargaining agreement   | 2,571.5              | 1,138.2            | 1,856.5          |                                 | 5,566.2          |
| 42 | 13(d)     | Salary & Benefits Adj | Executive Branch                              | FY 05 costs for the IBU collective bargaining agreement   |                      |                    | 3,190.9          | AMHS Fund                       | 3,190.9          |
| 43 | 14(a)     | Transportation        | Marine Vessel Operations                      | Increased legislative authorization for fuel cost increases and other increased operating costs   |                      |                    | 12,000.0         | AMHS Fund                       | 12,000.0         |
| 44 | 14(b)     | Transportation        | Central Region Highways and Aviation          | King Salmon airport - prior year invoices outstanding for air traffic control costs   | 44.5                 |                    |                  |                                 | 44.5             |
| 45 | 14(c)     | Transportation        | Program Development                           | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations   | 65.0                 |                    |                  |                                 | 65.0             |
| 46 | 15(a)     | Transportation        | Capital                                       | Airport Improvement Program increase of \$5,585.0 in federal funds as allocated below   |                      |                    |                  |                                 | 0.0              |
| 47 | 15(a)(1)  | Transportation        | Capital                                       | Kotzebue Obstruction Removal and Safety Area  |                      | 5,300.0            |                  |                                 | 5,300.0          |
| 48 | 15(a)(2)  | Transportation        | Capital                                       | Tenakee Springs Seaplane Float Rehabilitation   |                      | 550.0              |                  |                                 | 550.0            |
| 49 | 15(a)(3)  | Transportation        | Capital                                       | Cold Bay Airport Terminal Master Plan - funding is now expected to be available in April  |                      | 200.0              |                  |                                 | 200.0            |
| 50 | 15(a)(4)  | Transportation        | Capital                                       | Deadhorse Airport Runway Safety Area Expansion - FAA is providing discretionary funds to expand the safety area, project will be  |                      |                    | 8,000.0          |                                 | 8,000.0          |
| 51 | 15(a)(5)  | Transportation        | Capital                                       | Unalaska Airport Terminal Master Plan and Improvements - FAA is providing the FFY05 earmark funds in April  |                      |                    | 500.0            |                                 | 500.0            |
| 52 | 15(b)     | Transportation        | Capital                                       | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below   |                      |                    |                  |                                 | 0.0              |
| 53 | 15(b)(1)  | Transportation        | Capital                                       | Alaska Marine Highways - Colman Cove Terminal   |                      | 1,600.0            |                  |                                 | 1,600.0          |
| 54 | 15(b)(2)  | Transportation        | Capital                                       | Alaska Marine Highways - Mitkof Island South Mitkof Island Terminal   |                      | 3,500.0            |                  |                                 | 3,500.0          |
| 55 | 15(b)(3)  | Transportation        | Capital                                       | Dalton Highway Milepost 37 to 49 Reconstruction - Hess Creek to Yukon River   |                      |                    | 9,000.0          |                                 | 9,000.0          |
| 56 | 15(b)(4)  | Transportation        | Capital                                       | Glenn Highway Milepost 41 - Dogwood Intersection  |                      | 1,400.0            |                  |                                 | 1,400.0          |
| 57 | 15(b)(5)  | Transportation        | Capital                                       | Haines Ferry Terminal through town to Old Haines Highway  |                      | 13,000.0           |                  |                                 | 13,000.0         |
| 58 | 15(b)(6)  | Transportation        | Capital                                       | Haines Highway Revetment Reinforcement  |                      | 2,400.0            |                  |                                 | 2,400.0          |
| 59 | 15(b)(7)  | Transportation        | Capital                                       | Ketchikan Tongass Highway - Third Avenue to Tunnel Resurfacing  |                      | 5,000.0            |                  |                                 | 5,000.0          |
| 60 | 15(b)(8)  | Transportation        | Capital                                       | Parks Highway Milepost 72 to 83 Reconstruction - Willow Creek to Kashwina River Reconstruction  |                      |                    | 1,250.0          |                                 | 1,250.0          |
| 61 | 15(b)(9)  | Transportation        | Capital                                       | Parks Highway Milepost 204 - Summit Railroad Overcrossing   |                      | 4,900.0            |                  |                                 | 4,900.0          |
| 62 | 15(b)(10) | Transportation        | Capital                                       | Petersburg Mitkof Highway - Ferry Terminal South Resurfacing  |                      | 1,600.0            |                  |                                 | 1,600.0          |
| 63 | 15(b)(11) | Transportation        | Capital                                       | Richardson Highway Milepost 341 - Eielson Access Ramps  |                      |                    | 500.0            |                                 | 500.0            |

CS for SB 98

|    | A     | B                      | C                           | D   | E                    | G                  | H                | I                               | J                |
|----|-------|------------------------|-----------------------------|---|----------------------|--------------------|------------------|---------------------------------|------------------|
| 1  | Sec # | Department             | RDU or Component or Capital | Supplemental Need   | Senate General Funds | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                | Total Funds (CS) |
| 64 | 16    | Court System           | Trial Courts                | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0 |                      |                    | 49.5             | Statutory Designated Prgm Rcpts | 49.5             |
| 65 | 17    | CBR                    |                             |   |                      |                    |                  |                                 |                  |
| 66 | 18    | Lapse of Appropriation |                             |   |                      |                    |                  |                                 |                  |
| 67 | 19    | Effective Date         |                             |   |                      |                    |                  |                                 |                  |
| 68 |       |                        |                             | <b>Total for Fast Track Supplemental Bill</b>   | <b>97,691.9</b>      | <b>108,080.8</b>   | <b>37,690.8</b>  | <b>0.0</b>                      | <b>243,638.5</b> |

|    | A  | B                          | C                                   | D  | F                  | G                  | H                | I                                   | J                |
|----|--|----------------------------|-------------------------------------|--|--------------------|--------------------|------------------|-------------------------------------|------------------|
| 1  | Sec #  | Department                 | RDU or Component or Capital         | Supplemental Need  | General Funds (CS) | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                    | Total Funds (CS) |
| 2  | <b>Fast Track Supplemental Bill - Senate Bill 98</b> |                            |                                     |  |                    |                    |                  |                                     |                  |
| 3  | 1  | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings  | 110.0              |                    |                  |                                     | 110.0            |
| 4  | 2(a)   | Commerce                   | Community Advocacy                  | Small city energy assistance program.  | 6,450.0            |                    |                  |                                     | 6,450.0          |
| 5  | 2(b)   | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood   |                    |                    | 150.0            | Statutory Designated Prgm Rcpts     | 150.0            |
| 6  | 2(c)   | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included. |                    |                    | 523.0            | RCA Rcpts                           | 523.0            |
| 7  | 2(d) and (e)   | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board   |                    | (1,500.0)          | 1,500.0          | Receipt Supported Services          | 0.0              |
| 8  | 3(a)   | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The Department will purchase TV and radio spots, and advertisements in smaller publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.        | 50.0               |                    |                  |                                     | 50.0             |
| 9  | 3(b)   | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.  | 2,292.9            |                    |                  |                                     | 2,292.9          |
| 10 | 3(c)   | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.  | 65.0               |                    |                  |                                     | 65.0             |
| 11 | 3(d)   | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004  | 4.0                |                    |                  |                                     | 4.0              |
| 12 | 3(e)   | Corrections                | Probation and Parole                | Reduction of \$50.0 due to impending lapse of FY05 funding.  | (50.0)             |                    |                  |                                     | (50.0)           |
| 13 | 4(a)   | Education                  | School Finance and Facilities       | Legal and expert services due to the Noon v. State funding lawsuit, extended lapse date to June 30, 2006.  | 230.0              |                    |                  |                                     | 230.0            |
| 14 | 4(b)   | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks.   | 100.0              |                    |                  |                                     | 100.0            |
| 15 | 5(a)   | Environmental Conservation | Capital                             | Due to safety issues relating to emerging bioterrorism threats and animal diseases, changes in design were necessary to meet original intent and provide a safe and secure laboratory facility. This amendment provides additional funding to cover those design changes and complete construction of the new Environmental Health Laboratory.       | 855.0              |                    |                  |                                     | 855.0            |
| 16 | 6(a)   | Fund Capitalization        | Marine Hwy Stabilization            | Fuel cost increases  | 6,813.3            |                    |                  |                                     | 6,813.3          |
| 17 | 6(b)   | Fund Capitalization        | Disaster Relief Fund                | Base capitalization of fund \$1,000.0, 2004 Bering Strait Sea Storm \$4,054.4, Interior Earthquake shortfall \$259.3, and Kaktovik Winter Storm \$2,363.5  | 6,667.2            |                    |                  |                                     | 6,667.2          |
| 18 | 7(a)   | Administration             | Capital                             | AOGCC costs for gas pipeline reservoir studies and depletion plan evaluations.   | 900.0              |                    | 300.0            | Permanent Fund Corporation Receipts | 1,200.0          |
| 19 | 7(b)   | Law                        | Civil Division, Oil, Gas and Mining | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06.  | 6,750.0            |                    | 2,250.0          | Permanent Fund Corporation Receipts | 9,000.0          |
| 20 | 7(c)(1)  | Natural Resources          | Capital                             | Gas pipeline risk analysis and royalty issues  | 1,875.0            |                    | 625.0            | Permanent Fund Corporation Receipts | 2,500.0          |

CS Senate Bill 98

|    | A         | B                      | C  | D   | F                  | G                  | H                | I                                   | J                |
|----|-----------|------------------------|--|---|--------------------|--------------------|------------------|-------------------------------------|------------------|
| 1  | Sec #     | Department             | RDU or Component or Capital                                  | Supplemental Need   | General Funds (CS) | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                    | Total Funds (CS) |
| 21 | 7(c)(2)   | Natural Resources      | Capital  | Gas pipeline corridor geologic hazards and resource evaluation  | 1,500.0            |                    | 500.0            | Permanent Fund Corporation Receipts | 2,000.0          |
| 22 | 7(d)(1)   | Natural Resources      | Operating  | Gas pipeline Bullen Point Road right-of-way permitting  | 2,400.0            |                    | 800.0            | Permanent Fund Corporation Receipts | 3,200.0          |
| 23 | 7(d)(2)   | Natural Resources      | Operating  | Division of Oil and Gas increased workload for gas pipeline   | 2,025.0            |                    | 675.0            | Permanent Fund Corporation Receipts | 2,700.0          |
| 24 | 7(d)(3)   | Natural Resources      | Operating  | Commissioner's Office increased workload for gas pipeline   | 150.0              |                    | 50.0             | Permanent Fund Corporation Receipts | 200.0            |
| 25 | 7(e)      | Revenue                | Capital  | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market  | 3,975.0            |                    | 1,325.0          | Permanent Fund Corporation Receipts | 5,300.0          |
| 26 | 7(f)      | Revenue                | Capital  | Alaska Natural Gas Development Authority increased workload for gas pipeline  | 1,627.5            |                    | 542.5            | Permanent Fund Corporation Receipts | 2,170.0          |
| 27 | 8         | Governor               | Arctic National Wildlife Refuge                              | Funds for support of national efforts to open ANWR for oil and gas exploration and development  | 375.0              |                    | 125.0            | Permanent Fund Corporation Receipts | 500.0            |
| 28 | 9(a)      | Health & Soc Svcs      | Alaskan Pioneer Homes, Pioneer Homes                         | Replacing unrealizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid.  |                    | (1,200.0)          | 1,200.0          | Receipt Supported Services          | 0.0              |
| 29 | 9(b)      | Health & Soc Svcs      | Behavioral Health Medicaid Svc                               | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May.  | 2,653.7            | 3,517.7            |                  |                                     | 6,171.4          |
| 30 | 9(c)      | Health & Soc Svcs      | Health Care Services: Medicaid Services                      | Unable to implement cost containment measures as quickly or to the extent planned - e.g., Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May.   | 13,821.4           | 16,888.3           |                  |                                     | 30,709.7         |
| 31 | 9(d)      | Health & Soc Svcs      | Senior/Disabilities Svcs<br>Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned - e.g., Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7. Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418.1. Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March. | 22,572.2           | 30,536.6           |                  |                                     | 53,108.8         |
| 32 | 10(a)     | Law                    | Criminal Appeals/Special Litigation Component                | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights, FY06 lapse date.   | 50.0               |                    |                  |                                     | 50.0             |
| 33 | 10(b)     | Law                    | 1st Judicial District  | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program.  |                    |                    | 21.4             | Statutory Designated Prgm Rcpts     | 21.4             |
| 34 | 11        | Military               | National Guard Military Headquarters                         | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 06 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March.   | 297.3              |                    |                  |                                     | 297.3            |
| 35 | 12        | Revenue                | Tax Division   | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSLA 2004.  | 395.5              |                    |                  |                                     | 395.5            |
| 36 | 13(a)-(c) | Salary & Benefits Adj. | Executive Branch   | FY 05 costs for the General Government Unit collective bargaining agreement.  | 2,571.5            | 1,138.2            | 1,856.5          |                                     | 5,566.2          |

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|    | A         | B                      | C                                    | D   | F                  | G                  | H                   | I                               | J                |
|----|-----------|------------------------|--------------------------------------|---|--------------------|--------------------|---------------------|---------------------------------|------------------|
| 1  | Sec #     | Department             | RDU or Component or Capital          | Supplemental Need   | General Funds (CS) | Federal Funds (CS) | Other Funds (CS)    | Fund Source (CS)                | Total Funds (CS) |
| 37 | 14(a)     | Transportation         | Marine Vessel Operations             | Fuel cost increases and other increased operating costs   |                    |                    | 12,000.0            | AMHS Fund                       | 12,000.0         |
| 38 | 14(b)     | Transportation         | Central Region Highways and Aviation | King Salmon airport - prior year invoices outstanding for air traffic control costs   | 44.5               |                    |                     |                                 | 44.5             |
| 39 | 14(c)     | Transportation         | Program Development                  | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations   | 85.0               |                    |                     |                                 | 85.0             |
| 40 | 154(a)    | Transportation         | Capital                              | Airport Improvement Program increase of \$5,585.0 in federal funds as allocated below   |                    |                    |                     |                                 | 0.0              |
| 41 | 15(a)(1)  | Transportation         | Capital                              | Kotzebue Obstruction Removal and Safety Area  |                    | 5,300.0            |                     |                                 | 5,300.0          |
| 42 | 154(a)(2) | Transportation         | Capital                              | Tenakee Springs Seaplane Float Rehabilitation   |                    | 550.0              |                     |                                 | 550.0            |
| 43 | 15(b)     | Transportation         | Capital                              | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below   |                    |                    |                     |                                 | 0.0              |
| 44 | 15(b)(1)  | Transportation         | Capital                              | Alaska Marine Highways - Coffman Cove Terminal  |                    | 1,600.0            |                     |                                 | 1,600.0          |
| 45 | 15(b)(2)  | Transportation         | Capital                              | Alaska Marine Highways - Mitkof Island South Mitkof Island Terminal   |                    | 3,500.0            |                     |                                 | 3,500.0          |
| 46 | 15(b)(3)  | Transportation         | Capital                              | Dalton Highway Milepost 37 to 49 Reconstruction - Hess Creek to Yukon River   |                    | 9,000.0            |                     |                                 | 9,000.0          |
| 47 | 15(b)(4)  | Transportation         | Capital                              | Glenn Highway Milepost 41 - Dogwood Intersection  |                    | 1,400.0            |                     |                                 | 1,400.0          |
| 48 | 15(b)(5)  | Transportation         | Capital                              | Haines Ferry Terminal through town to Old Haines Highway  |                    | 13,000.0           |                     |                                 | 13,000.0         |
| 49 | 15(b)(6)  | Transportation         | Capital                              | Haines Highway Revetment Reinforcement  |                    | 2,400.0            |                     |                                 | 2,400.0          |
| 50 | 15(b)(7)  | Transportation         | Capital                              | Ketchikan Tongass Highway - Third Avenue to Tunnel Resurfacing  |                    | 5,000.0            |                     |                                 | 5,000.0          |
| 51 | 15(b)(8)  | Transportation         | Capital                              | Parks Highway Milepost 72 to 83 Reconstruction - Willow Creek to Kashwitna River Reconstruction   |                    | 1,250.0            |                     |                                 | 1,250.0          |
| 52 | 15(b)(9)  | Transportation         | Capital                              | Parks Highway Milepost 204 - Summit Railroad Overcrossing   |                    | 4,900.0            |                     |                                 | 4,900.0          |
| 53 | 15(b)(10) | Transportation         | Capital                              | Petersburg Mitkof Highway - Ferry Terminal South Resurfacing  |                    | 1,600.0            |                     |                                 | 1,600.0          |
| 54 | 15(b)(11) | Transportation         | Capital                              | Richardson Highway Milepost 341 - Eielson Access Ramps  |                    | 500.0              |                     |                                 | 500.0            |
| 55 | 16        | Court System           | Trial Courts                         | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0 |                    |                    | 49.5                | Statutory Designated Prgm Rcpts | 49.5             |
| 56 | 18        | Lapse of Appropriation |                                      |   |                    |                    |                     |                                 |                  |
| 57 | 19        | Effective Date         |                                      |   |                    |                    |                     |                                 |                  |
| 58 |           |                        |                                      | <b>Total for Fast Track Supplemental Bill</b>   | <b>87,656.0</b>    | <b>99,380.8</b>    | <b>24,492.9 0.0</b> |                                 | <b>211,529.7</b> |

CS Senate Bill 98

|    | A  | B                          | C                                   | D   | F                    | G                  | H                | I                                   | J                |
|----|--|----------------------------|-------------------------------------|---|----------------------|--------------------|------------------|-------------------------------------|------------------|
| 1  | Sec #  | Department                 | RDU or Component or Capital         | Supplemental Need   | General Fu...Js (CS) | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                    | Total Funds (CS) |
| 2  | <b>Fast Track Supplemental Bill - Senate Bill 98</b> |                            |                                     |   |                      |                    |                  |                                     |                  |
| 3  | 1  | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings   | 110.0                |                    |                  |                                     | 110.0            |
| 4  | 2(a)   | Commerce                   | Community Advocacy                  | Small city energy assistance program  | 6,450.0              |                    |                  |                                     | 6,450.0          |
| 5  | 2(b)   | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood  |                      |                    | 150.0            | Statutory Designated Prgm Rcpts     | 150.0            |
| 6  | 2(c)   | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included |                      |                    | 523.0            | RCA Rcpts                           | 523.0            |
| 7  | 2(d) and (e)   | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board  |                      | (1,500.0)          | 1,500.0          | Receipt Supported Services          | 0.0              |
| 8  | 3(a)   | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The department will purchase TV and radio spots, and advertisements in smaller publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.       | 50.0                 |                    |                  |                                     | 50.0             |
| 9  | 3(b)   | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.   | 2,292.9              |                    |                  |                                     | 2,292.9          |
| 10 | 3(c)   | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.   | 65.0                 |                    |                  |                                     | 65.0             |
| 11 | 3(d)   | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004.  | 4.0                  |                    |                  |                                     | 4.0              |
| 12 | 3(e)   | Corrections                | Probation and Parole                | Reduction of \$50.0 due to impending lapse of FY05 funding.   | (50.0)               |                    |                  |                                     | (50.0)           |
| 13 | 4(a)   | Education                  | School Finance and Facilities       | Legal and expert services due to the Noon v. State funding lawsuit, extended lapse date to June 30, 2006.   | 230.0                |                    |                  |                                     | 230.0            |
| 14 | 4(b)   | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks.  | 100.0                |                    |                  |                                     | 100.0            |
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| 16 | 6(a)   | Fund Capitalization        | Marine Hwy Stabilization            | Fuel cost increases.  | 6,813.3              |                    |                  |                                     | 6,813.3          |
| 17 | 6(b)   | Fund Capitalization        | Disaster Relief Fund                | Base capitalization of fund \$1,000.0, 2004 Bering Strait Sea Storm \$4,054.4, Interior Earthquake shortfall \$259.2, and Kaktovik Winter Storm \$2,363.5.  | 6,667.2              |                    |                  |                                     | 6,667.2          |
| 18 | 7(a)   | Administration             | Capital                             | AGCC costs for gas pipeline reservoir studies and depletion plan evaluations.   | 900.0                |                    | 300.0            | Permanent Fund Corporation Receipts | 1,200.0          |
| 19 | 7(b)   | Law                        | Civil Division, Oil, Gas and Mining | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06.   | 6,750.9              |                    | 2,250.0          | Permanent Fund Corporation Receipts | 9,000.9          |
| 20 | 7(c)(1)  | Natural Resources          | Capital                             | Gas pipeline risk analysis and royalty issues.  | 1,875.0              |                    | 625.0            | Permanent Fund Corporation Receipts | 2,500.0          |

CS Senate Bill 98

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|----|----------|-----------------------|--|--|--------------------|--------------------|------------------|-------------------------------------|------------------|
|    | Sec #    | Department            | RDU or Component or Capital                                  | Supplemental Need  | General Funds (CS) | Federal Funds (CS) | Other Funds (CS) | Fund Source (CS)                    | Total Funds (CS) |
| 1  | 7(c)(2)  | Natural Resources     | Capital  | Gas pipeline corridor geologic hazards and resource evaluation   | 1,500.0            |                    | 500.0            | Permanent Fund Corporation Receipts | 2,000.0          |
| 21 | 7(d)1)   | Natural Resources     | Operating  | Gas pipeline Bullen Point Road right-of-way permitting   | 2,400.0            |                    | 800.0            | Permanent Fund Corporation Receipts | 3,200.0          |
| 22 | 7(d)(2)  | Natural Resources     | Operating  | Division of Oil and Gas increased workload for gas pipeline  | 2,025.0            |                    | 675.0            | Permanent Fund Corporation Receipts | 2,700.0          |
| 23 | 7(d)(3)  | Natural Resources     | Operating  | Commissioner's Office increased workload for gas pipeline  | 150.0              |                    | 50.0             | Permanent Fund Corporation Receipts | 200.0            |
| 24 | 7(e)     | Revenue               | Capital  | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market   | 3,975.0            |                    | 1,325.0          | Permanent Fund Corporation Receipts | 5,300.0          |
| 25 | 7(f)     | Revenue               | Capital  | Alaska Natural Gas Development Authority increased workload for gas pipeline   | 1,627.5            |                    | 542.5            | Permanent Fund Corporation Receipts | 2,170.0          |
| 26 | 8        | Governor              | Arctic National Wildlife Refuge                              | Funds for support of national efforts to open ANWR for oil and gas exploration and development   | 375.0              |                    | 125.0            | Permanent Fund Corporation Receipts | 500.0            |
| 27 | 9(a)     | Health & Soc Svcs     | Alaskan Pioneer Homes, Pioneer Homes                         | Replacing unrealizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid  |                    | (1,200.0)          | 1,200.0          | Receipt Supported Services          | 0.0              |
| 28 | 9(b)     | Health & Soc Svcs     | Behavioral Health Medicaid Svc                               | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May  | 2,653.7            | 3,517.7            |                  |                                     | 6,171.4          |
| 29 | 9(c)     | Health & Soc Svcs     | Health Care Services Medicaid Services                       | Unable to implement cost containment measures as quickly or to the extent planned e.g., Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May   | 13,821.4           | 16,888.3           |                  |                                     | 30,709.7         |
| 30 | 9(d)     | Health & Soc Svcs     | Senior/Disabilities Svcs<br>Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned e.g., Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7. Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418.1. Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March | 22,572.2           | 30,536.6           |                  |                                     | 53,108.8         |
| 31 | 10(a)    | Law                   | Criminal Appeals/Special Litigation Component                | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights, FY06 lapse date   | 50.0               |                    |                  |                                     | 50.0             |
| 32 | 10(b)    | Law                   | 1st Judicial District  | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program  |                    |                    | 21.4             | Statutory Designated Prgm Rcpts     | 21.4             |
| 33 | 11       | Military              | National Guard Military Headquarters                         | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 06 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March   | 297.3              |                    |                  |                                     | 297.3            |
| 34 | 12       | Revenue               | Tax Division   | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSLA 2004  | 395.5              |                    |                  |                                     | 395.5            |
| 35 | 13(a)(c) | Salary & Benefits Adj | Executive Branch   | FY 05 costs for the General Government Unit collective bargaining agreement  | 2,571.5            | 1,178.7            | 1,856.5          |                                     | 5,566.2          |
| 36 |          |                       |  |  |                    |                    |                  |                                     |                  |

CS Senate Bill 98

|    | A   | B                      | C                                    | D   | F                  | G                  | H                   | I                               | J                |
|----|---|------------------------|--------------------------------------|---|--------------------|--------------------|---------------------|---------------------------------|------------------|
| 1  | Sec #   | Department             | RDU or Component or Capital          | Supplemental Need   | General Funds (CS) | Federal Funds (CS) | Other Funds (CS)    | Fund Source (CS)                | Total Funds (CS) |
| 37 | 14(a)   | Transportation         | Marine Vessel Operations             | Fuel cost increases and other increased operating costs   |                    |                    | 12,000.0            | AMHS Fund                       | 12,000.0         |
| 38 | 14(b)   | Transportation         | Central Region Highways and Aviation | King Salmon airport - prior year invoices outstanding for air traffic control costs.  | 44.5               |                    |                     |                                 | 44.5             |
| 39 | 14(c)   | Transportation         | Program Development                  | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations.  | 85.0               |                    |                     |                                 | 85.0             |
| 40 | 154(a)  | Transportation         | Capital                              | Airport Improvement Program increase of \$5,585.0 in federal funds as allocated below   |                    |                    |                     |                                 | 0.0              |
| 41 | 15(a)(1)                                      | Transportation         | Capital                              | Kotzebue Obstruction Removal and Safety Area  |                    | 5,300.0            |                     |                                 | 5,300.0          |
| 42 | 154(a)(2)                                     | Transportation         | Capital                              | Tenakee Springs Seaplane Float Rehabilitation   |                    | 550.0              |                     |                                 | 550.0            |
| 43 | 15(b)   | Transportation         | Capital                              | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below   |                    |                    |                     |                                 | 0.0              |
| 44 | 15(b)(1)                                      | Transportation         | Capital                              | Alaska Marine Highways: Collman Cove Terminal   |                    | 1,600.0            |                     |                                 | 1,600.0          |
| 45 | 15(b)(2)                                      | Transportation         | Capital                              | Alaska Marine Highways: Mitkof Island South Mitkof Island Terminal  |                    | 3,500.0            |                     |                                 | 3,500.0          |
| 46 | 15(b)(3)                                      | Transportation         | Capital                              | Dalton Highway Milepost 37 to 49 Reconstruction - Hess Creek to Yukon River   |                    | 9,000.0            |                     |                                 | 9,000.0          |
| 47 | 15(b)(4)                                      | Transportation         | Capital                              | Glenn Highway Milepost 41 - Dogwood Intersection  |                    | 1,400.0            |                     |                                 | 1,400.0          |
| 48 | 15(b)(5)                                      | Transportation         | Capital                              | Haines Ferry Terminal through town to Old Haines Highway  |                    | 13,000.0           |                     |                                 | 13,000.0         |
| 49 | 15(b)(6)                                      | Transportation         | Capital                              | Haines Highway Revetment Reinforcement  |                    | 2,400.0            |                     |                                 | 2,400.0          |
| 50 | 15(b)(7)                                      | Transportation         | Capital                              | Ketchikan Tongass Highway - Third Avenue to Tunnel Resurfacing  |                    | 5,000.0            |                     |                                 | 5,000.0          |
| 51 | 15(b)(8)                                      | Transportation         | Capital                              | Parks Highway Milepost 72 to 83 Reconstruction - Willow Creek to Kashwitna River Reconstruction   |                    | 1,250.0            |                     |                                 | 1,250.0          |
| 52 | 15(b)(9)                                      | Transportation         | Capital                              | Parks Highway Milepost 204 - Summit Railroad Overcrossing   |                    | 4,900.0            |                     |                                 | 4,900.0          |
| 53 | 15(b)(10)                                     | Transportation         | Capital                              | Petersburg Mitkof Highway - Ferry Terminal South Resurfacing  |                    | 1,600.0            |                     |                                 | 1,600.0          |
| 54 | 15(b)(11)                                     | Transportation         | Capital                              | Richardson Highway Milepost 341 - Eielson Access Ramps  |                    | 500.0              |                     |                                 | 500.0            |
| 55 | 16  | Court System           | Trial Courts                         | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0 |                    |                    | 49.5                | Statutory Designated Prgm Rcpts | 49.5             |
| 56 | 18  | Lapse of Appropriation |                                      |   |                    |                    |                     |                                 |                  |
| 57 | 19  | Effective Date         |                                      |   |                    |                    |                     |                                 |                  |
| 58 | <b>Total for Fast Track Supplemental Bill</b> |                        |                                      |   | <b>87,656.0</b>    | <b>99,380.8</b>    | <b>24,492.9 0.0</b> |                                 | <b>211,529.7</b> |

COMMITTEE COPY

**Summary of Major FY 05 Funding Requests**

General Funds  
Only  
(in thousand\$)

|  |                    |
|--|--------------------|
| <b>Governor's initiatives</b>  |                    |
| Continue work on gasline   | \$28,270           |
| Small city energy assistance   | \$6,450            |
| Efforts to open ANWR   | \$500              |
| Expand substance abuse prevention efforts                                      | \$4,500            |
|  | <u>\$39,720</u>    |
| <b>Respond to disasters/emergencies</b>  |                    |
| Last summer's fires  | \$36,903           |
| Kaktovik storm   | \$2,364            |
| Bering Strait (Nome) Sea Storm   | \$4,054            |
| Accident claims  | \$1,350            |
| Funding for future disaster preparedness                                       | \$1,000            |
|  | <u>\$45,671</u>    |
| <b>Meet contractual obligations</b>  |                    |
| Arizona prison contract  | \$2,293            |
| GGU contract   | \$2,572            |
|  | <u>\$4,865</u>     |
| <b>Fund statutory formula programs</b>   |                    |
| Medicaid caseload and cost increases; unrealized savings from cost containment | \$39,047           |
| <b>Higher fuel, utilities</b>  | \$10,751           |
| <b>Meet legal challenges</b>   | \$1,493            |
| <b>Total</b>   | <b>\$141,547 *</b> |

*\*This amount does not reflect some savings in other areas that help offset these increased costs. There also are other supplemental requests in addition to the above, which are detailed in the following sectional summary.*

FY2005 SUPPLEMENTALS

|    | A   | B                          | C                                   | D  | E             | F             | G           | H                               | I            |
|----|---|----------------------------|-------------------------------------|--|---------------|---------------|-------------|---------------------------------|--------------|
|    | Section Number  | Department                 | RDU or Component or Capital         | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds  |
| 1  |   |                            |                                     |  |               |               |             |                                 |              |
| 2  | <b>Elections Supplemental Bill SB 62 / HB 79</b>            |                            |                                     |  |               |               |             |                                 |              |
| 3  | 1   | Governor                   | Elections                           | Extraordinary unanticipated costs incurred by the Division of Elections during the statewide 2004 elections  | 694.9         |               |             |                                 | 694.9        |
| 4  | 2   | Effective Date             |                                     |  |               |               |             |                                 |              |
| 5  | <b>Total for Elections Supplemental Bill: SB 62 / HB 79</b> |                            |                                     |  | <b>694.9</b>  |               |             |                                 | <b>694.9</b> |
| 6  | <b>Fast Track Supplemental Bill</b>                         |                            |                                     |  |               |               |             |                                 |              |
| 7  | 1   | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings.   | 110.0         |               |             |                                 | 110.0        |
| 8  | 2(a)  | Commerce                   | Community Advocacy                  | Small city energy assistance program.  | 6,450.0       |               |             |                                 | 6,450.0      |
| 9  | 2(b)  | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood.  |               |               | 150.0       | Statutory Designated Prgm Rcpts | 150.0        |
| 10 | 2(c)  | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included. |               |               | 523.0       | RCA Rcpts                       | 523.0        |
| 11 | 2(d) and (e)  | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board.  |               | (1,500.0)     | 1,500.0     | Receipt Supported Services      | 0.0          |
| 12 | 3(a)  | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The department will purchase TV and radio spots, and advertisements in smaller publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.        | 50.0          |               |             |                                 | 50.0         |
| 13 | 3(b)  | Corrections                | Administrative Services             | The department is seeking an e-procurement application to lower purchasing prices and improve efficiencies within the buying process for commodities, equipment, food and services.  | 225.0         |               |             |                                 | 225.0        |
| 14 | 3(c)  | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.  | 2,292.9       |               |             |                                 | 2,292.9      |
| 15 | 3(d)  | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.  | 65.0          |               |             |                                 | 65.0         |
| 16 | 3(e)  | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004.   | 4.0           |               |             |                                 | 4.0          |
| 17 | 4(a)  | Education                  | School Finance and Facilities       | Legal and expert services due to the Noon v. State funding lawsuit, extended lapse date to June 30, 2006.  | 230.0         |               |             |                                 | 230.0        |
| 18 | 4(b)  | Education                  | Mt. Edgecumbe Boarding School       | Residential operating costs related to expanded student population.  | 800.0         |               |             |                                 | 800.0        |
| 19 | 4(c)  | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks.   | 100.0         |               |             |                                 | 100.0        |
| 20 | 5(a)  | Environmental Conservation | Capital                             | Due to safety issues relating to emerging bioterrorism threats and animal diseases, changes in design were necessary to meet original intent and provide a safe and secure laboratory facility. This amendment provides additional funding to cover those design changes and complete construction of the new Environmental Health Laboratory.       | 355.0         | 500.0         |             | Federal Unrestricted Rcpts      | 855.0        |
| 21 | 5(b)  | Environmental Conservation | Capital                             | Agriculture economic disaster match of \$500.0 of federal unrestricted receipts in DNR for non-existent federal funds is reappropriated from sec. 24(n), ch. 159, SLA 2004, page 81, to DEC for the Seafood and Food Safety Lab Replacement project.   |               | (500.0)       |             | Federal Unrestricted Rcpts      | (500.0)      |
| 22 | 6(a)  | Fund Capitalization        | Marine Hwy Stabilization            | Fuel cost increases.   | 6,813.3       |               |             |                                 | 6,813.3      |
| 23 | 6(b)  | Fund Capitalization        | Disaster Relief Fund                | Base capitalization of fund \$1,000.0, 2004 Bering Strait Sea Storm \$4,054.4 Interior Earthquake shortfall \$259.3, and Kaktovik Winter Storm \$2,363.5.  | 7,677.2       |               |             |                                 | 7,677.2      |
| 24 | 7(a)  | Administration             | Capital                             | ACGCC costs for gas pipeline reservoir studies and depletion plan evaluations.   | 1,200.0       |               |             |                                 | 1,200.0      |

FY2005 SUPPLEMENTALS

|    | A              | B                     | C  | D  | E             | F             | G           | H                               | I           |
|----|----------------|-----------------------|--|--|---------------|---------------|-------------|---------------------------------|-------------|
|    | Section Number | Department            | RDU or Component or Capital                                | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds |
| 1  |                |                       |  |  |               |               |             |                                 |             |
| 25 | 7(b)           | Law                   | Civil Division, Oil, Gas and Mining                        | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06.  | 9,000.0       |               |             |                                 | 9,000.0     |
| 26 | 7(c)(1)        | Natural Resources     | Capital  | Gas pipeline risk analysis and royalty issues  | 2,500.0       |               |             |                                 | 2,500.0     |
| 27 | 7(c)(2)        | Natural Resources     | Capital  | Gas pipeline corridor geologic hazards and resource evaluation   | 2,000.0       |               |             |                                 | 2,000.0     |
| 28 | 7(c)(3)        | Natural Resources     | Capital  | Gas pipeline Bullen Point Road right-of-way permitting   | 3,200.0       |               |             |                                 | 3,200.0     |
| 29 | 7(c)(4)        | Natural Resources     | Capital  | Division of Oil and Gas increased workload for gas pipeline  | 2,700.0       |               |             |                                 | 2,700.0     |
| 30 | 7(c)(5)        | Natural Resources     | Capital  | Commissioner's Office increased workload for gas pipeline  | 200.0         |               |             |                                 | 200.0       |
| 31 | 7(d)           | Revenue               | Capital  | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market   | 5,300.0       |               |             |                                 | 5,300.0     |
| 32 | 7(e)           | Revenue               | Capital  | Alaska Natural Gas Development Authority increased workload for gas pipeline   | 2,170.0       |               |             |                                 | 2,170.0     |
| 33 | 8              | Governor              | Arctic National Wildlife Refuge                            | Funds for support of national efforts to open ANWR for oil and gas exploration and development   | 500.0         |               |             |                                 | 500.0       |
| 34 | 9(a)           | Health & Soc Svcs     | Alaskan Pioneer Homes: Pioneer Homes                       | Replacing unrealizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid.   |               | (1,200.0)     | 1,200.0     | Receipt Supported Services      | 0.0         |
| 35 | 9(b)           | Health & Soc Svcs     | Behavioral Health: Behavioral Health Medicaid Svc          | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May.   | 2,653.7       | 3,517.7       |             |                                 | 6,171.4     |
| 36 | 9(c)           | Health & Soc Svcs     | Health Care Services: Women's and Adolescents Services     | Feds reduced FFY05 funding in the Breast and Cervical Cancer screening program. The fund source change will allow services to 1600 enrolled women that otherwise would not be served due to federal funding reductions. Funds will be required by late March or early April to continue the program.   | 500.0         | (500.0)       |             |                                 | 0.0         |
| 37 | 9(d)           | Health & Soc Svcs     | Health Care Services: Medicaid Services                    | Unable to implement cost containment measures as quickly or to the extent planned: e.g., Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May.   | 13,821.4      | 16,888.3      |             |                                 | 30,709.7    |
| 38 | 9(e)           | Health & Soc Svcs     | Senior/Disabilities Svcs: Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned: e.g., Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7. Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418. Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March. | 22,572.2      | 30,536.6      |             |                                 | 53,108.8    |
| 39 | 10(a)          | Law                   | Criminal Appeals/Special Litigation Component              | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights; FY06 lapse date.  | 50.0          |               |             |                                 | 50.0        |
| 40 | 10(b)          | Law                   | 1st Judicial District                                      | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program.   |               |               | 21.4        | Statutory Designated Prgm Rcpts | 21.4        |
| 41 | 11             | Military              | National Guard Military Headquarters                       | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 05 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March.  | 446.0         |               |             |                                 | 446.0       |
| 42 | 12             | Revenue               | Tax Division   | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSLA 2004.   | 395.5         |               |             |                                 | 395.5       |
| 43 | 13(a)-(c)      | Salary & Benefits Adj | Executive Branch   | FY 05 costs for the General Government Unit collective bargaining agreement  | 2,571.5       | 1,138.2       | 1,856.5     |                                 | 5,566.2     |
| 44 | 14(a)          | Transportation        | Manne Vessel Operations                                    | Fuel cost increases and other increased operating costs  |               |               | 12,000.0    | AMHS Fund                       | 12,000.0    |
| 45 | 14(b)          | Transportation        | Central Region Highways and Aviation                       | King Salmon airport - prior year invoices outstanding for air traffic control costs  | 44.5          |               |             |                                 | 44.5        |
| 46 | 14(c)          | Transportation        | Program Development  | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations  | 85.0          |               |             |                                 | 85.0        |
| 47 | 154(a)         | Transportation        | Capital  | Airport Improvement Program increase of \$5,585.0 in federal funds as allocated below  |               |               |             |                                 | 0.0         |

FY2005 SUPPLEMENTALS

|    | A                                | B                      | C                                    | D   | E               | F               | G               | H                               | I                |
|----|----------------------------------|------------------------|--------------------------------------|---|-----------------|-----------------|-----------------|---------------------------------|------------------|
|    | Section Number                   | Department             | RDU or Component or Capital          | Supplemental Need   | General Funds   | Federal Funds   | Other Funds     | Fund Source                     | Total Funds      |
| 1  |                                  |                        |                                      |   |                 |                 |                 |                                 |                  |
| 48 | 15(a)(1)                         | Transportation         | Capital                              | Kotzebue Obstruction Removal and Safety Area  |                 | 5,300.0         |                 |                                 | 5,300.0          |
| 49 | 154(a)(2)                        | Transportation         | Capital                              | Tenakee Springs Seaplane Float Rehabilitation   |                 | 550.0           |                 |                                 | 550.0            |
| 50 | 15(b)                            | Transportation         | Capital                              | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below:  |                 |                 |                 |                                 | 0.0              |
| 51 | 15(b)(1)                         | Transportation         | Capital                              | Alaska Marine Highways: Coffman Cove Terminal   |                 | 1,600.0         |                 |                                 | 1,600.0          |
| 52 | 15(b)(2)                         | Transportation         | Capital                              | Alaska Marine Highways: Mitkof Island: South Mitkof Island Terminal   |                 | 3,500.0         |                 |                                 | 3,500.0          |
| 53 | 15(b)(3)                         | Transportation         | Capital                              | Dallion Highway: Milepost 37 to 49 Reccnstruction - Hess Creek to Yukon River   |                 | 9,000.0         |                 |                                 | 9,000.0          |
| 54 | 15(b)(4)                         | Transportation         | Capital                              | Glenn Highway: Milepost 41 - Dogwood Intersection   |                 | 1,400.0         |                 |                                 | 1,400.0          |
| 55 | 15(b)(5)                         | Transportation         | Capital                              | Haines: Ferry Terminal through town to Old Haines Highway   |                 | 13,000.0        |                 |                                 | 13,000.0         |
| 56 | 15(b)(6)                         | Transportation         | Capital                              | Haines Highway: Revetment Reinforcement   |                 | 2,400.0         |                 |                                 | 2,400.0          |
| 57 | 15(b)(7)                         | Transportation         | Capital                              | Ketchikan: Tongass Highway - Third Avenue to Tunnel Resurfacing   |                 | 5,000.0         |                 |                                 | 5,000.0          |
| 58 | 15(b)(8)                         | Transportation         | Capital                              | Parks Highway: Milepost 72 to 83 Reconstruction - Willow Creek to Kashwina River Reconstruction   |                 | 1,250.0         |                 |                                 | 1,250.0          |
| 59 | 15(b)(9)                         | Transportation         | Capital                              | Parks Highway: Milepost 204 - Summit Railroad Overcrossing  |                 | 4,900.0         |                 |                                 | 4,900.0          |
| 60 | 154(b)(10)                       | Transportation         | Capital                              | Petersburg: Mitkof Highway - Ferry Terminal South Resurfacing   |                 | 1,600.0         |                 |                                 | 1,600.0          |
| 61 | 154(b)(11)                       | Transportation         | Capital                              | Richardson Highway: Milepost 341 - Eielson Access Ramps   |                 | 500.0           |                 |                                 | 500.0            |
| 62 | 16                               | Court System           | Trial Courts                         | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0.  |                 |                 | 49.5            | Statutory Designated Prgm Rcpts | 49.5             |
| 63 | 17                               | Lapse of Appropriation |                                      |   |                 |                 |                 |                                 |                  |
| 64 | 18                               | Effective Date         |                                      |   |                 |                 |                 |                                 |                  |
| 65 |                                  |                        |                                      | <b>Total for Fast Track Supplemental Bill</b>   | <b>97,082.2</b> | <b>98,880.8</b> | <b>17,300.4</b> | <b>0.0</b>                      | <b>213,263.4</b> |
| 66 |                                  |                        |                                      |   |                 |                 |                 |                                 |                  |
| 67 | <b>Regular Supplemental Bill</b> |                        |                                      |   |                 |                 |                 |                                 |                  |
| 68 | 1(a)                             | Administration         | Finance                              | First National Bank of Alaska credit card rebates - These funds are received from the bank based on state credit card purchases. Growth of the credit card program, combined with more favorable rebate terms has resulted in rebates in excess of budgeted authority. Allowing receipt and expenditure of these funds will allow the department to meet the vacancy factor in this component where health insurance and retirement cost increases were not funded.   |                 |                 | 76.1            | Statutory Designated Prgm Rcpts | 76.1             |
| 69 | 1(b)                             | Administration         | Motor Vehicles                       | Digital drivers license supplies - Funding is needed to cover the additional costs of deploying the digital drivers license system and increased demand for the new licenses. Consumable costs are higher due to volume of first-year purchases and underestimating cost of consumables   |                 |                 | 125.0           | Receipt Supported Services      | 125.0            |
| 70 | 1(c)                             | Administration         | Office of Public Advocacy            | Projected annual caseload increase - Because of the difficulty in projecting case types and costs 18 months in advance, OPA has historically funded the workload and caseload increases through supplemental appropriations. Funding of \$25.0 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209   | 600.0           |                 |                 |                                 | 600.0            |
| 71 | 1(d)                             | Administration         | Public Defender Agency               | Projected annual caseload increase - PD was reappointed to several hundred old cases associated with the Blakely decision which rendered some aspects of the State of Alaska's sentencing framework unconstitutional. Also, increases in travel to remote courts, expert witness, discovery and file storage costs. Funding of \$24.9 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209. Also includes Therapeutic court funding coming from federal funds received by the National Council on Alcohol and Drug Dependency and allocated to State agencies | 887.2           |                 | 20.0            | Statutory Designated Prgm Rcpts | 907.2            |
| 72 | 1(e)                             | Administration         | Risk Management                      | Two major claims against the State's self-insurance deductible (\$1 million per loss) for catastrophic losses have been incurred. Fairbanks Correctional Center \$1,000.0 (total cost is just over \$1 million) and Fairweather hull damage \$350.0.  | 1,350.0         |                 |                 |                                 | 1,350.0          |
| 73 | 1(f)                             | Administration         | Satellite Infrastructure             | The department has realized decreased rental costs for satellite equipment.   | (500.0)         |                 |                 |                                 | (500.0)          |
| 74 | 2                                | Commerce               | Qualified Trade Association Contract | The difference between the estimated amount and the actual amount paid to the Alaska Travel Industry Association that was due.  | 158.2           |                 |                 |                                 | 158.2            |

FY2005 SUPPLEMENTALS

|    | A              | B                   | C  | D  | E             | F             | G           | H               | I           |
|----|----------------|---------------------|--|--|---------------|---------------|-------------|-----------------|-------------|
|    | Section Number | Department          | RDU or Component or Capital  | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source     | Total Funds |
| 1  |                |                     |  |  |               |               |             |                 |             |
| 75 | 3(a)           | Corrections         | Institutional Facilities   | The department took a 7% savings in commodity purchases in anticipation of savings from deploying technology. Deployment has been delayed and the savings has not been realized.   | 350.0         |               |             |                 | 350.0       |
| 76 | 3(b)           | Corrections         | Institutional Facilities   | Fuel cost increases.   | 75.0          |               |             |                 | 75.0        |
| 77 | 4(a)           | Education           | ACPE   | Unanticipated increase in mainframe charges from Dept. of Administration's Enterprise Technology Services  |               |               | 265.0       | ACPE Rcpts      | 265.0       |
| 78 | 4(b)           | Education           | Foundation Program   | Reduce the FY 05 entitlement for public school funding due to a decrease in projected enrollment; an increase in the amount of federal impact aid that reduces the amount of state aid; and the actual cost of the supplemental funding floor.   | (14,145.5)    |               |             |                 | (14,145.5)  |
| 79 | 4(c)           | Education           | Library Operations   | Costs associated with implementation of librarian job class study resulting in a one-range increase effective January 15, 2005.  | 30.0          |               |             |                 | 30.0        |
| 80 | 5              | Fish & Game         | Commercial Fisheries   | Language in sec. 1, ch. 158, SLA 2004, page 14 for the Southeast Region Fisheries Management component should have been for the entire Commercial Fisheries appropriation.   |               |               |             |                 | 0.0         |
| 81 | 6              | Fund Capitalization | Fish and Game Fund   | Fish and Game Fund interest can't be spent by the Department of Public Safety or the Department of Law per Legislative Audit, December 2004. A language change is necessary to specifically appropriate the interest earnings.   | 108.4         |               |             |                 | 108.4       |
| 82 | 7(a)           | Fund Capitalization | Debt Retirement Fund   | Increased capitalization of the Debt Retirement Fund to supplant a shortfall in cigarette tax revenue into the School Fund - the estimate for cigarette tax revenue is reduced by \$800.0 from \$30.2 million to \$29.4 million. This fully funds the School Construction Debt Reimbursement program in FY 05. | 551.1         | 3.5           | 245.4       | DEED CIP Equity | 800.0       |
| 83 | 7(b)           | Fund Capitalization | Debt Retirement Fund   | This section appropriates any lapsing balances as of June 30, 2005 of federal unrestricted receipts to the Debt Retirement Fund. (The amount is unknown at this time.)   |               |               |             |                 | 0.0         |
| 84 | 7(c)           | Fund Capitalization | Information Services Fund  | Telecommunications Partnering Agreement (TPA) disentanglement remediation \$3,200.0<br>State of Alaska Telecommunications System (SATS) and 2-Way Radio removed from statewide rate allocation and funded separately \$3,043.4   | 6,243.4       |               |             |                 | 6,243.4     |
| 85 | 8(a)           | Health & Soc Svcs   | Behavioral Health: Behavioral Health Grants  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Leadership Initiatives to Keep Children Alcohol-Free, Reach Out Now, Building Healthy Futures, Statewide Multimedia Campaign; FY06 lapse date.   | 4,000.0       |               |             |                 | 4,000.0     |
| 86 | 8(b)           | Health & Soc Svcs   | Behavioral Health: Behavioral Health Administration  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign Project Coordinator; FY06 lapse date.  | 75.0          |               |             |                 | 75.0        |
| 87 | 8(c)           | Health & Soc Svcs   | Behavioral Health: Community Action Prevention and Intervention Grants                       | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign, FY06 lapse date.  | 425.0         |               |             |                 | 425.0       |
| 88 | 8(d)           | Health & Soc Svcs   | Juvenile Justice Probation Services  | Court-ordered special needs services for children in juvenile facilities. Last session the Legislature asked that these costs be brought forward as supplementals.   | 194.1         |               |             |                 | 194.1       |
| 89 | 8(e)           | Health & Soc Svcs   | Public Assistance: Adult Public Assistance   | Savings due to caseload reduction and programmatic changes, particularly last year's changes to interim assistance.  | (2,038.8)     |               |             |                 | (2,038.8)   |
| 90 | 8(e)           | Health & Soc Svcs   | Public Assistance: General Relief Assistance   | Projected FY 05 lapse. Approximately 80% of funds are used to pay for funeral and burial expenses of indigent deceased persons; the remainder is used to assist low-income individuals and families who are facing eviction.   | (185.0)       |               |             |                 | (185.0)     |
| 91 | 8(f)           | Health & Soc Svcs   | Departmental Support Services: BASIC Grants  | Provides vital social service program support to entities directly serving needy Alaskans across the state. Funding will be used on collaborative, community-based activities addressing basic needs such as food, shelter and health care. With FY06 lapse date.  | 1,000.0       |               |             |                 | 1,000.0     |
| 92 | 8(g)           | Health & Soc Svcs   | Boards and Commissions: Governor's Advisory Council on Faith-Based and Community Initiatives | FY 05 costs for Office established by Administrative Order 221.  | 122.1         |               |             |                 | 122.1       |

FY2005 SUPPLEMENTALS

|     | A              | B                 | C  | D  | E             | F             | G           | H                             | I           |
|-----|----------------|-------------------|--|--|---------------|---------------|-------------|-------------------------------|-------------|
|     | Section Number | Department        | RDU or Component or Capital                      | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                   | Total Funds |
| 1   |                |                   |  |  |               |               |             |                               |             |
| 93  | 8(h)           | Health & Soc Svcs | Public Health: Vital Statistics                  | Full funding for lease costs for Juneau office.  |               |               | 150.0       | Receipt Supported Services    | 150.0       |
| 94  | 9              | Law               | Civil Division, Deputy Attorney General's Office | Judgements and Claims as of 2/7/05.  | 1,108.9       |               |             |                               | 1,108.9     |
| 95  | 10(a)          | Labor             | Management Services                              | Language for carryforward of revenues due to audit findings.   |               |               |             |                               | 0.0         |
| 96  | 10(b)          | Labor             | Vocational Rehabilitation Administration         | Language for carryforward of revenues due to audit findings.   |               |               |             |                               | 0.0         |
| 97  | 11(a)          | Law               | Opinions, Appeals and Ethics                     | Outside counsel costs to complete the appeal through the oral argument in the Planned Parenthood case; FY06 lapse date.  | 19.1          |               |             |                               | 19.1        |
| 98  | 11(b)          | Law               | Statehood Defense                                | Extend lapse date to June 30, 2006 for Navigable Waters, RS 2477 Rights-of-Way, Statehood Defense - Sec. 62(b), ch. 82, SLA 2003.  | 0.0           |               |             |                               | 0.0         |
| 99  | 11(c)          | Law               | Environmental Law                                | Extend lapse date to June 30, 2006 for continued analysis of the continuing injury from the Exxon Valdez oil spill and development of restoration options - Sec. 16, ch. 159, SLA 2004.  | 0.0           |               |             |                               | 0.0         |
| 100 | 11(d)          | Law               | Environmental Law                                | Extend lapse date to June 30, 2006 for Exxon Valdez Oil Spill Trustee Council - Sec. 22(c), ch. 159, SLA 2004.   | 0.0           |               |             |                               | 0.0         |
| 101 | 12(a)          | Military          | Capital  | Transfer RPL 09-5-0001, authorized on July 8, 2004, for the Alaska Aviation Safety project from operating to capital (\$2,803.0 federal funds).  |               |               |             |                               | 0.0         |
| 102 | 12(b)          | Military          | Capital  | Reappropriation of the estimated balance of \$48.5 from the Tudor Road Combined Support Maintenance Site Clean-up project (Sec. 1, ch. 135, SLA 2000) for statewide emergency communications.  |               |               |             |                               | 0.0         |
| 103 | 12(c)          | Military          | National Guard Military Headquarters             | Anchorage Armory basic telecommunications service: increased basic telephone service costs provided by the National Guard Bureau for DMVA offices located in the Anchorage Armory.   | 57.2          |               |             |                               | 57.2        |
| 104 | 12(d)          | Military          | Air Guard Facilities Maintenance                 | Network Services Costs for Kulis and Eielson: network service is provided by the Air National Guard.   | 30.9          |               |             |                               | 30.9        |
| 105 | 12(e)          | Military          | Alaska Military Youth Academy                    | Network Services Costs for the Alaska Military Youth Academy: network service is provided by a private sector vendor.  | 52.6          |               |             |                               | 52.6        |
| 106 | 13(a)          | Natural Resources | Fire Suppression Activity                        | Costs to fight worst fire season in history.   | 36,902.7      |               |             |                               | 36,902.7    |
| 107 | 13(b)          | Natural Resources | Capital  | Reappropriation of the Grants to Named Recipient: Ketchikan Area State Parks Advisory Board - \$25,000 for Areawide Health, Safety and Maintenance Upgrades project to DNR for same purpose. As originally appropriated, the Board has no staff or the capability to receive and expend the funds. |               |               |             |                               | 0.0         |
| 108 | 13(c)          | Natural Resources | Water Development                                | Replace non-realizable receipts.   | 100.0         |               | (100.0)     | Receipt Supported Services    | 0.0         |
| 109 | 14(a)          | Public Safety     | Capital  | Additional National Marine Fisheries Service funding for the existing FY 05 capital project: Marine Fisheries Patrol Improvements. This increases the amount from \$1,080.3 to \$1,250.0.  |               | 169.7         |             |                               | 169.7       |
| 110 | 14(b)          | Public Safety     | Capital  | Now Crime Scene Examination Enhancement project.   |               | 225.0         |             |                               | 225.0       |
| 111 | 15(a)          | Revenue           | Alaska State Pension Investment Board            | Increased managers fees.   |               |               | 1,100.0     | various Retirement Funds      | 1,100.0     |
| 112 | 15(b)          | Revenue           | Capital  | Alaska Mental Health Trust Authority: Mobility Coalition grant funds from the U.S. Department of Transportation.   |               | 500.0         |             |                               | 500.0       |
| 113 | 15(c)          | Revenue           | APFC Custody and Management Fees                 | Increased managers fees.   |               |               | 1,500.0     | Permanent Fund Receipts       | 1,500.0     |
| 114 | 16(a)          | State Debt        | School Debt Reimbursement                        | Fund source change due to a shortfall in cigarette tax revenue deposits into the School Fund. The School Fund is reduced from \$30.2 million to \$29.4 million and the Debt Retirement Fund is increased from \$51,670,084 to \$52,470,084.  |               |               | 0.0         | Debt Ret Fund and School Fund | 0.0         |

FY2005 SUPPLEMENTALS

|     | A              | B              | C   | D  | E             | F             | G           | H                                  | I           |
|-----|----------------|----------------|---|--|---------------|---------------|-------------|------------------------------------|-------------|
|     | Section Number | Department     | RDU or Component or Capital                       | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                        | Total Funds |
| 1   |                |                |   |  |               |               |             |                                    |             |
| 115 | 16(b)          | State Debt     | Capital Project Debt Reimbursement                | The lapse date of sec. 33(f)(3), ch 158, SLA 2004, page 68, line 16 - 18, is extended to June 30, 2006 for Mellakalla Power and Light's utility plant and capital addition debt reimbursement.       |               |               |             |                                    | 0.0         |
| 116 | 17(a)          | Transportation | Capital   | Bids came in higher for Chandalar maintenance station construction   | 930.0         |               |             |                                    | 930.0       |
| 117 | 17(b)          | Transportation | Capital   | Adak contract - new federal authority for capital improvements.  |               | 3,400.0       |             |                                    | 3,400.0     |
| 118 | 17(c)          | Transportation | Capital   | Emergency and Non-routine Maintenance:<br>Failed railroad crossings, \$305.0<br>Winter ice storm and avalanche damage, \$50.0<br>Johnson River bridge damage, \$218.4                                | 573.4         |               |             |                                    | 573.4       |
| 119 | 17(d)          | Transportation | Anchorage Airport Facilities                      | Utility cost increases.  |               |               |             | Internati<br>Airports Rev<br>Fund  | 1,001.4     |
| 120 | 17(e)          | Transportation | Anchorage Airport Field and Equipment Maintenance | Utility cost increases.  |               |               | 1,001.4     | Internati<br>Airports Rev<br>Fund  | 274.8       |
| 121 | 17(f)          | Transportation | Capital   | Reappropriate the June 30, 2005 balance of the \$10 million appropriation made in sec. 29(c), ch. 159, SLA 2004 for the Adak air field, estimated to be \$9 million, to DOT for capital improvements |               |               | 274.8       |                                    | 0.0         |
| 122 | 17(g)          | Transportation | Central Region Facilities                         | Heating fuel and risk management cost increases  | 249.9         |               |             |                                    | 249.9       |
| 123 | 17(h)          | Transportation | Northern Region Facilities                        | Heating fuel and utility cost increases.   | 465.5         |               |             |                                    | 465.5       |
| 124 | 17(i)          | Transportation | Central Region Highways and Aviation              | Anchorage snowhaul and equipment fuel, utilities, sand and steel cost increases  | 1,374.4       |               |             |                                    | 1,374.4     |
| 125 | 17(j)          | Transportation | Northern Region Highways and Aviation             | Equipment fuel, utilities, and steel cost increases.   | 1,399.5       |               |             |                                    | 1,399.5     |
| 126 | 17(k)          | Transportation | Southeast Region Highways and Aviation            | Equipment fuel, sand, chemicals and steel cost increases.  | 263.4         |               |             |                                    | 263.4       |
| 127 | 17(l)          | Transportation | State Equipment Fleet Administration              | Fuel increases - credit card expenditures reimbursed by user agencies  |               |               | 1,100.0     | Highway<br>Working<br>Capital Fund | 1,100.0     |
| 128 | 17(m)          | Transportation | Statewide Information Services                    | Funding for telecommunications chargeback costs. FY 04 supplemental funding was not built into FY 05 budget, thereby causing a shortfall.  | 659.6         |               |             |                                    | 659.6       |
| 129 | 17(n)          | Transportation | Central Region Highways and Aviation              | King Salmon air traffic control current year contract  | 68.0          |               |             |                                    | 68.0        |
| 130 | 17(o)          | Transportation | Human Resources                                   | Shortage in realizing savings due to delay in implementing electronic timesheets.  |               |               | 140.0       | various                            | 140.0       |
| 131 | 18(a)          | Transportation | Capital   | Airport Improvement Program increase of \$18 million in federal funds as allocated   |               |               |             |                                    | 0.0         |
| 132 | 18(a)(1)       | Transportation | Capital   | Bethel Airport Parallel Runway and Other Improvements  |               | 16,000.0      |             |                                    | 16,000.0    |
| 133 | 18(a)          | Transportation | Capital   | Hooper Bay Airport Access Road Repairs   |               | 2,000.0       |             |                                    | 2,000.0     |
| 134 | 18(b)          | Transportation | Capital   | Surface Transportation Program increase of 8,725.0 in federal funds as allocated   |               |               |             |                                    | 0.0         |
| 135 | 18(b)(1)       | Transportation | Capital   | Southeast Mid Region Access EIS  |               | 2,000.0       |             |                                    | 2,000.0     |
| 136 | 18(b)(2)       | Transportation | Capital   | Statewide Comprehensive Highway Safety Plan  |               | 500.0         |             |                                    | 500.0       |
| 137 | 18(b)(3)       | Transportation | Capital   | Statewide Electronic Crash Web Enablement Form 12-200 and Data Transfer  |               | 400.0         |             |                                    | 400.0       |
| 138 | 18(b)(4)       | Transportation | Capital   | Statewide Emergency Bridge Replacement   |               | 800.0         |             |                                    | 800.0       |
| 139 | 18(b)(5)       | Transportation | Capital   | Statewide Intelligent Transportation systems Implementation Plan (IWAYS)   |               | 1,350.0       |             |                                    | 1,350.0     |
| 140 | 18(b)(6)       | Transportation | Capital   | Statewide Road/Highway Functional Classification Review  |               | 400.0         |             |                                    | 400.0       |
| 141 | 18(b)(7)       | Transportation | Capital   | Statewide Material Site Investigation  |               | 500.0         |             |                                    | 500.0       |
| 142 | 18(b)(8)       | Transportation | Capital   | Statewide Milepost and Destination Signs   |               | 1,300.0       |             |                                    | 1,300.0     |
| 143 | 18(b)(9)       | Transportation | Capital   | Statewide National Highway System and Non-National Highway System Anti-icing Program   |               | 400.0         |             |                                    | 400.0       |
| 144 | 18(b)(10)      | Transportation | Capital   | Statewide Traveler Information Signs   |               | 325.0         |             |                                    | 325.0       |
| 145 | 18(b)(11)      | Transportation | Capital   | Glenn Highway Milepost 58, Milepost 60, and Milepost 97 Slides Repair  |               | 750.0         |             |                                    | 750.0       |

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|     | A              | B                       | C                           | D                                    | E               | F             | G           | H                             | I           |
|-----|----------------|-------------------------|-----------------------------|--------------------------------------|-----------------|---------------|-------------|-------------------------------|-------------|
|     | Section Number | Department              | RDU or Component or Capital | Supplemental Need                    | General Funds   | Federal Funds | Other Funds | Fund Source                   | Total Funds |
| 1   |                |                         |                             |                                      |                 |               |             |                               |             |
| 146 | 20             | Revenue                 | Treasury Division           | increased managers fees              |                 |               | 25.0        | Constitutional Budget Reserve | 25.0        |
| 147 |                |                         |                             | Regular Supplemental Bill Total      | 43,555.3        | 31,023.2      | 5,922.7     |                               | 80,501.2    |
| 148 |                |                         |                             |                                      |                 |               |             |                               |             |
| 149 |                |                         |                             | Governor's Supplemental Total        | 141,332.4       | 129,904.0     | 23,223.1    |                               | 294,459.5   |
| 150 |                |                         |                             |                                      |                 |               |             |                               |             |
| 151 | 19(a)          | Ratifications           | Health & Soc Svcs           | AR22520-03 Medical Assistance        | \$13,390,029.73 |               |             |                               |             |
| 152 | 19(b)          | Ratifications           | Natural Resources           | AR37313-04 Fire Suppression Activity | \$2,010,200.00  |               |             |                               |             |
| 153 | 19(c)          | Ratifications           | Corrections                 | AR50566-02 Parole Board              | \$62,129.00     |               |             |                               |             |
| 154 | 21             | Retroactivity           |                             |                                      |                 |               |             |                               |             |
| 155 | 22             | Lapse of Appropriations |                             |                                      |                 |               |             |                               |             |
| 156 | 23             | Effective Date          |                             |                                      |                 |               |             |                               |             |
| 157 | 24             | Effective Date          |                             |                                      |                 |               |             |                               |             |

COMMITTEE COPY

**Summary of Major FY 05 Funding Requests**

General Funds  
Only  
(in thousand\$)

|  |                  |
|--|------------------|
| <b>Governor's initiatives</b>  |                  |
| Continue work on gasline   | \$28,270         |
| Small city energy assistance   | \$6,450          |
| Efforts to open ANWR   | \$500            |
| Expand substance abuse prevention efforts                                      | \$4,500          |
|  | \$39,720         |
| <b>Respond to disasters/emergencies</b>  |                  |
| Last summer's fires  | \$36,903         |
| Kaktovik storm   | \$2,364          |
| Bering Strait (Nome) Sea Storm   | \$4,054          |
| Accident claims  | \$1,350          |
| Funding for future disaster preparedness                                       | \$1,000          |
|  | \$45,671         |
| <b>Meet contractual obligations</b>  |                  |
| Arizona prison contract  | \$2,293          |
| GGU contract   | \$2,572          |
|  | \$4,865          |
| <b>Fund statutory formula programs</b>   |                  |
| Medicaid caseload and cost increases; unrealized savings from cost containment | \$39,047         |
| <b>Higher fuel, utilities</b>  | \$10,751         |
| <b>Meet legal challenges</b>   | \$1,493          |
| <b>Total</b>   | <b>\$141,547</b> |

*\*This amount does not reflect some savings in other areas that help offset these increased costs. There also are other supplemental requests in addition to the above, which are detailed in the following sectional summary.*

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|    | A   | B                          | C                                   | D  | E             | F             | G           | H                               | I            |
|----|---|----------------------------|-------------------------------------|--|---------------|---------------|-------------|---------------------------------|--------------|
|    | Section Number  | Department                 | RDU or Component or Capital         | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds  |
| 1  |   |                            |                                     |  |               |               |             |                                 |              |
| 2  | <b>Elections Supplemental Bill SB 62 / HB 79</b>            |                            |                                     |  |               |               |             |                                 |              |
| 3  | 1   | Governor                   | Elections                           | Extraordinary unanticipated costs incurred by the Division of Elections during the statewide 2004 elections  | 694.9         |               |             |                                 | 694.9        |
| 4  | 2   | Effective Date             |                                     |  |               |               |             |                                 |              |
| 5  | <b>Total for Elections Supplemental Bill: SB 62 / HB 79</b> |                            |                                     |  | <b>694.9</b>  |               |             |                                 | <b>694.9</b> |
| 6  | <b>Fast Track Supplemental Bill</b>                         |                            |                                     |  |               |               |             |                                 |              |
| 7  | 1   | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings.   | 110.0         |               |             |                                 | 110.0        |
| 8  | 2(a)  | Commerce                   | Community Advocacy                  | Small city energy assistance program.  | 6,450.0       |               |             |                                 | 6,450.0      |
| 9  | 2(b)  | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood.  |               |               | 150.0       | Statutory Designated Prgm Rcpts | 150.0        |
| 10 | 2(c)  | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included. |               |               | 523.0       | RCA Rcpts                       | 523.0        |
| 11 | 2(d) and (c)  | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board.  |               | (1,500.0)     | 1,500.0     | Receipt Supported Services      | 0.0          |
| 12 | 3(a)  | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The department will purchase TV and radio spots, add advertisements in smaller publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.        | 50.0          |               |             |                                 | 50.0         |
| 13 | 3(b)  | Corrections                | Administrative Services             | The department is seeking an e-procurement application to lower purchasing prices and improve efficiencies within the buying process for commodities, equipment, food and services.  | 225.0         |               |             |                                 | 225.0        |
| 14 | 3(c)  | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.  | 2,292.9       |               |             |                                 | 2,292.9      |
| 15 | 3(d)  | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.  | 65.0          |               |             |                                 | 65.0         |
| 16 | 3(e)  | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004.   | 4.0           |               |             |                                 | 4.0          |
| 17 | 4(a)  | Education                  | School Finance and Facilities       | Legal and expert services due to the Noon v. State funding lawsuit, extended lapse date to June 30, 2006.  | 230.0         |               |             |                                 | 230.0        |
| 18 | 4(b)  | Education                  | MI, Edgcombe Boarding School        | Residential operating costs related to expanded student population.  | 800.0         |               |             |                                 | 800.0        |
| 19 | 4(c)  | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks.   | 100.0         |               |             |                                 | 100.0        |
| 20 | 5(a)  | Environmental Conservation | Capital                             | Due to safety issues relating to emerging bioterrorism threats and animal diseases, changes in design were necessary to meet original intent and provide a safe and secure laboratory facility. This amendment provides additional funding to cover those design changes and complete construction of the new Environmental Health Laboratory.       | 355.0         | 500.0         |             | Federal Unrestricted Rcpts      | 855.0        |
| 21 | 5(b)  | Environmental Conservation | Capital                             | Agriculture economic disaster match of \$500.0 of federal unrestricted receipts in DNR for non-existent federal funds is reappropriated from sec. 24(n), ch. 159, SLA 2004, page 81, to CEC for the Seafood and Food Safety Lab Replacement project.   |               | (500.0)       |             | Federal Unrestricted Rcpts      | (500.0)      |
| 22 | 6(a)  | Fund Capitalization        | Manne Hwy Stabilization             | Fuel cost increases.   | 6,813.3       |               |             |                                 | 6,813.3      |
| 23 | 6(b)  | Fund Capitalization        | Disaster Relief Fund                | Base capitalization of fund \$1,000.0, 2004 Bering Strait Sea Storm \$4,054.4, Interior Earthquake shortfall \$259.3, and Kaktovik Winter Storm \$2,363.5.   | 7,677.2       |               |             |                                 | 7,677.2      |
| 24 | 7(a)  | Administration             | Capital                             | AOGCC costs for gas pipeline reservoir studies and depletion plan evaluations.   | 1,200.0       |               |             |                                 | 1,200.0      |

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|    | A              | B                     | C  | D  | E             | F             | G           | H                               | I           |
|----|----------------|-----------------------|--|--|---------------|---------------|-------------|---------------------------------|-------------|
|    | Section Number | Department            | RDU or Component or Capital                                | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds |
| 1  |                |                       |  |  |               |               |             |                                 |             |
| 25 | 7(b)           | Law                   | Civil Division, Oil, Gas and Mining                        | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06   | 9,000.0       |               |             |                                 | 9,000.0     |
| 26 | 7(c)(1)        | Natural Resources     | Capital  | Gas pipeline risk analysis and royalty issues  | 2,500.0       |               |             |                                 | 2,500.0     |
| 27 | 7(c)(2)        | Natural Resources     | Capital  | Gas pipeline corridor geologic hazards and resource evaluation   | 2,000.0       |               |             |                                 | 2,000.0     |
| 28 | 7(c)(3)        | Natural Resources     | Capital  | Gas pipeline Bullen Point Road right-of-way permitting   | 3,200.0       |               |             |                                 | 3,200.0     |
| 29 | 7(c)(4)        | Natural Resources     | Capital  | Division of Oil and Gas increased workload for gas pipeline  | 2,700.0       |               |             |                                 | 2,700.0     |
| 30 | 7(c)(5)        | Natural Resources     | Capital  | Commissioner's Office increased workload for gas pipeline  | 200.0         |               |             |                                 | 200.0       |
| 31 | 7(d)           | Revenue               | Capital  | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market   | 5,300.0       |               |             |                                 | 5,300.0     |
| 32 | 7(e)           | Revenue               | Capital  | Alaska Natural Gas Development Authority increased workload for gas pipeline   | 2,170.0       |               |             |                                 | 2,170.0     |
| 33 | 8              | Governor              | Arctic National Wildlife Refuge                            | Funds for support of national efforts to open ANWR for oil and gas exploration and development   | 500.0         |               |             |                                 | 500.0       |
| 34 | 9(a)           | Health & Soc Svcs     | Alaskan Pioneer Homes: Pioneer Homes                       | Replacing un-realizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid.  |               | (1,200.0)     | 1,200.0     | Receipt Supported Services      | 0.0         |
| 35 | 9(b)           | Health & Soc Svcs     | Behavioral Health: Behavioral Health Medicaid Svc          | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May.   | 2,653.7       | 3,517.7       |             |                                 | 6,171.4     |
| 36 | 9(c)           | Health & Soc Svcs     | Health Care Services: Women's and Adolescents Services     | Feds reduced FFY05 funding in the Breast and Cervical Cancer screening program. The fund source change will allow services to 1600 enrolled women that otherwise would not be served due to federal funding reductions. Funds will be required by late March or early April to continue the program.   | 500.0         | (500.0)       |             |                                 | 0.0         |
| 37 | 9(d)           | Health & Soc Svcs     | Health Care Services: Medicaid Services                    | Unable to implement cost containment measures as quickly or to the extent planned. e.g., Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May.   | 13,821.4      | 16,888.3      |             |                                 | 30,709.7    |
| 38 | 9(e)           | Health & Soc Svcs     | Senior/Disabilities Svcs: Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned. e.g., Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7. Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418.1. Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March. | 22,572.2      | 30,536.6      |             |                                 | 53,108.8    |
| 39 | 10(a)          | Law                   | Criminal Appeals/Special Litigation Component              | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights, FY06 lapse date.  | 50.0          |               |             |                                 | 50.0        |
| 40 | 10(b)          | Law                   | 1st Judicial District                                      | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program.   |               |               | 21.4        | Statutory Designated Prgm Rcpts | 21.4        |
| 41 | 11             | Military              | National Guard Military Headquarters                       | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 06 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March.  | 446.0         |               |             |                                 | 446.0       |
| 42 | 12             | Revenue               | Tax Division   | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSIA 2004  | 395.5         |               |             |                                 | 395.5       |
| 43 | 13(n)(c)       | Salary & Benefits Adj | Executive Branch   | FY 05 costs for the General Government Unit collective bargaining agreement  | 2,571.5       | 1,138.2       | 1,856.5     |                                 | 5,566.2     |
| 44 | 14(a)          | Transportation        | Marine Vessel Operations                                   | Fuel cost increases and other increased operating costs  |               |               | 12,000.0    | AMHS Fund                       | 12,000.0    |
| 45 | 14(b)          | Transportation        | Central Region Highways and Aviation                       | King Salmon airport - prior year invoices outstanding for air traffic control costs.   | 44.5          |               |             |                                 | 44.5        |
| 46 | 14(c)          | Transportation        | Program Development  | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations  | 85.0          |               |             |                                 | 85.0        |
| 47 | 154(a)         | Transportation        | Capital  | Airport Improvement Program increase of \$5,585.0 in federal funds as allocated below.   |               |               |             |                                 | 0.0         |

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|    | Section Number                   | Department             | RDU or Component or Capital          | Supplemental Need  | General Funds   | Federal Funds   | Other Funds     | Fund Source                     | Total Funds      |
| 1  |                                  |                        |                                      |  |                 |                 |                 |                                 |                  |
| 48 | 15(a)(1)                         | Transportation         | Capital                              | Kotzebue Obstruction Removal and Safety Area   |                 | 5,300.0         |                 |                                 | 5,300.0          |
| 49 | 154(a)(2)                        | Transportation         | Capital                              | Tenakee Springs: Seaplane Float Rehabilitation   |                 | 550.0           |                 |                                 | 550.0            |
| 50 | 15(b)                            | Transportation         | Capital                              | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below:   |                 |                 |                 |                                 | 0.0              |
| 51 | 15(b)(1)                         | Transportation         | Capital                              | Alaska Marine Highways: Coffman Cove Terminal  |                 | 1,600.0         |                 |                                 | 1,600.0          |
| 52 | 15(b)(2)                         | Transportation         | Capital                              | Alaska Marine Highways: Milkof Island: South Milkof Island Terminal  |                 | 3,500.0         |                 |                                 | 3,500.0          |
| 53 | 15(b)(3)                         | Transportation         | Capital                              | Dalton Highway: Milepost 37 to 49 Reconstruction - Hess Creek to Yukon River   |                 | 9,000.0         |                 |                                 | 9,000.0          |
| 54 | 15(b)(4)                         | Transportation         | Capital                              | Glenn Highway: Milepost 41 - Dogwood Intersection  |                 | 1,400.0         |                 |                                 | 1,400.0          |
| 55 | 15(b)(5)                         | Transportation         | Capital                              | Haines: Ferry Terminal through town to Old Haines Highway  |                 | 13,000.0        |                 |                                 | 13,000.0         |
| 56 | 15(b)(6)                         | Transportation         | Capital                              | Haines Highway: Revetment Reinforcement  |                 | 2,400.0         |                 |                                 | 2,400.0          |
| 57 | 15(b)(7)                         | Transportation         | Capital                              | Ketchikan: Tongass Highway - Third Avenue to Tunnel Resurfacing  |                 | 5,000.0         |                 |                                 | 5,000.0          |
| 58 | 15(b)(8)                         | Transportation         | Capital                              | Parks Highway: Milepost 72 to 83 Reconstruction - Willow Creek to Kashiwina River Reconstruction   |                 | 1,250.0         |                 |                                 | 1,250.0          |
| 59 | 15(b)(9)                         | Transportation         | Capital                              | Parks Highway: Milepost 204 - Summit Railroad Overcrossing   |                 | 4,900.0         |                 |                                 | 4,900.0          |
| 60 | 154(b)(10)                       | Transportation         | Capital                              | Petersburg: Milkof Highway - Ferry Terminal South Resurfacing  |                 | 1,600.0         |                 |                                 | 1,600.0          |
| 61 | 154(b)(11)                       | Transportation         | Capital                              | Richardson Highway: Milepost 341 - Eielson Access Ramps  |                 | 500.0           |                 |                                 | 500.0            |
| 62 | 16                               | Court System           | Trial Courts                         | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0  |                 |                 | 49.5            | Statutory Designated Prgm Rcpts | 49.5             |
| 63 | 17                               | Lapse of Appropriation |                                      |  |                 |                 |                 |                                 |                  |
| 64 | 18                               | Effective Date         |                                      |  |                 |                 |                 |                                 |                  |
| 65 |                                  |                        |                                      | <b>Total for Fast Track Supplemental Bill</b>  | <b>97,082.2</b> | <b>98,880.8</b> | <b>17,300.4</b> | <b>0.0</b>                      | <b>213,263.4</b> |
| 66 |                                  |                        |                                      |  |                 |                 |                 |                                 |                  |
| 67 | <b>Regular Supplemental Bill</b> |                        |                                      |  |                 |                 |                 |                                 |                  |
| 68 | 1(a)                             | Administration         | Finance                              | First National Bank of Alaska credit card rebates - These funds are received from the bank based on state credit card purchases. Growth of the credit card program, combined with more favorable rebate terms has resulted in rebates in excess of budgeted authority. Allowing receipt and expenditure of these funds will allow the department to meet the vacancy factor in this component where health insurance and retirement cost increases were not funded.  |                 |                 | 76.1            | Statutory Designated Prgm Rcpts | 76.1             |
| 69 | 1(b)                             | Administration         | Motor Vehicles                       | Digital drivers license supplies - Funding is needed to cover the additional costs of deploying the digital drivers license system and increased demand for the new licenses. Consumable costs are higher due to volume of first-year purchases and underestimating cost of consumables.   |                 |                 | 125.0           | Receipt Supported Services      | 125.0            |
| 70 | 1(c)                             | Administration         | Office of Public Advocacy            | Projected annual caseload increase - Because of the difficulty in projecting case types and costs 18 months in advance, OPA has historically funded the workload and caseload increases through supplemental appropriations. Funding of \$25.0 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209.   | 600.0           |                 |                 |                                 | 600.0            |
| 71 | 1(d)                             | Administration         | Public Defender Agency               | Projected annual caseload increase - PD was reappointed to several hundred old cases associated with the Blakely decision which rendered some aspects of the State of Alaska's sentencing framework unconstitutional. Also, increases in travel to remote courts, expert witness, discovery and file storage costs. Funding of \$24.9 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209. Also includes Therapeutic court funding coming from federal funds received by the National Council on Alcohol and Drug Dependency and allocated to State agencies. | 987.2           |                 | 20.0            | Statutory Designated Prgm Rcpts | 907.2            |
| 72 | 1(e)                             | Administration         | Risk Management                      | Two major claims against the State's self-insurance deductible (\$1 million per loss) for catastrophic losses have been incurred: Fairbanks Correctional Center \$1,000.0 (total cost is just over \$1 million) and Fairweather hull damage \$350.0  | 1,350.0         |                 |                 |                                 | 1,350.0          |
| 73 | 1(f)                             | Administration         | Satellite Infrastructure             | The department has realized decreased rental costs for satellite equipment   | (500.0)         |                 |                 |                                 | (500.0)          |
| 74 | 2                                | Commerce               | Qualified Trade Association Contract | The difference between the estimated amount and the actual amount paid to the Alaska Travel Industry Association that was due  | 158.2           |                 |                 |                                 | 158.2            |

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|    | Section Number | Department          | RDU or Component or Capital  | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source     | Total Funds |
| 1  |                |                     |  |  |               |               |             |                 |             |
| 75 | 3(a)           | Corrections         | Institutional Facilities   | The department took a 7% savings in commodity purchases in anticipation of savings from deploying technology. Deployment has been delayed and the savings has not been realized  | 350.0         |               |             |                 | 350.0       |
| 76 | 3(b)           | Corrections         | Institutional Facilities   | Fuel cost increases  | 75.0          |               |             |                 | 75.0        |
| 77 | 4(a)           | Education           | ACPE   | Unanticipated increase in mainframe charges from Dept. of Administration's Enterprise Technology Services  |               |               | 265.0       | ACPE Rcpts      | 265.0       |
| 78 | 4(b)           | Education           | Foundation Program   | Reduce the FY 05 entitlement for public school funding due to a decrease in projected enrollment; an increase in the amount of federal impact aid that reduces the amount of state aid, and the actual cost of the supplemental funding floor.   | (14,145.5)    |               |             |                 | (14,145.5)  |
| 79 | 4(c)           | Education           | Library Operations   | Costs associated with implementation of librarian job class study resulting in a one-range increase effective January 15, 2005.  | 30.0          |               |             |                 | 30.0        |
| 80 | 5              | Fish & Game         | Commercial Fisheries   | Language in sec. 1, ch. 158, SLA 2004, page 14 for the Southeast Region Fisheries Management component should have been for the entire Commercial Fisheries appropriation.   |               |               |             |                 | 0.0         |
| 81 | 6              | Fund Capitalization | Fish and Game Fund   | Fish and Game Fund interest can't be spent by the Department of Public Safety or the Department of Law per Legislative Audit, December 2004. A language change is necessary to specifically appropriate the interest earnings  | 108.4         |               |             |                 | 108.4       |
| 82 | 7(a)           | Fund Capitalization | Debt Retirement Fund   | Increased capitalization of the Debt Retirement Fund to supplant a shortfall in cigarette tax revenue into the School Fund - the estimate for cigarette tax revenue is reduced by \$800.0 from \$30.2 million to \$29.4 million. This fully funds the School Construction Debt Reimbursement program in FY 05. | 551.1         | 3.5           | 245.4       | DEED CIP Equity | 800.0       |
| 83 | 7(b)           | Fund Capitalization | Debt Retirement Fund   | This section appropriates any lapsing balances as of June 30, 2005 of federal unrestricted receipts to the Debt Retirement Fund. (The amount is unknown at this time.)   |               |               |             |                 | 0.0         |
| 84 | 7(c)           | Fund Capitalization | Information Services Fund  | Telecommunications Partnering Agreement (TPA) disentanglement remediation \$3,200.0<br>State of Alaska Telecommunications System (SATS) and 2-Way Radio removed from statewide rate allocation and funded separately \$3,043.4   | 6,243.4       |               |             |                 | 6,243.4     |
| 85 | 8(a)           | Health & Soc Svcs   | Behavioral Health, Behavioral Health Grants  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Leadership Initiatives to Keep Children Alcohol-Free, Reach Out Now, Building Healthy Futures, Statewide Multimedia Campaign; FY06 lapse date.   | 4,000.0       |               |             |                 | 4,000.0     |
| 86 | 8(b)           | Health & Soc Svcs   | Behavioral Health, Behavioral Health Administration  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign Project Coordinator; FY06 lapse date.  | 75.0          |               |             |                 | 75.0        |
| 87 | 8(c)           | Health & Soc Svcs   | Behavioral Health, Community Action Prevention and Intervention Grants                       | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign; FY06 lapse date.  | 425.0         |               |             |                 | 425.0       |
| 88 | 8(d)           | Health & Soc Svcs   | Juvenile Justice, Probation Services   | Court-ordered special needs services for children in juvenile facilities. Last session the Legislature asked that these costs be brought forward as supplementals  | 194.1         |               |             |                 | 194.1       |
| 89 | 8(e)           | Health & Soc Svcs   | Public Assistance, Adult Public Assistance   | Savings due to caseload reduction and programmatic changes, particularly last year's changes to interim assistance   | (2,038.8)     |               |             |                 | (2,038.8)   |
| 90 | 8(e)           | Health & Soc Svcs   | Public Assistance, General Relief Assistance   | Projected FY 05 lapse. Approximately 80% of funds are used to pay for funeral and burial expenses of indigent deceased persons, the remainder is used to assist low-income individuals and families who are facing eviction  | (195.0)       |               |             |                 | (195.0)     |
| 91 | 8(f)           | Health & Soc Svcs   | Departmental Support Services, BASIC Grants  | Provides vital social service program support to entities directly serving needy Alaskans across the state. Funding will be used on collaborative, community-based activities addressing basic needs such as food, shelter and health care. With FY06 lapse date.  | 1,000.0       |               |             |                 | 1,000.0     |
| 92 | 8(g)           | Health & Soc Svcs   | Boards and Commissions, Governor's Advisory Council on Faith-Based and Community Initiatives | FY 05 costs for Office established by Administrative Order 221.  | 122.1         |               |             |                 | 122.1       |

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|     | Section Number | Department        | RDU or Component or Capital                      | Supplemental Need   | General Funds | Federal Funds | Other Funds | Fund Source                   | Total Funds |
| 1   |                |                   |  |   |               |               |             |                               |             |
| 93  | 8(h)           | Health & Soc Svcs | Public Health Vital Statistics                   | Full funding for lease costs for Juneau office.   |               |               | 150.0       | Receipt Supported Services    | 150.0       |
| 94  | 9              | Law               | Civil Division, Deputy Attorney General's Office | Judgements and Claims as of 2/7/05.   | 1,108.9       |               |             |                               | 1,108.9     |
| 95  | 10(a)          | Labor             | Management Services                              | Language for carryforward of revenues due to audit findings.  |               |               |             |                               | 0.0         |
| 96  | 10(b)          | Labor             | Vocational Rehabilitation Administration         | Language for carryforward of revenues due to audit findings.  |               |               |             |                               | 0.0         |
| 97  | 11(a)          | Law               | Opinions, Appeals and Ethics                     | Outside counsel costs to complete the appeal through the oral argument in the Planned Parenthood case; FY06 lapse date.   | 19.1          |               |             |                               | 19.1        |
| 98  | 11(b)          | Law               | Statehood Defense                                | Extend lapse date to June 30, 2006 for Navigable Waters, RS 2477 Rights-of-Way, Statehood Defense - Sec. 62(b), ch. 82, SLA 2003  | 0.0           |               |             |                               | 0.0         |
| 99  | 11(c)          | Law               | Environmental Law                                | Extend lapse date to June 30, 2006 for continued analysis of the continuing injury from the Exxon Valdez oil spill and development of restoration options - Sec. 16, ch. 159, SLA 2004  | 0.0           |               |             |                               | 0.0         |
| 100 | 11(d)          | Law               | Environmental Law                                | Extend lapse date to June 30, 2006 for Exxon Valdez Oil Spill Trustee Council - Sec. 22(c), ch. 159, SLA 2004   | 0.0           |               |             |                               | 0.0         |
| 101 | 12(a)          | Military          | Capital  | Transfer RPL 09-5-0001, authorized on July 8, 2004, for the Alaska Aviation Safety project from operating to capital (\$2,803.0 federal funds)  |               |               |             |                               | 0.0         |
| 102 | 12(b)          | Military          | Capital  | Reapportionation of the estimated balance of \$48.5 from the Tudor Road Combined Support Maintenance Site Clean-up project (Sec. 1, ch. 135, SLA 2000) for statewide emergency communications   |               |               |             |                               | 0.0         |
| 103 | 12(c)          | Military          | National Guard Military Headquarters             | Anchorage Army basic telecommunications service: increased basic telephone service costs provided by the National Guard Bureau for DMVA offices located in the Anchorage Army.  | 57.2          |               |             |                               | 57.2        |
| 104 | 12(d)          | Military          | Air Guard Facilities Maintenance                 | Network Services Costs for Kulis and Eielson: network service is provided by the Air National Guard   | 30.9          |               |             |                               | 30.9        |
| 105 | 12(e)          | Military          | Alaska Military Youth Academy                    | Network Services Costs for the Alaska Military Youth Academy: network service is provided by a private sector vendor  | 52.6          |               |             |                               | 52.6        |
| 106 | 13(a)          | Natural Resources | Fire Suppression Activity                        | Costs to fight worst fire season in history.  | 36,902.7      |               |             |                               | 36,902.7    |
| 107 | 13(b)          | Natural Resources | Capital  | Reappropriation of the Grants to Named Recipient: Ketchikan Area State Parks Advisory Board - \$25,000 for Area-wide Health, Safety and Maintenance Upgrades project to DNR for same purpose. As originally appropriated, the Board has no staff or the capability to receive and expend the funds. |               |               |             |                               | 0.0         |
| 108 | 13(c)          | Natural Resources | Water Development                                | Replace non-realizable receipts.  | 100.0         |               | (100.0)     | Receipt Supported Services    | 0.0         |
| 109 | 14(a)          | Public Safety     | Capital  | Additional National Marine Fisheries Service funding for the existing FY 05 capital project: Marine Fisheries Patrol Improvements. This increases the amount from \$1,000.0 to \$1,250.0  |               | 169.7         |             |                               | 169.7       |
| 110 | 14(b)          | Public Safety     | Capital  | New Crime Scene Examination Enhancement project.  |               | 225.0         |             |                               | 225.0       |
| 111 | 15(a)          | Revenue           | Alaska State Pension Investment Board            | Increased managers fees.  |               |               | 1,100.0     | Various Retirement Funds      | 1,100.0     |
| 112 | 15(b)          | Revenue           | Capital  | Alaska Mental Health Trust Authority: Mobility Coalition grant funds from the U.S. Department of Transportation.  |               | 500.0         |             |                               | 500.0       |
| 113 | 15(c)          | Revenue           | APFC Custody and Management Fees                 | Increased managers fees.  |               |               | 1,500.0     | Permanent Fund Receipts       | 1,500.0     |
| 114 | 16(a)          | State Debt        | School Debt Reimbursement                        | Fund source change due to a shortfall in cigarette tax revenue deposits into the School Fund. The School Fund is reduced from \$30.2 million to \$29.4 million and the Debt Retirement Fund is increased from \$51,670,084 to \$52,470,084.   |               |               | 0.0         | Debt Ret Fund and School Fund |             |

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|     | Section Number | Department     | RDU or Component or Capital                       | Supplemental Need   | General Funds | Federal Funds | Other Funds | Fund Source                  | Total Funds |
| 1   |                |                |   |   |               |               |             |                              |             |
| 115 | 16(b)          | Slate Debt     | Capital Project Debt Reimbursement                | The lapse date of sec. 33(f)(3), ch 158, SLA 2004, page 68, line 16 - 18, is extended to June 30, 2006 for Metlakatla Power and Light's utility plant and capital addition debt reimbursement.        |               |               |             |                              | 0.0         |
| 116 | 17(a)          | Transportation | Capital   | Bids came in higher for Chandalar maintenance station construction.   | 930.0         |               |             |                              | 930.0       |
| 117 | 17(b)          | Transportation | Capital   | Adak contract - new federal authority for capital improvements.   |               | 3,400.0       |             |                              | 3,400.0     |
| 118 | 17(c)          | Transportation | Capital   | Emergency and Non-routine Maintenance:<br>Federal railroad crossings, \$305.0<br>Winter storm and avalanche damage, \$50.0<br>Winter river bridge damage, \$218.4                                     | 573.4         |               |             |                              | 573.4       |
| 119 | 17(d)          | Transportation | Anchorage Airport Facilities                      | Utility cost increases.   |               |               | 1,001.4     | Internal Airports Rev Fund   | 1,001.4     |
| 120 | 17(e)          | Transportation | Anchorage Airport Field and Equipment Maintenance | Utility cost increases.   |               |               | 274.8       | Internal Airports Rev Fund   | 274.8       |
| 121 | 17(f)          | Transportation | Capital   | Reappropriate the June 30, 2005 balance of the \$10 million appropriation made in sec. 29(c), ch. 159, SLA 2004 for the Adak air field, estimated to be \$9 million, to DOT for capital improvements. |               |               |             |                              | 0.0         |
| 122 | 17(g)          | Transportation | Central Region Facilities                         | Heating fuel and risk management cost increases.  | 249.9         |               |             |                              | 249.9       |
| 123 | 17(h)          | Transportation | Northern Region Facilities                        | Heating fuel and utility cost increases.  | 465.5         |               |             |                              | 465.5       |
| 124 | 17(i)          | Transportation | Central Region Highways and Aviation              | Anchorage snowhaul and equipment fuel, utilities, sand and steel cost increases.  | 1,374.4       |               |             |                              | 1,374.4     |
| 125 | 17(j)          | Transportation | Northern Region Highways and Aviation             | Equipment fuel, utilities, and steel cost increases.  | 1,399.5       |               |             |                              | 1,399.5     |
| 126 | 17(k)          | Transportation | Southeast Region Highways and Aviation            | Equipment fuel, sand, chemicals and steel cost increases.   | 263.4         |               |             |                              | 263.4       |
| 127 | 17(l)          | Transportation | State Equipment Fleet Administration              | Fuel increases - credit card expenditures reimbursed by user agencies.  |               |               | 1,100.0     | Highway Working Capital Fund | 1,100.0     |
| 128 | 17(m)          | Transportation | Statewide Information Services                    | Funding for telecommunications chargeback costs - FY 04 supplemental funding was not built into FY 05 budget, thereby causing a shortfall.  | 659.6         |               |             |                              | 659.6       |
| 129 | 17(n)          | Transportation | Central Region Highways and Aviation              | King Salmon air traffic control current year contract.  | 68.0          |               |             |                              | 68.0        |
| 130 | 17(o)          | Transportation | Human Resources                                   | Shortage in realizing savings due to delay in implementing electronic timesheets.   |               |               | 140.0       | various                      | 140.0       |
| 131 | 18(a)          | Transportation | Capital   | Airport Improvement Program increase of \$18 million in federal funds as allocated  |               |               |             |                              | 0.0         |
| 132 | 18(a)(1)       | Transportation | Capital   | Bethel Airport Parallel Runway and Other Improvements   |               | 16,000.0      |             |                              | 16,000.0    |
| 133 | 18(a)          | Transportation | Capital   | Hooper Bay: Airport Access Road Repairs   |               | 2,000.0       |             |                              | 2,000.0     |
| 134 | 18(b)          | Transportation | Capital   | Surface Transportation Program increase of 8,725.0 in federal funds as allocated  |               |               |             |                              | 0.0         |
| 135 | 18(b)(1)       | Transportation | Capital   | Southeast Mid Region Access EIS   |               | 2,000.0       |             |                              | 2,000.0     |
| 136 | 18(b)(2)       | Transportation | Capital   | Statewide Comprehensive Highway Safety Plan   |               | 500.0         |             |                              | 500.0       |
| 137 | 18(b)(3)       | Transportation | Capital   | Statewide Electronic Crash Web Enablement Form 12-200 and Data Transfer   |               | 400.0         |             |                              | 400.0       |
| 138 | 18(b)(4)       | Transportation | Capital   | Statewide Emergency Bridge Replacement  |               | 800.0         |             |                              | 800.0       |
| 139 | 18(b)(5)       | Transportation | Capital   | Statewide Intelligent Transportation systems Implementation Plan (IWAYS)  |               | 1,350.0       |             |                              | 1,350.0     |
| 140 | 18(b)(6)       | Transportation | Capital   | Statewide Road Highway Functional Classification Review   |               | 400.0         |             |                              | 400.0       |
| 141 | 18(b)(7)       | Transportation | Capital   | Statewide Material Site Investigation   |               | 500.0         |             |                              | 500.0       |
| 142 | 18(b)(8)       | Transportation | Capital   | Statewide Milepost and Destination Signs  |               | 1,300.0       |             |                              | 1,300.0     |
| 143 | 18(b)(9)       | Transportation | Capital   | Statewide National Highway System and Non-National Highway System Anti-icing Program  |               | 400.0         |             |                              | 400.0       |
| 144 | 18(b)(10)      | Transportation | Capital   | Statewide Traveler Information Signs  |               | 325.0         |             |                              | 325.0       |
| 145 | 18(b)(11)      | Transportation | Capital   | Glenn Highway Milepost 58, Milepost 60, and Milepost 97 Slides Repair   |               | 750.0         |             |                              | 750.0       |

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|     | Section Number | Department              | RDU or Component or Capital | Supplemental Need                      | General Funds    | Federal Funds    | Other Funds     | Fund Source                   | Total Funds      |
| 1   |                |                         |                             |  |                  |                  |                 |                               |                  |
| 146 | 20             | Revenue                 | Treasury Division           | Increased managers fees.               |                  |                  | 25.0            | Constitutional Budget Reserve | 25.0             |
| 147 |                |                         |                             | <b>Regular Supplemental Bill Total</b> | <b>43,555.3</b>  | <b>31,023.2</b>  | <b>5,922.7</b>  |                               | <b>80,501.2</b>  |
| 148 |                |                         |                             |  |                  |                  |                 |                               |                  |
| 149 |                |                         |                             | <b>Governor's Supplemental Total</b>   | <b>141,332.4</b> | <b>129,904.0</b> | <b>23,223.1</b> |                               | <b>294,459.5</b> |
| 150 |                |                         |                             |  |                  |                  |                 |                               |                  |
| 151 | 19(a)          | Ratifications           | Health & Soc Svcs           | AR22520-03 Medical Assistance          | \$13,390,029.73  |                  |                 |                               |                  |
| 152 | 19(b)          | Ratifications           | Natural Resources           | AR37313-04 Fire Suppression Activity   | \$2,010,200.00   |                  |                 |                               |                  |
| 153 | 19(c)          | Ratifications           | Corrections                 | AR50566-02 Parole Board                | \$62,129.00      |                  |                 |                               |                  |
| 154 | 21             | Retroactivity           |                             |  |                  |                  |                 |                               |                  |
| 155 | 22             | Lapse of Appropriations |                             |  |                  |                  |                 |                               |                  |
| 156 | 23             | Effective Date          |                             |  |                  |                  |                 |                               |                  |
| 157 | 24             | Effective Date          |                             |  |                  |                  |                 |                               |                  |

# STATE OF ALASKA

## OFFICE OF THE GOVERNOR

OFFICE OF MANAGEMENT AND BUDGET

FRANK H. MURKOWSKI, GOVERNOR

P.O. BOX 110020  
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PHONE: (907) 465-4660  
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February 28, 2005

The Honorable Lyda Green  
The Honorable Gary Wilken  
The Honorable Mike Chenault  
The Honorable Kevin Meyer  
Alaska State Legislature  
State Capitol  
Juneau, AK 99801

Dear Finance Committee Co-Chairs:

Please consider the following amendments to the supplemental bills:

### FAST TRACK SUPPLEMENTAL AMENDMENTS

Amend sec. 1, Department of Administration, by adding new subsections to read:

(b) The sum of \$5,003,500 is appropriated from the information services fund to the Department of Administration for State of Alaska network security infrastructure upgrades.

(c) The sum of \$6,175,000 is appropriated from the general fund to the Department of Administration for Alaska land mobile radio (ALMR) infrastructure upgrades.

Amend sec. 6, Fund Transfers, by amending subsection (a) and adding a new subsection to read:

(a) The sum of \$10,004,200 [\$6,813,300] is appropriated from the general fund to the Alaska marine highway system fund (AS 19.65.060(a)).

(c) The sum of \$5,003,500 is appropriated from proceeds of the State of Alaska master lease line of credit program to the information services fund (AS 44.21.045(a)) for purposes of financing the following Department of Administration fiscal year 2005 capital project request:

| PROJECT  | AMOUNT      |
|--|-------------|
| State of Alaska Network Security Infrastructure Upgrades | \$5,003,500 |

**Amend sec. 8, Office of the Governor, by adding a new subsection to read:**

(b) The sum of \$160,000 is appropriated from the general fund to the Office of the Governor, division of elections, for increased operating costs for the fiscal year ending June 30, 2005.

**Amend sec. 13, Salary and Benefit Adjustments, by adding new subsections to read:**

(d) The sum of \$3,190,000 is appropriated from the Alaska marine highway system fund (AS 19.65.060(a)) to the Department of Transportation and Public Facilities, marine vessel operations, in order to implement the monetary terms of the collective bargaining agreement for the Inlandboatmen's Union of the Pacific, representing the unlicensed marine unit, for the fiscal year ending June 30, 2005.

(e) If the appropriation made by (d) of this section takes effect, it takes effect on the date the collective bargaining agreement listed in (d) of this section is ratified by the membership of the respective collective bargaining unit.

**Amend sec. 15(a), Department of Transportation and Public Facilities Federal Projects, to read:**

**Sec. 15. DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES  
FEDERAL PROJECTS.** (a) The appropriation to the Department of Transportation and Public Facilities for the Airport Improvement Program made by sec. 1, ch. 159, SLA 2004, page 35, line 22, is increased by appropriating from federal receipts an additional \$14,285,000 [~~\$5,850,000~~], to be allocated as follows:

|  |                  |
|--|------------------|
| (1) Kotzebue: Obstruction Removal and Safety Area (HD 40)                      | \$5,300,000      |
| (2) Tenakce Springs: Seaplane Float Rehabilitation (HD 5)                      | 550,000          |
| <u>(3) Cold Bay: Airport Terminal Master Plan (HD 37)</u>                      | <u>200,000</u>   |
| <u>(4) Deadhorse: Airport Runway Safety Area Expansion (HD 40)</u>             | <u>8,000,000</u> |
| <u>(5) Unalaska: Airport Terminal Master Plan and Improvements<br/>(HD 37)</u> | <u>500,000</u>   |

**Amend sec. 17(a), Lapse of Appropriation, to read:**

(a) The appropriations made by secs. 1(b), 1(c), 7(a), 7(c), 7(d), and 7(e) of this Act are for capital projects and lapse under AS 37.25.020.

**REGULAR SUPPLEMENTAL AMENDMENTS**

**Amend sec. 1(f), Department of Administration, to read:**

(f) Section 1, ch. 158, SLA 2004, page 5, lines 21 - 26, is amended to read:

|                                   | ALLOCATIONS                     | APPROPRIATION<br>ITEMS          | GENERAL<br>FUND                 | OTHER<br>FUNDS |
|-----------------------------------|---------------------------------|---------------------------------|---------------------------------|----------------|
| Public Communications Services    |                                 | <u>5,384,400</u><br>[5,684,400] | <u>4,160,700</u><br>[4,460,700] | 1,223,700      |
| Public Broadcasting<br>Commission | 54,200                          |                                 |                                 |                |
| Public Broadcasting - Radio       | 2,469,900                       |                                 |                                 |                |
| Public Broadcasting - T.V.        | 754,300                         |                                 |                                 |                |
| Satellite Infrastructure          | <u>2,106,000</u><br>[2,406,000] |                                 |                                 |                |

**Amend sec. 2, Department of Commerce, Community, and Economic Development, by adding a new subsection to read:**

(b) The sum of \$1,600,000 is appropriated to the Department of Commerce, Community, and Economic Development, for the manufacturing extension program from the following sources in the amounts stated:

|  |           |
|--|-----------|
| Federal receipts                                       | \$800,000 |
| Business license and corporation filing fees and taxes | 800,000   |

**Amend sec. 22(b), LAPSE OF APPROPRIATIONS, to read:**

(b) The appropriations made by secs. 2(b), 12(a), 12(b), 14(b), 15(b), 17(a), 17(b), 17(c), 17(f), and 18 of this Act are for capital projects and lapse under AS 37.25.020.

**Amend sec. 13, Department of Natural Resources, by adding a new subsection to read:**

(d) The sum of \$60,000 is appropriated from receipt supported services to the Department of Natural Resources, parks management, for increased operating costs for the fiscal year ending June 30, 2005.

**Amend sec. 15, Department of Revenue, by adding new subsections to read:**

(d) The sum of \$602,000 is appropriated from federal receipts to the Department of Revenue, child support services division, for increased operating costs for the fiscal year ending June 30, 2005.

(e) Section 13(d), ch. 158, SLA 2004, page 60, lines 6 – 7, is amended to read:

(d) The income earned during fiscal year 2005 on revenue from the sources set out in AS 37.13.145(d) is appropriated to the Alaska capital income account established in AS 37.13.145(e)[PRINCIPAL OF THE ALASKA PERMANENT FUND].

**Add a new section to read:**

Sec. X2. CONTINGENCY. Section 15(e) of this Act takes effect on the effective date of an Act enacted by the Twenty-Fourth Alaska State Legislature establishing the Alaska capital income account within the Alaska permanent fund.

**Amend sec. 17, Department of Transportation and Public Facilities, by adding new subsections to read:**

(p) Section 1, ch. 82, SLA 2003, page 40, lines 32 and 33, is amended to read:

Allocations  
Nunapitchuk: Airport 1,400,000  
and Access  
Improvements  
[RELOCATION] (ED 38)

(q) Section 1, ch. 61, SLA 2001, page 30, lines 32 and 33, as amended by sec. 16, ch. 1, SLA 2003, page 8, lines 23 -29, is amended to read:

Allocations  
Nunapitchuk: Airport 5,000,000  
and Access  
Improvements  
[RELOCATION] (ED 39)

(r) Section 100, ch. 2, FSSLA 1999, page 62, lines 10 and 11, as amended by sec. 16(c), ch. 1, SLA 2003, page 8, lines 30 and 31, and page 9, lines 1 – 4, is amended to read:

Allocations  
Nunapitchuk: Airport 1,200,000  
and Access

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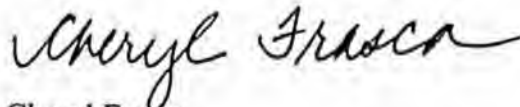
Improvements  
[RELOCATION] (ED 39)

(s) Section 51(a), ch. 135, SLA 2000, as amended by sec. 76(a), ch. 61, SLA 2001 and sec. 15(g), ch. 82, SLA 2003, is amended to read:

(a) Subject to (b) of this section, the amount earned by the investments authorized by AS 37.15.410 and 37.15.420 of the International Airports Construction Fund (AS 37.15.420) for the period February 8, 1999, to June 30, 2005 [2003], after any payment required under 26 U.S.C. 148, not to exceed \$33,434,500 [\$31,100,000] is appropriated from the International Airports Construction Fund (AS 37.15.420) to the Department of Transportation and Public Facilities for construction costs of the Anchorage International Airport Terminal Redevelopment Project.

Back-up information on the amendments is attached along with an updated spreadsheet. If you have any questions, please call me (465-4660) or Joan Brown (465-4681).

Sincerely,



Cheryl Frasca  
Director

Attachments

cc: David Teal  
Legislative Finance

FY2005 SUPPLEMENTALS

|    | A  | B                          | C                                   | D  | E   | F             | G           | H                               | I            |
|----|--|----------------------------|-------------------------------------|--|---|---------------|-------------|---------------------------------|--------------|
|    | Section Number                                   | Department                 | RDU or Component or Capital         | Supplemental Need  | General Funds   | Federal Funds | Other Funds | Fund Source                     | Total Funds  |
| 1  |  |                            |                                     |  |   |               |             |                                 |              |
| 2  | <b>Elections Supplemental Bill SB 62 / HB 79</b> |                            |                                     |  |   |               |             |                                 |              |
| 3  | 1  | Governor                   | Elections                           | Extraordinary unanticipated costs incurred by the Division of Elections during the statewide 2004 elections  | 694.9   |               |             |                                 | 694.9        |
| 4  | 2  | Effective Date             |                                     |  |   |               |             |                                 |              |
| 5  |  |                            |                                     |  | <b>Total for Elections Supplemental Bill: SB 62 / HB 79</b> | <b>694.9</b>  |             |                                 | <b>694.9</b> |
| 6  | <b>Fast Track Supplemental Bill</b>              |                            |                                     |  |   |               |             |                                 |              |
| 7  | 1  | Administration             | Non-Public Building Fund Facilities | Increased costs for heating fuel and other utilities for Non-Public Building Fund buildings.   | 110.0   |               |             |                                 | 110.0        |
| 8  | Amend  | Administration             | Capital                             | Feb 28: State of Alaska Network Security Infrastructure Upgrades   |   |               | 5,003.5     | Information Services Fund       | 5,003.5      |
| 9  | Amend  | Administration             | Capital                             | Feb 28: Alaska Land Mobile Radio (ALMR) Infrastructure Upgrades  | 6,175.0   |               |             |                                 | 6,175.0      |
| 10 | 2(a)   | Commerce                   | Community Advocacy                  | Small city energy assistance program.  | 6,450.0   |               |             |                                 | 6,450.0      |
| 11 | 2(b)   | Commerce                   | Office of Economic Development      | The Office of Economic Development is coordinating an event at the Boston International Seafood Show that promotes the uniqueness of wild Alaska seafood.  |   |               | 150.0       | Statutory Designated Prgm Rcpts | 150.0        |
| 12 | 2(c)   | Commerce                   | Regulatory Commission of Alaska     | Legal services costs of \$190.0 provided by the Department of Law were inadvertently omitted from the Regulatory Commission of Alaska's FY 05 budget. \$75.0 for outside counsel costs and \$258.0 to implement the Regulatory Commission of Alaska's improvement initiative to meet its mission more efficiently and effectively are also included. |   |               | 523.0       | RCA Rcpts                       | 523.0        |
| 13 | 2(d) and (e)                                     | Commerce                   | ASMI                                | Fund source switch from Federal Receipts to Receipt Supported Services in order to receive funding from the Alaska Fisheries Marketing Board.  |   | (1,500.0)     | 1,500.0     | Receipt Supported Services      | 0.0          |
| 14 | 3(a)   | Corrections                | Office of the Commissioner          | Support for enhanced correctional officer and probation officer recruiting efforts in urban and rural Alaska. Workplace Alaska alone is not bringing enough applicants. The department will purchase TV and radio spots, and advertisements in small publications in locations such as Seward, Bethel, Nome, Kenai, Eagle River and Mat-Su.          | 50.0  |               |             |                                 | 50.0         |
| 15 | 3(b)   | Corrections                | Administrative Services             | The department is seeking an e-procurement application to lower purchasing prices and improve efficiencies within the buying process for commodities, equipment, food and services.  | 225.0   |               |             |                                 | 225.0        |
| 16 | 3(c)   | Corrections                | Out-of-State Contractual            | The new contract with the Arizona facility started November 1, 2004. With the increased bed cost from \$53.99 to \$57.15 and the projected population at the facility, the department needs additional funds to pay the contractor for housing Alaskan offenders.  | 2,292.0   |               |             |                                 | 2,292.0      |
| 17 | 3(d)   | Corrections                | Parole Board                        | Funding needed to conduct discretionary and mandatory parole hearings through the fiscal year. The anticipated savings from conducting hearings telephonically or using video conferencing equipment were insufficient.  | 65.0  |               |             |                                 | 65.0         |
| 18 | 3(e)   | Corrections                | Parole Board                        | Funds needed to pay outstanding bills from FY2004.   | 4.0   |               |             |                                 | 4.0          |
| 19 | 4(a)   | Education                  | School Finance and Facilities       | Legal and expert services due to the Moore v. State funding lawsuit, extended lapse date to June 30, 2006.   | 230.0   |               |             |                                 | 230.0        |
| 20 | 4(b)   | Education                  | Mt. Edgecumbe Boarding School       | Residential operating costs related to expanded student population.  | 800.0   |               |             |                                 | 800.0        |
| 21 | 4(c)   | Education                  | Museum Operations                   | Funding shortfall due to unanticipated decline in program receipts and increased internal chargebacks.   | 100.0   |               |             |                                 | 100.0        |
| 22 | 5(a)   | Environmental Conservation | Capital                             | Due to safety issues relating to emerging bioterrorism threats and animal diseases, changes in design were necessary to meet original intent and provide a safe and secure laboratory facility. This amendment provides additional funding to cover those design changes and complete construction of the new Environmental Health Laboratory.       | 355.0   | 500.0         |             | Federal Unrestricted Rcpts      | 855.0        |
| 23 | 5(b)   | Environmental Conservation | Capital                             | Agriculture economic disaster match of \$500.0 of federal unrestricted receipts in DNR for non-existent federal funds is reappropriated from sec. 24(n), ch. 159, SLA 2004, page 81, to DEC for the Seafood and Food Safety Lab Replacement project.   |   | (500.0)       |             | Federal Unrestricted Rcpts      | (500.0)      |

FY2005 SUPPLEMENTALS

|    | A              | B                   | C  | D  | E             | F             | G           | H                               | I           |
|----|----------------|---------------------|--|--|---------------|---------------|-------------|---------------------------------|-------------|
|    | Section Number | Department          | RDU or Component or Capital                                | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds |
| 1  |                |                     |  |  |               |               |             |                                 |             |
| 24 | 6(a) Amend     | Fund Capitalization | Marine Hwy Stabilization                                   | Fuel cost increases of \$6,813.3.<br>Feb 28: Increased capitalization needed of \$3,190.9 due to IBU collective bargaining agreement   | 10,004.2      |               |             |                                 | 10,004.2    |
| 25 | 6(b)           | Fund Capitalization | Disaster Relief Fund                                       | Base capitalization of fund \$1,000.0; 2004 Bering Strait Sea Storm \$4,054.4; Interior Earthquake shortfall \$259.3; and Kaktovik Winter Storm \$2,363.5  | 7,677.2       |               |             |                                 | 7,677.2     |
| 26 | 7(a)           | Administration      | Capital  | AOGCC costs for gas pipeline reservoir studies and depletion plan evaluations.   | 1,200.0       |               |             |                                 | 1,200.0     |
| 27 | 7(b)           | Law                 | Civil Division, Oil, Gas and Mining                        | Legal costs for work related to the state gas pipeline and to bringing North Slope natural gas to market, and other oil and gas projects for FY05 and FY06.  | 9,000.0       |               |             |                                 | 9,000.0     |
| 28 | 7(c)(1)        | Natural Resources   | Capital  | Gas pipeline risk analysis and royalty issues  | 2,500.0       |               |             |                                 | 2,500.0     |
| 29 | 7(c)(2)        | Natural Resources   | Capital  | Gas pipeline corridor geologic hazards and resource evaluation   | 2,000.0       |               |             |                                 | 2,000.0     |
| 30 | 7(c)(3)        | Natural Resources   | Capital  | Gas pipeline Bullen Point Road right-of-way permitting   | 3,200.0       |               |             |                                 | 3,200.0     |
| 31 | 7(c)(4)        | Natural Resources   | Capital  | Division of Oil and Gas increased workload for gas pipeline  | 2,700.0       |               |             |                                 | 2,700.0     |
| 32 | 7(c)(5)        | Natural Resources   | Capital  | Commissioner's Office increased workload for gas pipeline  | 200.0         |               |             |                                 | 200.0       |
| 33 | 7(d)           | Revenue             | Capital  | Commissioner's Office - Work related to the state gas pipeline and to bringing North Slope natural gas to market   | 5,300.0       |               |             |                                 | 5,300.0     |
| 34 | 7(e)           | Revenue             | Capital  | Alaska Natural Gas Development Authority increased workload for gas pipeline   | 2,170.0       |               |             |                                 | 2,170.0     |
| 35 | 8              | Governor            | Arctic National Wildlife Refuge                            | Funds for support of national efforts to open ANWR for oil and gas exploration and development   | 500.0         |               |             |                                 | 500.0       |
| 36 | Amend          | Governor            | Elections  | Feb 28: Additional increased operating costs for Accu-Vote maintenance; lease cost increases; list maintenance costs; additional postage and shipping, printing, training, archiving and destruction costs.  | 160.0         |               |             |                                 | 160.0       |
| 37 | 9(a)           | Health & Soc Svcs   | Alaskan Pioneer Homes, Pioneer Homes                       | Replacing unrealizable federal Medicaid funds with receipt supported services. Lower receipts is due to the voluntary nature of residents signing up for Medicaid.   |               | (1,200.0)     | 1,200.0     | Receipt Supported Services      | 0.0         |
| 38 | 9(b)           | Health & Soc Svcs   | Behavioral Health, Behavioral Health Medicaid Svc          | Medicaid caseload growth above FY 05 budget projections. At current expenditure rate, the existing appropriation will be gone in April or May.   | 2,653.7       | 3,517.7       |             |                                 | 6,171.4     |
| 39 | 9(c)           | Health & Soc Svcs   | Health Care Services, Women's and Adolescents Services     | Feds reduced FFY05 funding in the Breast and Cervical Cancer screening program. The fund source change will allow services to 1600 enrolled women that otherwise would not be served due to federal funding reductions. Funds will be required by late March or early April to continue the program.   | 500.0         | (500.0)       |             |                                 | 0.0         |
| 40 | 9(d)           | Health & Soc Svcs   | Health Care Services, Medicaid Services                    | Unable to implement cost containment measures as quickly or to the extent planned. e.g., Prescription Drug List delay, Transportation, Rate Setting, Cost Avoidance of Medicare Covered Drugs. At current expenditure rate, the existing appropriation will be gone in April or May.   | 13,821.4      | 16,888.3      |             |                                 | 30,709.7    |
| 41 | 9(e)           | Health & Soc Svcs   | Senior/Disabilities Svcs, Senior/Disabilities Medicaid Svc | Unable to implement cost containment measures as quickly or to the extent planned. e.g., Contract Waiver Assessments, Medicaid Waivers, Reducing Respite Utilization, Nursing Homes Preadmission Care Plans, \$7,084.4 GF and \$7,606.3 Federal = \$16,690.7. Formula growth over budgeted amount will cost \$15,487.8 GF and \$20,930.2 Federal = \$36,418.1. Primary growth is in Personal Care Attendant Services. At current expenditure rate, the existing appropriation will be gone in March. | 22,572.2      | 30,536.6      |             |                                 | 53,108.8    |
| 42 | 10(a)          | Law                 | Criminal Appeals/Special Litigation Component              | Outside counsel for appeal costs in the Murtaugh case related to defense of victim's rights, FY06 lapse date   | 50.0          |               |             |                                 | 50.0        |
| 43 | 10(b)          | Law                 | 1st Judicial District                                      | Contractual costs for a prosecutor to represent the Department of Law in the Therapeutic Courts program.   |               |               | 21.4        | Statutory Designated Prgm Rcpts | 21.4        |
| 44 | 11             | Military            | National Guard Military Headquarters                       | National Guard Audit Disallowance - Federal auditors have disallowed state expenditures in FFY05 for a total of \$937,234. This request will cover October 2004 to June 2005. An amendment will be offered in the FY 06 budget to cover these expenditures for the remainder of FFY05 and FFY06. The department estimates they will run out of general funds by the end of March.  | 446.0         |               |             |                                 | 446.0       |
| 45 | 12             | Revenue             | Tax Division   | Increased tobacco tax enforcement costs for the Tobacco Tax legislation passed as ch. 1, FSSLA 2004  | 395.5         |               |             |                                 | 395.5       |

FY2005 SUPPLEMENTALS

|    | A   | B                      | C                                    | D  | E                | F                | G               | H                               | I                |
|----|---|------------------------|--------------------------------------|--|------------------|------------------|-----------------|---------------------------------|------------------|
|    | Section Number                                | Department             | RDU or Component or Capital          | Supplemental Need  | General Funds    | Federal Funds    | Other Funds     | Fund Source                     | Total Funds      |
| 1  |   |                        |                                      |  |                  |                  |                 |                                 |                  |
| 46 | 13(a)-(c)                                     | Salary & Benefits Adj. | Executive Branch                     | FY 05 costs for the General Government Unit collective bargaining agreement.   | 2,571.5          | 1,138.2          | 1,856.5         |                                 | 5,566.2          |
| 47 | Amend   | Salary & Benefits Adj. | Executive Branch                     | Feb 28: FY 05 costs for the IBU collective bargaining agreement.   |                  |                  | 3,190.9         | AMHS Fund                       | 3,190.9          |
| 48 | 14(a)   | Transportation         | Marine Vessel Operations             | Fuel cost increases and other increased operating costs.   |                  |                  | 12,000.0        | AMHS Fund                       | 12,000.0         |
| 49 | 14(b)   | Transportation         | Central Region Highways and Aviation | King Salmon airport - prior year invoices outstanding for air traffic control costs.   | 44.5             |                  |                 |                                 | 44.5             |
| 50 | 14(c)   | Transportation         | Program Development                  | Legal costs for defense of SB 260, which changed the membership make up of the policy board for metropolitan planning organizations.   | 85.0             |                  |                 |                                 | 85.0             |
| 51 | 15(a) Amend                                   | Transportation         | Capital                              | Airport Improvement Program Increase of \$5,585.0 in federal funds as allocated below. Feb 28: \$14,285.0 is the new total increase of federal funds   |                  |                  |                 |                                 | 0.0              |
| 52 | 15(a)(1)                                      | Transportation         | Capital                              | Kotzebue: Obstruction Removal and Safety Area  |                  | 5,300.0          |                 |                                 | 5,300.0          |
| 53 | 15(a)(2)                                      | Transportation         | Capital                              | Tenakee Springs: Seaplane Float Rehabilitation   |                  | 550.0            |                 |                                 | 550.0            |
| 54 | Amend   | Transportation         | Capital                              | Feb 28: Cold Bay: Airport Terminal Master Plan - funding is now expected to be available in April  |                  | 200.0            |                 |                                 | 200.0            |
| 55 | Amend   | Transportation         | Capital                              | Feb 28: Deadhorse: Airport Runway Safety Area Expansion - FAA is providing discretionary funds to expand the safety area; project will be ready to be advertised in March  |                  | 8,000.0          |                 |                                 | 8,000.0          |
| 56 | Amend   | Transportation         | Capital                              | Feb 28: Unalaska: Airport Terminal Master Plan and Improvements - FAA is providing the FFY05 earmark funds in April  |                  | 500.0            |                 |                                 | 500.0            |
| 57 | 15(b)   | Transportation         | Capital                              | Surface Transportation Program increase of \$44,150.0 in federal funds as allocated below:   |                  |                  |                 |                                 | 0.0              |
| 58 | 15(b)(1)                                      | Transportation         | Capital                              | Alaska Marine Highways: Coffman Cove Terminal  |                  | 1,600.0          |                 |                                 | 1,600.0          |
| 59 | 15(b)(2)                                      | Transportation         | Capital                              | Alaska Marine Highways: Mitkof Island: South Mitkof Island Terminal  |                  | 3,500.0          |                 |                                 | 3,500.0          |
| 60 | 15(b)(3)                                      | Transportation         | Capital                              | Dalton Highway: Milepost 37 to 49 Reconstruction - Hess Creek to Yukon River   |                  | 9,000.0          |                 |                                 | 9,000.0          |
| 61 | 15(b)(4)                                      | Transportation         | Capital                              | Glenn Highway: Milepost 41 - Dogwood Intersection  |                  | 1,400.0          |                 |                                 | 1,400.0          |
| 62 | 15(b)(5)                                      | Transportation         | Capital                              | Haines: Ferry Terminal through town to Old Haines Highway  |                  | 13,000.0         |                 |                                 | 13,000.0         |
| 63 | 15(b)(6)                                      | Transportation         | Capital                              | Haines Highway: Revetment Reinforcement  |                  | 2,400.0          |                 |                                 | 2,400.0          |
| 64 | 15(b)(7)                                      | Transportation         | Capital                              | Ketchikan: Tongass Highway - Third Avenue to Tunnel Resurfacing  |                  | 5,000.0          |                 |                                 | 5,000.0          |
| 65 | 15(b)(8)                                      | Transportation         | Capital                              | Parks Highway: Milepost 72 to 83 Reconstruction - Willow Creek to Kashwitna River Reconstruction   |                  | 1,250.0          |                 |                                 | 1,250.0          |
| 66 | 15(b)(9)                                      | Transportation         | Capital                              | Parks Highway: Milepost 204 - Summit Railroad Overcrossing   |                  | 4,900.0          |                 |                                 | 4,900.0          |
| 67 | 15(b)(10)                                     | Transportation         | Capital                              | Petersburg: Mitkof Highway - Ferry Terminal South Resurfacing  |                  | 1,600.0          |                 |                                 | 1,600.0          |
| 68 | 15(b)(11)                                     | Transportation         | Capital                              | Richardson Highway: Milepost 341 - Eielson Access Ramps  |                  | 500.0            |                 |                                 | 500.0            |
| 69 | 16  | Court System           | Trial Courts                         | Therapeutic court funding coming from NCADD \$18.9, Technical Improvement grant from Alaska Legal Services \$18.1, Youth for Justice grant \$7.5 and Color of Justice grant \$5.0  |                  |                  | 49.5            | Statutory Designated Prgm Rcpts | 49.5             |
| 70 | 17  | Lapse of Appropriation |                                      |  |                  |                  |                 |                                 |                  |
| 71 | 18  | Effective Date         |                                      |  |                  |                  |                 |                                 |                  |
| 72 | <b>Total for Fast Track Supplemental Bill</b> |                        |                                      |  | <b>106,608.1</b> | <b>107,580.8</b> | <b>25,494.8</b> |                                 | <b>239,683.7</b> |
| 73 |   |                        |                                      |  |                  |                  |                 |                                 |                  |
| 74 | <b>Regular Supplemental Bill</b>              |                        |                                      |  |                  |                  |                 |                                 |                  |
| 75 | 1(a)  | Administration         | Finance                              | First National Bank of Alaska credit card rebates - These funds are received from the bank based on state credit card purchases. Growth of the credit card program, combined with more favorable rebate terms has resulted in rebates in excess of budgeted authority. Allowing receipt and expenditure of these funds will allow the department to meet the vacancy factor in this component where health insurance and retirement cost increases were not funded |                  |                  | 76.1            | Statutory Designated Prgm Rcpts | 76.1             |

FY2005 SUPPLEMENTALS

|    | A              | B                   | C                                    | D  | E             | F             | G           | H                               | I           |
|----|----------------|---------------------|--------------------------------------|--|---------------|---------------|-------------|---------------------------------|-------------|
|    | Section Number | Department          | RDU or Component or Capital          | Supplemental Need  | General Funds | Federal Funds | Other Funds | Fund Source                     | Total Funds |
| 1  |                |                     |                                      |  |               |               |             |                                 |             |
| 76 | 1(b)           | Administration      | Motor Vehicles                       | Digital drivers license supplies - Funding is needed to cover the additional costs of deploying the digital drivers license system and increased demand for the new licenses. Consumable costs are higher due to volume of first-year purchases and underestimating cost of consumables.   |               |               | 125.0       | Receipt Supported Services      | 125.0       |
| 77 | 1(c)           | Administration      | Office of Public Advocacy            | Projected annual caseload increase - Because of the difficulty in projecting case types and costs 18 months in advance, OPA has historically funded the workload and caseload increases through supplemental appropriations. Funding of \$25.0 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209  | 600.0         |               |             |                                 | 600.0       |
| 78 | 1(d)           | Administration      | Public Defender Agency               | Projected annual caseload increase - PD was reappointed to several hundred old cases associated with the Blakely decision which rendered some aspects of the State of Alaska's sentencing framework unconstitutional. Also, increases in travel to remote courts, expert witness, discovery and file storage costs. Funding of \$24.9 in General Fund/Program Receipts is from the Dept. of Law from collections under Criminal Rule 39 and Appellate Rule 209. Also includes Therapeutic court funding coming from federal funds received by the National Council on Alcohol and Drug Dependency and allocated to State agencies. | 887.2         |               | 20.0        | Statutory Designated Prgm Rcpts | 907.2       |
| 79 | 1(e)           | Administration      | Risk Management                      | Two major claims against the State's self-insurance deductible (\$1 million per loss) for catastrophic losses have been incurred: Fairbanks Correctional Center \$1,000.0 (total cost is just over \$1 million) and Fairweather hull damage \$350.0  | 1,350.0       |               |             |                                 | 1,350.0     |
| 80 | 1(f) Amend     | Administration      | Satellite Infrastructure             | The department has realized decreased rental costs for satellite equipment of \$500.0. Feb 28. Original reduction of \$500.0 cannot be sustained, only \$300.0 is available.   | (300.0)       |               |             |                                 | (300.0)     |
| 81 | 2              | Commerce            | Qualified Trade Association Contract | The difference between the estimated amount and the actual amount paid to the Alaska Travel Industry Association that was due  | 158.2         |               |             |                                 | 158.2       |
| 82 | Amend          | Commerce            | Capital                              | Feb 28: Manufacturing Extension Program capital project is moved from the FY05 capital budget to the FY05 supplemental in order to begin the project earlier.  |               | 800.0         | 800.0       | BLIC & Corp Rcpts               | 1,600.0     |
| 83 | 3(a)           | Corrections         | Institutional Facilities             | The department took a 7% savings in commodity purchases in anticipation of savings from deploying technology. Deployment has been delayed and the savings has not been realized  | 350.0         |               |             |                                 | 350.0       |
| 84 | 3(b)           | Corrections         | Institutional Facilities             | Fuel cost increases  | 75.0          |               |             |                                 | 75.0        |
| 85 | 4(a)           | Education           | ACPE                                 | Unanticipated increase in mainframe charges from Dept. of Administration's Enterprise Technology Services  |               |               | 265.0       | ACPE Rcpts                      | 265.0       |
| 86 | 4(b)           | Education           | Foundation Program                   | Reduce the FY 05 entitlement for public school funding due to a decrease in projected enrollment; an increase in the amount of federal impact aid that reduces the amount of state aid, and the actual cost of the supplemental funding floor  | (14,145.5)    |               |             |                                 | (14,145.5)  |
| 87 | 4(c)           | Education           | Library Operations                   | Costs associated with implementation of librarian job class study resulting in a one-range increase effective January 15, 2005   | 30.0          |               |             |                                 | 30.0        |
| 88 | 5              | Fish & Game         | Commercial Fisheries                 | Language in sec. 1, ch. 158, SLA 2004, page 14 for the Southeast Region Fisheries Management component should have been for the entire Commercial Fisheries appropriation  |               |               |             |                                 | 0.0         |
| 89 | 6              | Fund Capitalization | Fish and Game Fund                   | Fish and Game Fund interest can't be spent by the Department of Public Safety or the Department of Law per Legislative Audit, December 2004. A language change is necessary to specifically appropriate the interest earnings  | 108.4         |               |             |                                 | 108.4       |
| 90 | 7(a)           | Fund Capitalization | Debt Retirement Fund                 | Increased capitalization of the Debt Retirement Fund to supplant a shortfall in cigarette tax revenue into the School Fund - the estimate for cigarette tax revenue is reduced by \$800.0 from \$30.2 million to \$29.4 million. This fully funds the School Construction Debt Reimbursement program in FY 05  | 551.1         | 3.5           | 245.4       | DEED CIP Equity                 | 800.0       |
| 91 | 7(b)           | Fund Capitalization | Debt Retirement Fund                 | This section appropriates any lapsing balances as of June 30, 2005 of federal unrestricted receipts to the Debt Retirement Fund. (The amount is unknown at this time)  |               |               |             |                                 | 0.0         |

FY2005 SUPPLEMENTALS

|     | A              | B                   | C  | D   | E             | F             | G           | H                          | I           |
|-----|----------------|---------------------|--|---|---------------|---------------|-------------|----------------------------|-------------|
|     | Section Number | Department          | RDU or Component or Capital  | Supplemental Need   | General Funds | Federal Funds | Other Funds | Fund Source                | Total Funds |
| 1   |                |                     |  |   |               |               |             |                            |             |
|     | 7(c)           | Fund Capitalization | Information Services Fund  | Telecommunications Partnering Agreement (TPA) disentanglement remediation \$3,200.0<br>State of Alaska Telecommunications System (SATS) and 2-Way Radio removed from statewide rate allocation and funded separately \$3,043.4                                    | 6,243.4       |               |             |                            | 6,243.4     |
| 82  |                |                     |  |   |               |               |             |                            |             |
|     | 8(a)           | Health & Soc Svcs   | Behavioral Health: Behavioral Health Grants  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Leadership Initiatives to Keep Children Alcohol-Free, Reach Out Now, Building Healthy Futures, Statewide Multimedia Campaign; FY06 lapse date.                                      | 4,000.0       |               |             |                            | 4,000.0     |
| 83  |                |                     |  |   |               |               |             |                            |             |
|     | 8(b)           | Health & Soc Svcs   | Behavioral Health: Behavioral Health Administration  | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign Project Coordinator, FY06 lapse date  | 75.0          |               |             |                            | 75.0        |
| 94  |                |                     |  |   |               |               |             |                            |             |
|     | 8(c)           | Health & Soc Svcs   | Behavioral Health: Community Action Prevention and Intervention Grants                       | Substance abuse prevention initiative so Alaska's kids are safe and healthy - Alaska Local Options Campaign, FY06 lapse date.   | 425.0         |               |             |                            | 425.0       |
| 95  |                |                     |  |   |               |               |             |                            |             |
|     | 8(d)           | Health & Soc Svcs   | Juvenile Justice: Probation Services   | Court-ordered special needs services for children in juvenile facilities. Last session the Legislature asked that these costs be brought forward as supplementals.  | 194.1         |               |             |                            | 194.1       |
| 96  |                |                     |  |   |               |               |             |                            |             |
|     | 8(e)           | Health & Soc Svcs   | Public Assistance: Adult Public Assistance   | Savings due to caseload reduction and programmatic changes, particularly last year's changes to interim assistance.   | -2,038.8      |               |             |                            | (2,038.8)   |
| 97  |                |                     |  |   |               |               |             |                            |             |
|     | 8(e)           | Health & Soc Svcs   | Public Assistance: General Relief Assistance   | Projected FY 05 lapse. Approximately 80% of funds are used to pay for funeral and burial expenses of indigent deceased persons; the remainder is used to assist low-income individuals and families who are facing eviction.                                      | -185.0        |               |             |                            | (185.0)     |
| 98  |                |                     |  |   |               |               |             |                            |             |
|     | 8(f)           | Health & Soc Svcs   | Departmental Support Services: BASIC Grants  | Provides vital social service program support to entities directly serving needy Alaskans across the state. Funding will be used on collaborative, community-based activities addressing basic needs such as food, shelter and health care. With FY06 lapse date. | 1,000.0       |               |             |                            | 1,000.0     |
| 99  |                |                     |  |   |               |               |             |                            |             |
|     | 8(g)           | Health & Soc Svcs   | Boards and Commissions: Governor's Advisory Council on Faith-Based and Community Initiatives | FY 05 costs for Office established by Administrative Order 221.   | 122.1         |               |             |                            | 122.1       |
| 100 |                |                     |  |   |               |               |             |                            |             |
|     | 8(h)           | Health & Soc Svcs   | Public Health: Vital Statistics  | Full funding for lease costs for Juneau office.   |               |               | 150.0       | Receipt Supported Services | 150.0       |
| 101 |                |                     |  |   |               |               |             |                            |             |
|     | 9              | Law                 | Civil Division, Deputy Attorney General's Office   | Judgements and Claims as of 2/7/05.   | 1,108.9       |               |             |                            | 1,108.9     |
| 102 |                |                     |  |   |               |               |             |                            |             |
|     | 10(a)          | Labor               | Management Services  | Language for carryforward of revenues due to audit findings   |               |               |             |                            | 0.0         |
| 103 |                |                     |  |   |               |               |             |                            |             |
|     | 10(b)          | Labor               | Vocational Rehabilitation Administration   | Language for carryforward of revenues due to audit findings   |               |               |             |                            | 0.0         |
| 104 |                |                     |  |   |               |               |             |                            |             |
|     | 11(a)          | Law                 | Opinions, Appeals and Ethics   | Outside counsel costs to complete the appeal through the oral argument in the Planned Parenthood case, FY06 lapse date.   | 19.1          |               |             |                            | 19.1        |
| 105 |                |                     |  |   |               |               |             |                            |             |
|     | 11(b)          | Law                 | Statehood Defense  | Extend lapse date to June 30, 2006 for Navigable Waters, RS 2477 Rights-of-Way, Statehood Defense - Sec. 62(b), ch. 82, SLA 2003  | 0.0           |               |             |                            | 0.0         |
| 106 |                |                     |  |   |               |               |             |                            |             |
|     | 11(c)          | Law                 | Environmental Law  | Extend lapse date to June 30, 2006 for continued analysis of the continuing injury from the Exxon Valdez oil spill and development of restoration options - Sec. 16, ch. 159, SLA 2004.   | 0.0           |               |             |                            | 0.0         |
| 107 |                |                     |  |   |               |               |             |                            |             |
|     | 11(d)          | Law                 | Environmental Law  | Extend lapse date to June 30, 2006 for Exxon Valdez Oil Spill Trustee Council - Sec. 22(c), ch. 159, SLA 2004   | 0.0           |               |             |                            | 0.0         |
| 108 |                |                     |  |   |               |               |             |                            |             |
|     | 12(a)          | Military            | Capital  | Transfer RPL 09-5-0001, authorized on July 8, 2004, for the Alaska Aviation Safety project from operating to capital (\$2,803.0 federal funds)  |               |               |             |                            | 0.0         |
| 109 |                |                     |  |   |               |               |             |                            |             |

FY2005 SUPPLEMENTALS

|     | A              | B                 | C   | D   | E             | F             | G           | H                                | I           |
|-----|----------------|-------------------|---|---|---------------|---------------|-------------|----------------------------------|-------------|
|     | Section Number | Department        | RDU or Component or Capital                       | Supplemental Need   | General Funds | Federal Funds | Other Funds | Fund Source                      | Total Funds |
| 1   |                |                   |   |   |               |               |             |                                  |             |
| 110 | 12(b)          | Military          | Capital   | Reappropriation of the estimated balance of \$48.5 from the Tudor Road Combined Support Maintenance Site Clean-up project (Sec. 1, ch. 135, SLA 2000) for statewide emergency communications.   |               |               |             |                                  | 0.0         |
| 111 | 12(c)          | Military          | National Guard Military Headquarters              | Anchorage Armory basic telecommunications service: increased basic telephone service costs provided by the National Guard Bureau for DMVA offices located in the Anchorage Armory.  | 57.2          |               |             |                                  | 57.2        |
| 112 | 12(d)          | Military          | Air Guard Facilities Maintenance                  | Network Services Costs for Kulis and Eielson: network service is provided by the Air National Guard.  | 30.9          |               |             |                                  | 30.9        |
| 113 | 12(e)          | Military          | Alaska Military Youth Academy                     | Network Services Costs for the Alaska Military Youth Academy: network service is provided by a private sector vendor.   | 52.6          |               |             |                                  | 52.6        |
| 114 | 13(a)          | Natural Resources | Fire Suppression Activity                         | Costs to fight worst fire season in history.  | 36,902.7      |               |             |                                  | 36,902.7    |
| 115 | 13(b)          | Natural Resources | Capital   | Reappropriation of the Grants to Named Recipient: Ketchikan Area State Parks Advisory Board - \$25,000 for Area-wide Health, Safety and Maintenance Upgrades project to DNR for same purpose. As originally appropriated, the Board has no staff or the capability to receive and expend the funds. |               |               |             |                                  | 0.0         |
| 116 | 13(c)          | Natural Resources | Water Development                                 | Replace non-realizable receipts.  | 100.0         |               | (100.0)     | Receipt Supported Services       | 0.0         |
| 117 | Amend          | Natural Resources | Parks Management                                  | Feb 28: Reclassification of Parks Rangers will become effective Feb. 16.  |               |               | 60.0        | Receipt Supported Services       | 60.0        |
| 118 | 14(a)          | Public Safety     | Capital   | Additional National Marine Fisheries Service funding for the existing FY 05 capital project. Marine Fisheries Patrol Improvements. This increases the amount from \$1,080.3 to \$1,250.0  |               | 169.7         |             |                                  | 169.7       |
| 119 | 14(b)          | Public Safety     | Capital   | New Crime Scene Examination Enhancement project   |               | 225.0         |             |                                  | 225.0       |
| 120 | 15(a)          | Revenue           | Alaska State Pension Investment Board             | Increased managers fees.  |               |               | 1,100.0     | various Retirement Funds         | 1,100.0     |
| 121 | 15(b)          | Revenue           | Capital   | Alaska Mental Health Trust Authority. Mobility Coalition grant funds from the U.S. Department of Transportation.  |               | 500.0         |             |                                  | 500.0       |
| 122 | 15(c)          | Revenue           | APFC Custody and Management Fees                  | Increased managers fees   |               |               | 1,500.0     | Permanent Fund Receipts          | 1,500.0     |
| 123 | Amend          | Revenue           | Child Support Services Division                   | Feb 28: Replacement funds for FFY2002 incentives that were wrongfully withheld due to a delay on the part of the federal government.  |               | 602.0         |             |                                  | 602.0       |
| 124 | Amend          | Revenue           | Permanent Fund Corporation                        | Feb 28: Language change that is contingent upon the passage of the Amerada Hess legislation.  |               |               |             |                                  | 0.0         |
| 125 | 16(a)          | State Debt        | School Debt Reimbursement                         | Fund source change due to a shortfall in cigarette tax revenue deposits into the School Fund. The School Fund is reduced from \$30.2 million to \$25.4 million and the Debt Retirement Fund is increased from \$51,670,084 to \$52,470,084.   |               |               | 0.0         | Debt Ret Fund and School Fund    | 0.0         |
| 126 | 16(b)          | State Debt        | Capital Project Debt Reimbursement                | The lapse date of sec. 33(f)(3), ch 158, SLA 2004, page 68, line 16 - 18, is extended to June 30, 2006 for Metlakatla Power and Light's utility plant and capital addition debt reimbursement   |               |               |             |                                  | 0.0         |
| 127 | 17(a)          | Transportation    | Capital   | Bids came in higher for Chandalar maintenance station construction.   | 930.0         |               |             |                                  | 930.0       |
| 128 | 17(b)          | Transportation    | Capital   | Adak contract - new federal authority for capital improvements  |               | 3,400.0       |             |                                  | 3,400.0     |
| 129 | 17(c)          | Transportation    | Capital   | Emergency and Non-routine Maintenance:<br>Failed railroad crossings, \$305.0<br>Winter ice storm and avalanche damage, \$50.0<br>Johnson River bridge damage, \$218.4   | 573.4         |               |             |                                  | 573.4       |
| 130 | 17(d)          | Transportation    | Anchorage Airport Facilities                      | Utility cost increases  |               |               | 1,001.4     | International Airports Rev. Fund | 1,001.4     |
| 131 | 17(e)          | Transportation    | Anchorage Airport Field and Equipment Maintenance | Utility cost increases  |               |               | 274.8       | International Airports Riv. Fund | 274.8       |

FY2005 SUPPLEMENTALS

|     | A              | B              | C                                      | D   | E               | F               | G              | H                                | I               |
|-----|----------------|----------------|--|---|-----------------|-----------------|----------------|----------------------------------|-----------------|
|     | Section Number | Department     | RDU or Component or Capital            | Supplemental Need   | General Funds   | Federal Funds   | Other Funds    | Fund Source                      | Total Funds     |
| 1   |                |                |  |   |                 |                 |                |                                  |                 |
| 132 |                | Transportation | Fairbanks Airport Operations           | Electricity cost increases. (Fuel will be paid with PS savings )  |                 |                 | 127.7          | International Airports Rev Fund  | 127.7           |
| 133 | 17(f)          | Transportation | Capital                                | Reappropriate the June 30, 2005 balance of the \$10 million appropriation made in sec. 29(c), ch. 159, SLA 2004 for the Adak air field, estimated to be \$9 million, to DOT for capital improvements. |                 |                 |                |                                  | 0.0             |
| 134 | 17(g)          | Transportation | Central Region Facilities              | Heating fuel and risk management cost increases.  | 249.9           |                 |                |                                  | 249.9           |
| 135 | 17(h)          | Transportation | Northern Region Facilities             | Heating fuel and utility cost increases   | 465.5           |                 |                |                                  | 465.5           |
| 136 | 17(i)          | Transportation | Central Region Highways and Aviation   | Anchorage snowhaul and equipment fuel, utilities, sand and steel cost increases.  | 1,374.4         |                 |                |                                  | 1,374.4         |
| 137 | 17(j)          | Transportation | Northern Region Highways and Aviation  | Equipment fuel, utilities, and steel cost increases.  | 1,399.5         |                 |                |                                  | 1,399.5         |
| 138 | 17(k)          | Transportation | Southeast Region Highways and Aviation | Equipment fuel, sand, chemicals and steel cost increases.   | 263.4           |                 |                |                                  | 263.4           |
| 139 | 17(l)          | Transportation | State Equipment Fleet Administration   | Fuel increases - credit card expenditures reimbursed by user agencies   |                 |                 | 1,100.0        | Highway Working Capital Fund     | 1,100.0         |
| 140 | 17(m)          | Transportation | Statewide Information Services         | Funding for telecommunications chargeback costs. FY 04 supplemental funding was not built into FY 05 budget, thereby causing a shortfall  | 659.6           |                 |                |                                  | 659.6           |
| 141 | 17(n)          | Transportation | Central Region Highways and Aviation   | King Salmon air traffic control current year contract.  | 68.0            |                 |                |                                  | 68.0            |
| 142 | 17(o)          | Transportation | Human Resources                        | Shortage in realizing savings due to delay in implementing electronic timesheets  |                 |                 | 140.0          | various                          | 140.0           |
| 143 | Amend          | Transportation | Capital                                | Feb 28: Capital project title changes of three prior appropriations from Nunapitchuk: Airport Relocation to Nunapitchuk: Airport and Access Improvements  |                 |                 |                |                                  | 0.0             |
| 144 | Amend          | Transportation | Capital                                | Feb 28: Appropriation of investment earnings associated with the 1999 Alaska International Airport System bond issuance to be used for the terminal redevelopment project.                            |                 |                 | 2,334.5        | International Airports Cor. Fund | 2,334.5         |
| 145 | 18(a)          | Transportation | Capital                                | Airport Improvement Program increase of \$18 million in federal funds as allocated  |                 |                 |                |                                  | 0.0             |
| 146 | 18(a)(1)       | Transportation | Capital                                | Bethel: Airport Parallel Runway and Other Improvements  |                 | 10,000.0        |                |                                  | 16,000.0        |
| 147 | 18(a)          | Transportation | Capital                                | Hooper Bay: Airport Access Road Repairs   |                 | 2,000.0         |                |                                  | 2,000.0         |
| 148 | 18(b)          | Transportation | Capital                                | Surface Transportation Program increase of 8,725.0 in federal funds as allocated  |                 |                 |                |                                  | 0.0             |
| 149 | 18(b)(1)       | Transportation | Capital                                | Southeast: Mid Region Access EIS  |                 | 2,000.0         |                |                                  | 2,000.0         |
| 150 | 18(b)(2)       | Transportation | Capital                                | Statewide: Comprehensive Highway Safety Plan  |                 | 500.0           |                |                                  | 500.0           |
| 151 | 18(b)(3)       | Transportation | Capital                                | Statewide: Electronic Crash Web Enablement Form 12-200 and Data Transfer  |                 | 400.0           |                |                                  | 400.0           |
| 152 | 18(b)(4)       | Transportation | Capital                                | Statewide: Emergency Bridge Replacement   |                 | 800.0           |                |                                  | 800.0           |
| 153 | 18(b)(5)       | Transportation | Capital                                | Statewide: Intelligent Transportation systems Implementation Plan (IWAYS)   |                 | 1,350.0         |                |                                  | 1,350.0         |
| 154 | 18(b)(6)       | Transportation | Capital                                | Statewide: Road/Highway Functional Classification Review  |                 | 400.0           |                |                                  | 400.0           |
| 155 | 18(b)(7)       | Transportation | Capital                                | Statewide: Material Site Investigation  |                 | 500.0           |                |                                  | 500.0           |
| 156 | 18(b)(8)       | Transportation | Capital                                | Statewide: Milepost and Destination Signs   |                 | 1,300.0         |                |                                  | 1,300.0         |
| 157 | 18(b)(9)       | Transportation | Capital                                | Statewide: National Highway System and Non-National Highway System Anti-icing Program   |                 | 400.0           |                |                                  | 400.0           |
| 158 | 18(b)(10)      | Transportation | Capital                                | Statewide: Traveler Information Signs   |                 | 325.0           |                |                                  | 325.0           |
| 159 | 18(b)(11)      | Transportation | Capital                                | Glenn Highway Milepost 58, Milepost 60, and Milepost 97 Slides Repair   |                 | 750.0           |                |                                  | 750.0           |
| 160 | 20             | Revenue        | Treasury Division                      | Increased managers fees.  |                 |                 | 25.0           | Constitutional Budget Reserve    | 25.0            |
| 161 |                |                |  | <b>Regular Supplemental Bill Total</b>  | <b>43,755.3</b> | <b>32,425.2</b> | <b>9,244.9</b> |                                  | <b>85,425.4</b> |
| 162 |                |                |  |   |                 |                 |                |                                  |                 |

**FY2005 SUPPLEMENTALS**

|     | A              | B                       | C                           | D                                    | E                | F                | G               | H           | I                |
|-----|----------------|-------------------------|-----------------------------|--------------------------------------|------------------|------------------|-----------------|-------------|------------------|
|     | Section Number | Department              | RDU or Component or Capital | Supplemental Need                    | General Funds    | Federal Funds    | Other Funds     | Fund Source | Total Funds      |
| 1   |                |                         |                             |                                      |                  |                  |                 |             |                  |
| 163 |                |                         |                             | <b>Governor's Supplemental Total</b> | <b>151,058.3</b> | <b>140,006.0</b> | <b>34,739.7</b> |             | <b>325,804.0</b> |
| 164 |                |                         |                             |                                      |                  |                  |                 |             |                  |
| 165 | 19(c)          | Ratifications           | Health & Soc Svcs           | AR22520-03 Medical Assistance        | \$13,390,029.73  |                  |                 |             |                  |
| 166 | 19(b)          | Ratifications           | Natural Resources           | AR37313-04 Fire Suppression Activity | \$2,010,200.00   |                  |                 |             |                  |
| 167 | 19(c)          | Ratifications           | Corrections                 | AR50566-02 Parole Board              | \$62,129.00      |                  |                 |             |                  |
| 168 | 21             | Retroactivity           |                             |                                      |                  |                  |                 |             |                  |
|     | 22             | Lapse of Appropriations |                             |                                      |                  |                  |                 |             |                  |
| 169 |                |                         |                             |                                      |                  |                  |                 |             |                  |
| 170 | 23             | Effective Date          |                             |                                      |                  |                  |                 |             |                  |
| 171 | 24             | Effective Date          |                             |                                      |                  |                  |                 |             |                  |

**AP/AL:** Appropriation      **Project Type:** Information Systems  
**Category:** General Government  
**Location:** Statewide      **Contact:** Eric Swanson  
**House District:** Statewide      **Contact Phone:** (907)465-5655  
**Estimated Project Dates:** 07/01/2004 - 06/30/2009

**Brief Summary and Statement of Need:**

On January 18, 2005 the State of Alaska Wide Area Network was the target of a cyber attack which resulted in the defacement of a web server owned by the Dept. of Health & Social Services. Upon further investigation, it was determined the extent and scope of the cyber attack was much larger than to a single device. In a cooperative effort with SOA agencies, approximately 110 servers appeared to have experience similar "signatures" of this attack. The significance of these attacks prompted notification to the MS-ISAC (multi state information sharing and analysis center).

| Funding:      | FY2005             | FY2006             | FY2007              | FY2008             | FY2009             | FY2010              | Total               |
|---------------|--------------------|--------------------|---------------------|--------------------|--------------------|---------------------|---------------------|
| Info Svc      | \$5,003,500        | \$3,537,500        | \$12,598,000        | \$7,449,500        | \$7,400,000        | \$10,300,000        | \$46,288,500        |
| <b>Total:</b> | <b>\$5,003,500</b> | <b>\$3,537,500</b> | <b>\$12,598,000</b> | <b>\$7,449,500</b> | <b>\$7,400,000</b> | <b>\$10,300,000</b> | <b>\$46,288,500</b> |

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

**Operating & Maintenance Costs:**

|                      | <u>Amount</u> | <u>Staff</u> |
|----------------------|---------------|--------------|
| Project Development: | 0             | 0            |
| Ongoing Operating:   | 0             | 0            |
| One-Time Startup:    | 0             |              |
| <b>Totals:</b>       | <b>0</b>      | <b>0</b>     |

**Prior Funding History:**

**Project Description/Justification:**

On January 18, 2005 the State of Alaska Wide Area Network was the target of a cyber attack which resulted in the defacement of a web server owned by the Department of Health & Social Services. Upon further investigation, it was determined the extent and scope of the cyber attack was much larger than to a single device. In a cooperative effort with SOA agencies, it was determined that approximately 110 servers had "similar signatures" of this attack. The significance of these attacks prompted notification to the MS-ISAC (multi state information sharing and analysis center).

This incident as reported prompted the US-CERT (United States Computer Emergency Readiness Team) to assist the State of Alaska with the investigation. A report from this group, in conjunction with an active FBI investigation, limits the amount of information that can be released at this time.

Suffice to say that the State of Alaska network infrastructure is vulnerable to continued cyber attacks that may result in the destruction or compromise of sensitive data. In response to the potential loss of connectivity to federal communications networks (i.e. NLETS, NCIC, Medicaid, etc) for ignoring this vulnerability, ETS has prepared a budget request to immediately address the network infrastructure vulnerabilities in FY05, with a long range plan to be rolled into FY06. This matter should be treated as a Priority 1 item for Information Technology and funded as soon as possible.

To provide funding for the FY2005 supplemental portion, ETS is proposing that some of the funds originally requested in the FY2006 capital request now be "fast tracked" in FY05 to cover the costs identified by the consortium detail report. ETS has identified projects that are specific to these upgrades that were originally planned in FY06 and now have to be accelerated due to the security vulnerability issues identified by the Federal Task Force from the January 18, 2005 incident.

- Ongoing Telecommunications Projects
  - Total originally requested in FY2006 \$ 5,641,000
  - FY05 funds needed \$ 3,671,513
  - FY06 funds needed \$ 1,969,487
- System Security
  - Total originally requested in FY2006 \$ 2,900,000
  - FY05 funds needed \$ 1,332,000
  - FY06 funds needed \$ 1,568,000

A consortium (Northrop Grumman, GCI and Cisco Systems) effort with ETS technical staff, has prepared a detailed expenditure report outlining specific costs that will address the vulnerabilities outlined in the US-CERT initial report to the State of Alaska. The total costs for this proposal in FY2005 is \$ 5,003,513 with the breakdown as follows:

**SOA Network Infrastructure Upgrade Costs**

|                  | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-Ins | Project Total | Needed In FY05 |
|------------------|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
| List Price       | 1,856,485      | 409,072               | 1,265,170         | 221,156                   | 98,932  | 742     |           | 3,851,557     |                |
| Discounted Price | 1,147,308      | 327,258               | 1,265,170         | 221,156                   | 98,932  | 742     |           | 3,060,565     | 1,147,308      |

Cisco Security Agent – A "host-based" intrusion prevention system. This is software based application that resides on servers and personal computers. Its purpose is to protect against known and future cyber threats. This component also includes \$40k PMO for all of these security projects and a \$350k server/workstation upgrade needed for CSA deployment.

|                  | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-Ins | Project Total | Needed In FY05 |
|------------------|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
| List Price       | 618,730        | 66,282                | 141,528           | 13,340                    | 24,639  | 3,000   |           | 867,519       |                |
| Discounted Price | 382,375        | 53,026                | 141,528           | 13,340                    | 24,639  | 3,000   | -         | 617,907       | 382,375        |

DMZ – (pronounced as separate letters) Short for demilitarized zone, a computer or small subnetwork that sits between a trusted internal network, such as a corporate private LAN, and an untrusted external network, such as the public Internet.

|                  | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-Ins | Project Total | Needed In FY05 |
|------------------|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
| List Price       | 1,800,295      | 147,762               | 143,181           |                           |         |         |           | 2,091,238     |                |
| Discounted Price | 1,112,582      | 118,210               | 143,181           |                           |         |         | -         | 1,373,973     | 1,112,582      |

Core upgrades – routers that reside in the network control centers that are "end of life" and cannot support the infrastructure upgrades for operating systems that provide security to the network.

| Hub Routers (Wide Area Network) |                |                       |                   |                           |         |         |           |               |                |
|---------------------------------|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
|                                 | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-ins | Project Total | Needed in FY05 |
| List Price                      | 1,237,605      | 77,311                |                   |                           |         |         |           | 1,314,916     |                |
| Discounted Price                | 764,840        | 61,849                | -                 |                           |         |         | -         | 826,689       | 764,840        |

Hub routers – routers that reside in approximately 44 communities that serve as "hubs" to WAN sites in that community that are "end of life" and cannot support the infrastructure upgrades for operating systems that provide security to the network.

| Access Routers (Remote SOA/offices on WAN) |                |                       |                   |                           |         |         |           |               |                |
|--|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
|  | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-ins | Project Total | Needed in FY05 |
| List Price                                 | 2,058,275      | 134,277               |                   |                           |         |         |           | 2,192,552     |                |
| Discounted Price                           | 1,272,014      | 107,422               | -                 |                           |         |         | -         | 1,379,436     | 1,272,014      |

Access routers – Routers that are attached via data circuits to "Hub" routers in 44 communities that are "end of life" and cannot support the infrastructure upgrades for operating systems that provide security to the network.

| Critical Spares (for SOA/WAN) |                |                       |                   |                           |         |         |           |               |                |
|-------------------------------|----------------|-----------------------|-------------------|---------------------------|---------|---------|-----------|---------------|----------------|
|                               | Equipment Cost | Equipment Maintenance | One-Time Services | Recurring Yearly Services | Servers | Cabling | Trade-ins | Project Total | Needed in FY05 |
| List Price                    | 524,910        | 47,450                |                   |                           |         |         |           | 572,360       |                |
| Discounted Price              | 324,394        | 37,960                |                   |                           |         |         |           | 362,354       | 324,394        |

Critical spares – An inventory of spare equipment for the Wide Area Network (WAN) which consists of specific router and switch types that can be deployed immediately if and when an equipment failure occurs.

|  |             |
|--|-------------|
| Sub Total Consortium Network Security Proposal |             |
| FY2005 fast track                              | \$5,003,513 |
| FY2006   | \$1,969,411 |
| Total  | \$6,972,924 |



FY05 Supplemental - Additional funding of \$6.175M is needed for FY05 to address the most time-sensitive ALMR sites. This project represents the interests of the Department of Administration, Department of Public Safety and the Department of Military and Veterans Affairs. This funding is critical for the successful completion of Operation Northern Edge, a military exercise due to occur in Alaska in August of 2005. The critical milestones of ALMR related to Operation Northern Edge require completion of tasks dependent on this funding by May 2005.

These funds will be used to purchase and deploy equipment needed to expand the existing radio network on the State's microwave infrastructure. These communication sites will be either modified or constructed to support the timeline agreed upon with the DOD.

| <b>SOA Fiscal Requirements to support<br/>ALMR</b>  |                     |
|---|---------------------|
| Description   | FY05                |
| Infrastructure equipment<br><i>Needed to support ALMR per DoD's findings</i>  | 3,570,000           |
| Equipment installation<br><i>Labor &amp; materials required to deploy<br/>1:2 ratio of equipment cost, historically 1:1 ratio used<br/>Less needed by leveraging economies of scale</i> | 1,785,000           |
| Alaska State Troopers dispatch consoles<br><i>Replacement/Upgrade of dispatch consoles<br/>at a cost of \$440,000 per location (3 identified)</i>                                       | 1,320,000           |
| Training<br><i>Encryption Key management, System Management<br/>and Subscriber Unit support</i>   | 100,000             |
| Upgrade Digital Access Cross-connect System (DACS)<br><i>Used to connect T-1 lines, increased capacity needed</i>   | 200,000             |
| Transition costs<br><i>Migrating users outside of ALMR system<br/>Condition of ALMR frequency approval by FCC</i>   | 375,000             |
| Subscriber Unit (radio) - Initial programming<br><i>Based on cost estimate of \$50 per unit<br/>with approximately 5000 units to deploy</i>   | 225,000             |
| System Management<br><i>Transition from Motorola</i>  | 200,000             |
| DMVA Grant  | (1,600,000)         |
| <b>Total Funding Needed</b>   | <b>\$ 6,175,000</b> |

**Change Record Detail With Description**

**Debt Service and Special Appropriations**

Scenario: FY2005 Supplemental - Governor (4418)

Component: Marine Highway Stabilization (1225)

RDU: Fund Capitalizations (255)

| Change Record Title  | Trans Type | Totals  | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants & Benefits | Debt Service | Positions PFT | PPT | NP |
|--|------------|---------|-------------------|--------|----------|-------------|----------------|-------------------|--------------|---------------|-----|----|
| <b>Capitalization Needed for the FY05 IBU Collective Bargaining Agreement Costs</b>  |            |         |                   |        |          |             |                |                   |              |               |     |    |
|  | Suppl      | 3,190.9 | 0.0               | 0.0    | 0.0      | 0.0         | 0.0            | 0.0               | 3,190.9      | 0             | 0   | 0  |
| 1004 Gen Fund  | 3,190.9    |         |                   |        |          |             |                |                   |              |               |     |    |
| Additional capitalization of the Marine Highway System Fund is necessary in order to fund the FY 05 agreement with the Inlandboatmen's Union of the Pacific (IBU). |            |         |                   |        |          |             |                |                   |              |               |     |    |
| Totals   |            | 3,190.9 | 0.0               | 0.0    | 0.0      | 0.0         | 0.0            | 0.0               | 3,190.9      | 0             | 0   | 0  |

**Change Record Detail With Description**

Office of the Governor

Scenario: FY2005 Supplemental - Governor (4418)

Component: Elections (21)

RDU: Elections (433)

| Change Record Title  | Trans Type | Totals       | Personal Services | Travel     | Services     | Commodities | Capital Outlay | Grants & Benefits | Debt Service | Positions |          |          |
|--|------------|--------------|-------------------|------------|--------------|-------------|----------------|-------------------|--------------|-----------|----------|----------|
|  |            |              |                   |            |              |             |                |                   |              | PFT       | PPT      | NP       |
| <b>Additional Funding for Operational Needs</b>  |            |              |                   |            |              |             |                |                   |              |           |          |          |
|  | Suppl      | 160.0        | 0.0               | 0.0        | 160.0        | 0.0         | 0.0            | 0.0               | 0.0          | 0         | 0        | 0        |
| 1004 Gen Fund  | 160.0      |              |                   |            |              |             |                |                   |              |           |          |          |
| <p>This supplemental request will allow the Division to continue to operating through FY2005 without affecting services. The division anticipates funding needed for operating expenses of \$134.0. This includes \$51.9 for the annual Accu-Vote maintenance agreement and \$46.5 related to the lease and moving costs associated with the Region II Elections Office in Anchorage. Additional postage and shipping costs of \$11.7 as a result of the increased voter turnout in the 2004 general election and an additional \$16.6 for list maintenance and other administrative costs due to increased voter turnout. \$7.3 is required for two local liquor option elections and initiative petition booklet printing and training.</p> <p>Additional costs associated with the primary and general election include \$12.0 for printing official return books and \$14.0 for archiving and destruction of general election materials.</p> |            |              |                   |            |              |             |                |                   |              |           |          |          |
| <b>Totals</b>  |            | <b>160.0</b> | <b>0.0</b>        | <b>0.0</b> | <b>160.0</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 Transportation/Public Facilities**

Scenario: FY2005 Supplemental - Governor (4418)  
 Component: Marine Vessel Operations (2604)  
 RDU: Marine Highway System (334)

| Change Record Title  | Trans Type | Totals  | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants & Benefits | Debt Service | Positions |     |    |
|--|------------|---------|-------------------|--------|----------|-------------|----------------|-------------------|--------------|-----------|-----|----|
|  |            |         |                   |        |          |             |                |                   |              | PFT       | PPT | NP |
| FY05 Bargaining Unit Contract Terms: IBU   |            |         |                   |        |          |             |                |                   |              |           |     |    |
|  | Suppl      | 3,190.9 | 3,190.9           | 0.0    | 0.0      | 0.0         | 0.0            | 0.0               | 0.0          | 0         | 0   | 0  |
| 1076 Marine Hw   | 3,190.9    |         |                   |        |          |             |                |                   |              |           |     |    |
| Costs associated with the bargaining unit contract terms applicable to this component. |            |         |                   |        |          |             |                |                   |              |           |     |    |
| Totals   |            | 3,190.9 | 3,190.9           | 0.0    | 0.0      | 0.0         | 0.0            | 0.0               | 0.0          | 0         | 0   | 0  |

# STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

FRANK H. MURKOWSKI, GOVERNOR

P.O. BOX 110200  
JUNEAU, ALASKA 99811-0200  
PHONE: (907) 465-2200  
FAX: (907) 465-2135

January 26, 2005


The Honorable Ben Stevens  
Senate President  
Alaska State Legislature  
State Capital, Room 111  
Juneau, Alaska 99801-1182

Dear Mr. President:

I am required by the Public Employment Relations Act (AS 23.40.070-260) to report the monetary terms of any agreement reached with an employee organization. By copy of my memorandum to Cheryl Frasca, Director of the Office of Management and Budget (enclosed), please accept my report of the monetary terms of the collective bargaining agreement reached between the Inlandboatmen's Union of the Pacific. The monetary terms of this agreement must be submitted to the Legislature for approval pursuant to AS 23.40.215. In the interest of maintaining harmonious relations, I respectfully request that the Legislature approve the monetary terms of this agreement pursuant to AS 23.40.215 (b).

If my staff or I may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Ray Matiashowski  
Commissioner

Enclosure

cc: Cheryl Frasca, Director of the Office of Management and Budget

# STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

FRANK H. MURKOWSKI, GOVERNOR

P.O. BOX 110200  
JUNEAU, ALASKA 99811-0200  
PHONE: (907) 465-2200  
FAX: (907) 465-2135

January 26, 2005

The Honorable John Harris  
Speaker of the House  
Alaska State Legislature  
State Capital, Room 208  
Juneau, Alaska 99801-1182

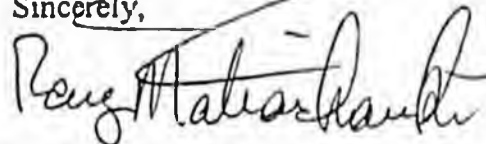
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---

If my staff or I may answer any questions or provide further information, please do not hesitate to call me.

Sincerely,



Ray Matiashowski  
Commissioner

Enclosure

cc: Cheryl Frasca, Director of the Office of Management and Budget

# Memorandum

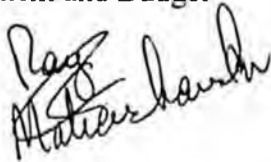
Department of Administration  
Office of the Commissioner

To: Cheryl Frasca, Director  
Office of Management and Budget

Date: January 26, 2005

From: Ray Matiashowski  
Commissioner

Phone: 465-5671



Subject: Monetary terms of the July 1, 2004- June 30, 2007 Bargaining  
Agreement between the State and the Inlandboatmen's Union of the Pacific.

The Department of Administration has reached a tentative agreement with the Inlandboatmen's Union of the Pacific (IBU). The agreement is pending ratification by union membership; probability of acceptance is good. If approved by the Legislature the terms of this agreement become effective July 1, 2004 and remain in effect through June 30, 2007.

## I. Terms Requiring Appropriation.

### Current Legislative Session

- A. Wages. (Rule 17) Effective July 1, 2004 the hourly rates currently in effect for all job classifications will increase by seven percent (7%).

Fairweather Supplemental Agreement: Upon the effective date of the legislation authorizing the contracts, employees of the M/V Fairweather will have their wages reduced to the hourly rates found in the Master Agreement which will then be increased by three percent (3%).

Lituya Supplemental Agreement: Upon the effective date of the legislation authorizing the contracts, employees of the M/V Lituya will be paid wages consistent with those in the Master Agreement.

Southwest Supplemental Agreement: Effective July 1, 2004 the hourly rates currently in effect for the Southwest System will increase by half the difference between the Southeast rate and the Southwest rate. Effective July 1, 2004, non-resident employees in the Junior Engineer classification shall have fifty two cents (\$0.52) per hour added to their hourly rate.

Effective July 1, 2005, the hourly rates in effect on June 30, 2004 for all job classifications will increase by six percent (6%).

- B. Health Insurance. (Rule 29) Effective July 1, 2004, and for each year of this agreement, the State contribution for health insurance will be \$852 per employee per month.