

HOUSE / SENATE FINANCE COMMITTEE MINUTES - 1967-1982 2651

Senator Palmer moved and asked unanimous consent that all the Senate figures for Research except for Westward which would be the House figure be adopted. No objection, so ordered. (Later in the meeting Southeastern was changed).

Mr. Fink moved and asked unanimous consent for the Senate Management figures. Senator Ray moved to amend the motion to accept the Senate figures with the exception of Southeastern which would be \$541,400. Mr. Fink objected to the amendment. The committee agreed to accept all the Senate figures.

The committee accepted the Senate figure for Administration and Support.

Fish Hatcheries

Mr. Fink moved the Senate figures for Fish Hatcheries. Senator Ray moved the House figures for Fish Hatcheries. Senator Palmer moved the Senate figures and the committee accepted these figures.

Game

Mr. Fink moved the Senate figures for Research. Mr. Ditman felt these were too high. Mr. Ditman moved the House figures for Research. Mr. Fink withdrew his motion. Mr. Ditman withdrew his motion. Senator Ray moved the Senate figures for Research. Mr. Hohman objected. The motion carried unanimously.

Senator Butrovich moved and asked unanimous consent for the adoption of the House figures for Management. No objection, so ordered.

For Development and Enhancement, Facilities Maintenance, the Senate and House figures were the same.

The committee accepted the House figure for Administration and support.

Protection

The House bill moved this to the Administration of Justice and the committee decided not to make a decision at this time on this section.

FRED

Senator Butrovich moved and asked unanimous consent for

the Senate figures for FRED. No objection, so ordered.

Administration and Support

Senator Palmer explained the Senate figure for Office of the Commissioner. He felt that the Department only needed one deputy commissioner. The committee discussed this.

Mr. Fink moved the House figures for Administration and Support less the vacancy and turnover to be held in reserve. Senator Ray moved all the Senate figures except the Office of the Commission which would be the House figure. Senator Palmer objected. The motion carried 5 to 1 (Senator Palmer voting no) and the committee accepted the Senate figures for Administration and Support with the exception of the Office of the Commissioner (this was the House figure). Later in the meeting Administrative Services was changed.

Habitat

Mr. Ditman moved the House figures for Habitat. The motion carried 4 to 2 (Senator Palmer and Mr. Fink voting no).

Office of the Governor

Fisheries

The House and Senate figures for International North Pacific Fisheries Commission were the same.

Senator Ray moved a compromise figure for International Fisheries Commission. This was to allow a secretary for this office. The motion carried unanimously.

Athletic Commission

The committee could not reach a decision on the Athletic Commission. Senator Ray said he did not think that funding for this would be needed this year as the Games are held every two years. Mr. Lind indicated this is the payment to the Games Association. The committee decided to go on to the next section.

Department of Natural Resources

Land and Water Management

Land Management

Under Land Management, the committee accepted the Senate figure for Mineral Leasing.

Mr. Fink moved a compromise figure for Central Land Management. Senator Ray objected. The motion carried 5 to 1 (Senator Ray voting no).

Mr. Fink moved and asked unanimous consent for the House figure minus the vacancy and turnover from Southeast District. The motion carried unanimously.

Mr. Fink moved and asked unanimous consent for the House figure minus the vacancy and turnover for Southcentral District. He noted this would restore the Forester I. The motion carried 5 to 1 (Senator Ray voting no).

Senator Butrovich moved a compromise figure for Northcentral District. Motion carried 5 to 1 (Senator Ray voting no).

Senator Butrovich moved the Senate figure for Water Management. Mr. Fink objected. Mr. Fink moved the House figure. Motion failed. Mr. Hohman moved a compromise figure which would restore the travel. This motion carried 5 to 1 (Senator Ray voting no).

The committee then discussed a letter from Commissioner Herbert which requested four positions be allowed.

For Administration and Support, the committee accepted a compromise figure for Cadastral Engineering and a compromise figure for Administration.

Mineral Resources

Geophysical Program

Senator Palmer moved and asked unanimous consent for a compromise figure for Geophysical Program. No objection so ordered.

Oil and Gas

Senator Ray moved a compromise figure for Regulation which he said would include the reservoir simulation study at Brudhoe Bay. He said the Governor had indicated that \$35,000 is what is needed for this study. Mr. Lind said the Governor said that \$35,000 would be the minimal amount but that this would slow the model speed down. Mr. Andrews said it was his understanding this would allow them to do the bulk of the work on the model within a year.

He said that the only crucial thing is that this has to be done well in advance of the time they are ready to pump oil. The committee accepted the House figure.

Mr. Fink moved the Senate figure for Administration. No objection so ordered.

Hard Minerals

Senator Ray moved \$550,000 for Geological Investigations which he said would allow \$75,000 needed for helicopters. Mr. Fink moved to amend this figure to \$532,200. Senator Ray objected. Senator Ray removed his objection and the committee accepted \$532,200.

Recess: The committee recessed at 3:45 p.m.

AFTER RECESS
4:05 p.m.

Senator Palmer moved and asked unanimous consent that the committee adopt the Senate figure for Mineral Analysis and Research. Mr. Fink moved the House figure for Mineral Analysis and Research and the Senate figure for Regulation. No objection, so ordered.

Senator Ray moved the Senate figure for Administration. No objection, so ordered.

Forest Management

The committee accepted the House figure for Management and Timber Sales.

The committee accepted the House figure for Fire Protection & Suppression. (This figure was changed at a later time).

The committee accepted the Senate figure for Research and Technical Assistance.

Parks and Recreation

Mr. Hohman moved and asked unanimous consent for a compromise figure for Planning. No objection, so ordered.

Under Maintenance and Operations, the committee could not reach an agreement and they went on to the next section.

Natural Resource Planning

Senator Ray moved and asked unanimous consent for the House figure for Joint Commission. No objection, so ordered.

Senator Ray moved the Senate figure for Land Use Planning Unit; however, the committee could not agree on this and they went to the next section of the bill.

Administration and Support

Senator Ray moved and asked unanimous consent for the Senate figure for Administration and Support.

Department of Fish and Game

Commercial Fish

Senator Ray referred back to Research, Southeastern. He moved and asked unanimous consent that this figure be \$405,000 with a footnote that \$25,000 will be used for an aquacultural contract at Pybus Bay Cove with the University of Alaska Marine Science Institute. No objection.

Department of Natural Resources

Natural Resource Planning

Senator Butrovich moved and asked unanimous consent for the House figure for Land Use Planning Unit. No objection, so ordered.

PUBLIC PROTECTION

Department of Commerce

Weights and Measures

Senator Ray moved the Senate figure for Weights and Measures. Mr. Hohman moved the House figure. Mr. Lind explained that the Governor had allowed two new motor vehicle inspectors. Senator Ray said the Senate was opposed to adding any new positions. Mr. Hohman moved \$467,000. No decision could be reached on this agency at this time.

Alaska Transportation Commission

Mr. Lind explained that the Governor allowed a Hearing Officer for the Alaska Transportation Commission but did not allow the Field Officer.

Recess: The committee recessed at 5:20 p.m.

AFTER RECESS
5:30 p.m.

Mr. Ditman moved and asked unanimous consent for a compromise figure for the Alaska Transportation Commission which is the Governor's request plus the Field Agent and the restoration of the travel (which had been deleted by the Senate). This also deletes the Executive Director and his Secretary. No objection, so ordered.

Regulation and Licensing of Professions

The House and Senate figures for Architects and Engineers were the same and this figure was adopted.

Mr. Fink explained that the House had increased Medical, Dental and Others to include an Anchorage office. He read an explanation from Deputy Commissioner Wilson which stated the funding necessary for this office. Senator Butrovich was opposed to buying a new car stating he felt this office could rent a car. Senator Butrovich moved and asked unanimous consent for \$278,300 (which includes the Anchorage office).

Administration and Support

The committee accepted the Senate figures for Administration and Support.

Department of Health and Social Services

The House and Senate figures were the same for Emergency Medical Service and this figure was adopted.

Department of Labor

Occupational Safety

The committee accepted all the Senate figures for Occupational Safety.

Department of Law

Consumer Protection

The committee could not reach a decision on Consumer Protection and went on to the next section.

Department of Military Affairs

Civil Air Patrol

The committee accepted the Senate figure for Civil Air Patrol.

Disaster Planning and Control

The committee accepted all the Senate figures for Disaster Planning and Control with the exception of General Administration. Under General Administration, the House had allowed \$20,000 for funding of the move of the Alaska Disaster Office in Anchorage to the Highway Complex. This was left open and the Administration was requested to check this.

Military Preparedness

The committee accepted all the Senate figures for Military Preparedness.

Department of Natural Resources

Agricultural Inspection

Senator Butrovich moved and asked unanimous consent that the House figure for Plant Industry and a compromise figure for Animal Industry be accepted. No objection, so ordered.

Department of Public Safety

Individual Protection

Senator Palmer moved and asked unanimous consent for the Senate figures for Individual Protection. No objection, so ordered.

Department of Revenue

Alcoholic Beverage Control Board

Senator Palmer moved and asked unanimous consent for the Senate figure for the Alcoholic Beverage Control Board. No objection, so ordered.

ADMINISTRATION OF JUSTICE

Court System

The committee discussed how the budget bill for the Court System would be handled. Mr. Fink said he felt they should show the main figures on the right and allow the Director of Courts the ability to change the figures on the left.

The committee then discussed which footnotes should be used. Senator Ray noted that the Senate had included a magistrate at Angoon and Pelican. Mr. Fink said he felt the Court System should be handled in a different manner -- he did not feel the legislature could go too far in directing them what they could or could not do.

Supreme Court

Senator Ray moved and asked unanimous consent for the House figure for the Supreme Court. No objection, so ordered.

1st Judicial District

Senator Ray moved and asked unanimous consent for the House figure for the 1st Judicial District. No objection, so ordered.

2nd Judicial District

Senator Ray moved the Senate figure for the 2nd Judicial District; however, this was not accepted.

Legal Library

Senator Ray moved a compromise figure for Legal Library. Mr. Fink objected. Mr. Fink said he felt they needed a "decent legal library". Senator Butrovich said he felt the committee should agree on a compromise figure on this.

After more discussion, the committee accepted the House figures for the Court System with the exception of Legal Library where a compromise figure was accepted.

Judicial Council

The committee accepted a compromise figure for the Judicial Council.

Governor's Office

Public Defender

Senator Palmer moved the Senate figures for the 1st and 2nd Judicial District. Mr. Hohman objected. Mr. Fink suggested compromise figures for the judicial districts and indicating a total figure on the right hand side of the bill so that the appropriation can be moved if necessary. Senator Ray objected noting that they have a problem in Anchorage and he did not want it resolved to the detriment of the rest of the state.

Senator Ray moved and asked unanimous consent for the Senate figure for the 1st Judicial District. No objection, so ordered.

Senator Butrovich moved and asked unanimous consent for the House figure for the 2nd Judicial District. No objection, so ordered.

Mr. Fink moved the House figure for the 3rd Judicial District. There was opposition and this was left open.

Senator Butrovich moved and asked unanimous consent for the Senate figure for the 4th Judicial District. No objection, so ordered.

Adjournment: The meeting adjourned at 6:35 p.m.

FREE CONFERENCE COMMITTEE

May 21, 1972

10:15 a.m.

PRESENT: All members. From the Department of Administration, Deputy Commissioner Freer, Mr. Charney and Mr. Lind were present. Mr. Joe LaRocca of the press was also present.

Chairman Butrovich called the meeting to order.

ADMINISTRATION OF JUSTICE

Department of Health and Social Services

Reformation of Offenders

Mr. Fink moved that all House figures under this section be adopted. Senator Ray objected and suggested that the committee run through this section line by line.

Governor's Office

Criminal Justice Planning

Senator Ray moved the identical Senate and House figure of \$1,645,800 under Action Grants. Mr. Hohman objected. Mr. Hohman said he had a question concerning how the money will be spent. He then asked if there was a project list. Senator Ray replied that there was. Mr. Hohman then moved to delete the Action Grants amount. Senator Ray objected. Chairman Butrovich called upon those present from the Department of Administration to explain the subject further. Mr. Charney stated that a plan has been submitted to the federal government. Mr. Lind said that the projects are approved by the federal government before the state money is allocated, and each project within the plan is approved separately; there is no way they can have an advanced approval on the total number of projects. Mr. Hohman stated that he wished to know where federal money coming into the state will be directed. Mr. Fink suggested that the committee move on to another section of the budget. Chairman Butrovich concurred and stated that the subject of Action Grants could be researched by the staff in the meantime.

Department of Health & Social Services

Reformation of Offenders

Mr. Fink moved a compromise figure of \$3,032,000 for Adult State-Operated Institutions. Senator Palmer objected, stating that the amount was not a true compromise. Senator Ray then moved and asked unanimous consent for \$3,030,300. No objection, so ordered.

Senator Ray moved the Senate figure of \$420,400 for Local Facilities. Mr. Fink objected, and stated that half-way houses were one of the most effective forms of rehabilitation in the United States. A brief discussion followed. Senator Ray then suggested that the committee move on to another section.

Mr. Hohman moved and asked unanimous consent for \$266,600 for Out-of-State Contract Services. This amount was both a Senate and House figure, therefore no objection, so ordered.

Department of Labor

Employee Rights

Mr. Fink moved and asked unanimous consent for Administration of Wage and Hour Senate figure \$159,500 and for Administration of Workmen's Compensation, Senate figure \$159,000. No objection, so ordered.

Department of Law

Prosecution

Senator Ray moved that the committee accept the four Senate figures under Prosecution for the four judicial districts. Mr. Hohman objected. Senator Ray moved and asked unanimous consent for \$205,000 for the First Judicial District. No objection, so ordered.

Senator Ray then moved and asked unanimous consent for \$76,200 for the Second Judicial District. Mr. Ditman objected and then withdrew his objection. Senator Ray again moved \$76,200. No objection, so ordered.

Senator Ray then moved to adopt the Senate figure on the Fourth Judicial District. Mr. Fink objected.

RECESS:

Senator Ray then moved for a short caucus. Senate conferees left the room at 10:55 a.m.

AFTER RECESS

11:00 a.m.

Mr. Fink moved \$674,000 for the Third Judicial District. Senator Ray objected. Discussion followed on witness fees. Senator Palmer called for the question: there was no response. Senator Ray stated that if the House conferees were concerned with witness fees, he would then suggest \$650,000. Mr. Fink stated that the figure was out of line when considering a percentage basis. Senator Ray then suggested \$650,000 with \$6,000 of that amount in witness fees. Mr. Fink suggested putting all the division figures in the left-hand column and the total figure in the right-hand column.

Senator Ray asked why the Governor increased Travel and Contractual Services. Mr. Lind said there was \$15,000 for witness fees. Mr. Charney said the travel portion was decided upon after the budget was prepared.

Senator Ray moved the figure \$335,000, the increase to be put into Travel. Mr. Hohman objected. Senator Ray then moved \$335,000 for the Fourth Judicial District, \$7,000 to be put into Travel. The question was called for: Senate conferees were in favor of the motion; Mr. Hohman and Mr. Fink were against the motion; and the motion failed.

Mr. Hohman suggested \$650,000 for the Third Judicial District and \$340,000 for the Fourth Judicial District. Mr. Ditman objected and stated that he wanted the figures \$660,000 and \$345,000 respectively. Senator Palmer moved and asked unanimous consent that \$660,000 and \$340,000 be adopted by the committee for the Third and Fourth Judicial Districts respectively. Senator Ray objected. The question was called for: Senate conferees and Mr. Fink were in favor of the motion; Representatives Ditman and Hohman were against the motion; Senator

Ray was against the motion and asked that his vote be recorded in the minutes of the meeting; and the motion failed.

Department of Public Safety

Prevention of Crime

Senator Palmer moved the House figure under Prevention of Crime. The House and Senate figure were both \$35,000, therefore, no objection, so ordered.

Patrol, Detection & Apprehension

Mr. Fink moved the Senate figures for the First and Second Judicial Districts and the House figures for the Third and Fourth districts. Senator Ray moved the House figures for the First and Second Judicial Districts and the Senate figures for the Third and Fourth districts. Mr. Hohman moved the House figures for all districts. Senator Ray moved the Senate figures for all districts. Chairman Butrovich suggested that the committee consider this section line by line.

Senator Ray moved and asked unanimous consent for the Senate figure of \$724,000 in the First Judicial District. Mr. Ditman objected. Mr. Hohman pointed out that the House figure includes three positions transferred from the Department of Fish and Game. Senator Palmer suggested that one total sum should be allocated. Senator Ray removed his previous motion and moved and asked unanimous consent that the House figure of \$752,000 be adopted. Chairman Butrovich stated that by the committee's previous adoption of the Senate figure for the Department of Fish and Game, and by now adopting the House figure in the Department of Public Safety, the three positions will exist in both departments. Senator Palmer asked those present from the Department of Administration how this situation should be handled. Mr. Charney stated that it was necessary to arrive at a transfer figure of \$44,000. He preferred to have the positions under the Department of Public Safety.

ADMINISTRATION OF JUSTICE
AND
NATURAL RESOURCES MANAGEMENT
and
ENVIRONMENTAL CONSERVATION

Department of Fish and Game
Administration and Support
Department of Public Safety
Patrol, Detection, and Apprehension

Senator Ray then moved for \$906,000 for Administrative Services under this section. Mr. Hohman objected. Mr. Ditman then moved \$921,000 for Administrative Services and \$419,700 under the category Administration of Justice, Department of Public Safety, Patrol, Detection, and Apprehension, Division Headquarters. No objection, so ordered.

ADMINISTRATION OF JUSTICE

Department of Public Safety
Patrol, Detection, and Apprehension

Senator Ray then moved the Senate figure \$724,000 for the First Judicial District. Mr. Ditman objected and then removed his objection. The question was called for: no objection, so ordered.

Senator Ray then moved the Senate figure \$163,000 for the Second Judicial District. No objection, so ordered.

Senator Ray moved and asked unanimous consent for the Senate figure \$1,879,000 for the Third Judicial District. No objection, so ordered.

Senator Ray then moved and asked unanimous consent for \$1,708,400 for the Fourth Judicial District, with \$48,400 for rent for the Department of Public Safety. No objection, so ordered.

Senator Ray then moved \$165,000 for Training, \$229,200 for Technical Services Division, and \$205,000 for the Commissioner's Office. No vote was taken, and the committee moved on to another section.

Judicial Services

Mr. Fink moved a compromise figure of \$550,000 for Judicial Services. No objection, so ordered

Supporting Technical Services

Mr. Hohman moved and asked unanimous consent for \$63,200 for Records and Identification. No objection, so ordered.

Senator Butrovich moved the Governor's figure of \$65,000 for Laboratory Services. No objection, so ordered.

Senator Ray moved \$470,000 in Information Systems. Mr. Fink objected. Senator Ray stated that he wanted three positions there so they will get federal funds. Senator Butrovich suggested that the committee move on to another section.

Senator Ray moved and asked unanimous consent for \$315,600 for Central Communications. No objection, so ordered.

Senator Ray then moved \$500,800 for Information Systems. Mr. Hohman objected. Senator Ray then moved \$470,100. Mr. Hohman objected. Senator Ray then moved and asked unanimous consent for the figure \$430,200. No objection, so ordered.

Fish and Wildlife Protection

Senator Palmer moved and asked unanimous consent for all five Senate figures under this section:

Southeast	\$395,700
Southcentral	693,600
Interior	466,400
Westward	341,400
Admin. & Support	189,400

No objection, so ordered.

RECESS: The meeting recessed at 12:30 p.m.

AFTER RECESS
12:45 p.m.

DEVELOPMENT

Department of Administration

Financial Assistance to Communities

Senator Ray moved the Senate figure of \$7,100,000 for Revenue Sharing. Mr. Hohman objected. Senator Ray then moved \$7,656,500, a compromise figure. Mr. Fink objected. Mr. Fink stated that the House conferees move \$8,215,000. The question was called for: those in favor of the motion were Senators Palmer and Ray and Representatives Fink and Hohman; and the motion carried.

Native Land Claims Settlement
National Forest Receipts

Mr. Fink moved to adopt \$1,174,000 for Native Land Claims Settlement and \$364,300 for National Forest Receipts and \$150,700 for Surplus Property. The House and Senate figures being the same, no objection, so ordered.

Department of Commerce
Small Business Loans
Veterans Loan Fund

Mr. Fink then moved and asked unanimous consent for the Senate figures of \$45,300 in Small Business Loans and \$348,600 in Veterans Loan Fund. No objection, so ordered.

Department of Economic Development

Economic Research and Analysis

Senator Ray moved \$407,600 for Economic Research and Analysis. Mr. Fink objected. Mr. Fink then moved and asked unanimous consent for a compromise figure of \$490,000. No objection, so ordered.

Mr. Hohman then moved and asked unanimous consent for the following figures:

Commissioner's Office	\$ 177,100
Administrative Services	56,100
Promotion of Tourism	1,090,000

and under the office of Governor, Financial Assistance to Communities,

Rural Development Grants	750,000
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Senator Butrovich objected. Senator Ray moved to amend the motion for Rural Development Grants to \$450,000.

Mr. Hohman requested a short caucus for House conferees.

RECESS: The meeting recessed at 1:10 p.m.

AFTER RECESS
1:15 p.m.

Department of Economic Development
Office of Governor

Mr. Ditman amended Mr. Hohman's motion as follows:

Commissioner's Office	177,100
Administrative Serv. Div.	56,100
Promotion of Tourism	1,090,000
Rural Development Grants	610,000

Senator Palmer then proposed \$600,000 for Rural Development Grants and \$15,000 for the Rural Affairs Commission. Mr. Ditman moved and asked unanimous consent for \$17,000 for Rural Affairs. Senator Ray objected.

Department of Fish and Game
Department of Economic Development
Office of Governor

Senator Palmer suggested the Senate figures for the Commissioner's Office, Administrative Services Division, King Crab Quality Control Board, International Development, \$17,000 for the Rural Affairs Commission, \$600,000 for Rural Development Grants, and \$1,090,000 for Promotion of Tourism. Mr. Hohman said the House conferees would accept \$600,000 for Rural Development Grants. Senator Butrovich suggested that the committee should consider

this portion of the budget on a line-by-line basis.

Senator Ray moved the Senate figures of \$177,100 for the Commissioner's Office, \$56,100 for Administrative Services Division, and \$1,090,000 for Promotion of Tourism. Mr. Hohman and Mr. Ditman objected. Senator Ray moved and asked unanimous consent for King Crab Quality Control Board at \$100,000, the Tokyo Office at \$68,000 and the Yukon-Taiya at \$5,000, the Local Boundary Commission at \$36,900 and Planning and Research at \$409,100 and Rural Affairs Commission at \$17,000.

Mr. Hohman moved to amend the motion to \$29,900 for Rural Affairs Commission. Senator Ray objected.

Senator Butrovich moved \$226,000 for the Commissioner's Office. Mr. Hohman objected. Mr. Hohman then amended the motion to include the Special Assistant position. Mr. Hohman moved and asked unanimous consent for \$206,300, exclusive of Administrative Services. Senator Butrovich retired his motion in favor of Mr. Hohman's. Senator Ray objected. Senator Palmer called for the question: Mr. Hohman withdrew his motion.

Mr. Hohman then moved \$17,000 for the Rural Affairs Commission. Senator Ray objected.

Local Assistance Division

Senator Ray suggested that the committee consider Local Assistance Division, Human Resources. Mr. Hohman objected. Discussion followed on the amount of money involved in Alaska Legal Services. Mr. Lind stated that there was \$60,000 total: \$40,000 for Maintenance and \$20,000 for additional support for the offices. Mr. Hohman asked if the Senate figures delete any funding at all. Mr. Lind said yes--\$20,000 for Alaska Legal Services.

DEVELOPMENT

Office of Governor
Department of Economic Development

Mr. Fink suggested \$409,000 for Human Resources and \$650,000 for Rural Development Grants. Senator Palmer suggested the figures \$409,000 and \$600,000.

Senator Butrovich suggested \$1,020,000 for Promotion of Tourism. He then retracted his proposal, stating that he was satisfied with the Governor's figure.

Mr. Hohman moved \$17,000 for the Rural Affairs Commission. Senator Ray stated his acceptance of the House figure of \$5,000. Mr. Hohman then proposed \$29,900, the Senate figure. Senator Ray said \$17,000 for the Rural Affairs Commission would be acceptable to him with the Senate figure of \$887,400 for Promotion of Tourism. Senator Butrovich stated that he would take the Governor's figures wherever contention existed between both House and Senate conferees.

Mr. Hohman moved \$376,000 for the Commissioner's Office. Senator Butrovich proposed the Governor's figures over these areas. Mr. Hohman pointed out that the contention fell under whether or not the Senate and House were equal with Revenue Sharing. Senators Butrovich and Ray agreed. Mr. Fink objected to the statement.

Senator Ray moved a split figure of \$409,200 for Human Resources. Senator Butrovich again suggested taking the Governor's figures from the Commissioner's Office in the Department of Economic Development down through the Office of Governor to Planning and Research.

Mr. Ditman then suggested the following: Senate figures for the Commissioner's Office, Administrative Services Division, Tokyo Office, and Yukon-Taiya; \$1,000,000 for Promotion of Tourism; \$890,000 for Technical Assistance; \$369,000 for Human Resources; \$17,000 for Rural Affairs Commission; \$650,000 for Rural Development Grants.

Senator Butrovich proposed the following: House figures for the Commissioner's Office and Human Resources; \$1,000,000 for Promotion of Tourism; \$600,000 for Rural Development Grants, \$17,000 for Rural Affairs Commission; and the Senate figure for Technical Assistance.

Mr. Hohman recommended one adjustment to Senator Butrovich's figures: amend the Human Resources figure to \$369,000 and put the difference in Rural Development Grants. Mr. Ditman added that a footnote should be included concerning Legal Services. Mr. Hohman said the intent should read that there would be no Legal Services funding in Human Resources, and RDA monies were to be used with federal matching.

Senator Ray then moved the following figures: Senate figures for Commissioner's Office, Administrative Services Division and Technical Assistance; \$1,050,000 for Promotion of Tourism, \$650,000 for Rural Development Grants, \$369,000 for Human Resources, and \$17,000 for Rural Affairs Commission. House conferees objected. It was suggested that the committee move on to another section.

Department of Natural Resources

Agricultural Development

Senator Ray moved and asked unanimous consent for \$80,000 under the Small Grain Incentive Program. House and Senate figures being identical, the figure was adopted.

Mr. Fink moved the House figure of \$55,000 for State Fairs and the Senate figure \$106,400 for Agricultural Loan Fund. Senator Palmer objected; he said he wished to increase the amount for the Agricultural Loan Fund. Mr. Hohman pointed out that the Agricultural Loan Fund is making bad loans. Mr. Fink asked why the Department of Revenue did not buy the loans. Senator Butrovich called upon Mr. Charney to explain. Mr. Charney said he did not know why the department was not buying the loans. The committee moved on to another section.

Mr. Fink moved \$55,000 for State Fairs. Senator Palmer objected. Mr. Fink pointed out that the Anchorage Fur Rendezvous was now considered a state fair. The committee decided to move on to another section.

Department of Revenue

Shared Taxes

Senator Palmer moved that the following figures be adopted under the Department of Revenue. Senate and House figures being identical, no objection, so ordered:

Business License Tax	\$ 2,905,700
Amusement and Gaming	29,200
Aviation Fuel tax	118,200
Electric and Telephone Co-op	445,900
Liquor License Tax	436,200
Fisheries Tax	523,400

TRANSPORTATION

Department of Highways

Maintenance

Mr. Fink moved and asked unanimous consent for the House figures under Maintenance: Central \$6,686,700, Interior \$4,558,700, Southeastern \$2,124,800, Western \$830,100, South Central \$2,712,300. Senator Palmer objected. Senator Ray moved the Senate figure of \$4,525,700 for Interior. Mr. Fink objected. Senator Palmer moved the following Senate figures: Central \$6,914,300, Interior \$4,525,700, Southeastern \$2,110,800, Western \$824,100, South Central \$2,693,100. Mr. Fink objected. Mr. Fink then suggested that the committee adopt the Governor's figures. Senator Palmer stated that he wanted certain projects allotted for in the Central region; he said he had spoken to the Commissioner of the Department of Highways. Senator Palmer said \$50,000 should be added to the Senate figure for the Central region. Mr. Ditman pointed out that improvements on Klatt Road should be allocated for in this section, and not in Capital Improvements. Mr. Charney said the Department of Administration felt it should be provided for under Capital Improvements. Mr. Fink noted that the House had put a footnote in stating that there was a 1:1 ratio for a match with local money. Mr. Lind said it should go under Capital Improvements.

Senator Ray moved \$6,723,700 for the Central region. Mr. Fink objected. Senator Palmer moved \$6,689,300

for the Central region. Mr. Fink objected. Senator Ray moved \$6,639,300. Senator Palmer and Representatives Fink and Hohman objected.

RECESS: The meeting recessed at 3:00 p.m.

AFTER RECESS
4:15 p.m.

Senator Palmer moved and asked unanimous consent for \$6,689,300 under Maintenance, Central region. Mr. Fink objected.

Senator Ray moved and asked unanimous consent for \$4,525,700 under Maintenance for the Interior region. Mr. Hohman objected and then withdrew his objection. Senator Ray again moved the figure \$4,525,700. No objection, so ordered.

Senator Ray moved and asked unanimous consent that the Governor's figure of \$2,110,800 be adopted for the Southeastern region. No objection, so ordered.

Mr. Fink moved and asked unanimous consent that all Senate figures be adopted under the Transportation category as follows:

Department of Highways

Maintenance

Western	\$ 824,100
South Central	2,693,100

Administration and Support

Central	998,300
Interior	800,900
Southeastern	417,600
Western	154,100
South Central	538,500
Headquarters and Lab	2,368,800

Department of Public Works

Marine Transportation

Southeast Vessel Operations	10,689,100
Southeast Shore Facilities	728,400

Southwest Vessel Operations	2,509,000
Southwest Shore Facilities	154,500
Aleutian Subsidy	20,000
Advertising	88,100
Administration	958,000

Anchorage International Airport

Field Maintenance	2,102,200
Building Maintenance	724,000
Security	1,289,100
Custodial	677,300
Administration	564,300

Fairbanks International Airport

Field Maintenance	467,100
Building Maintenance	407,700
Security	915,200
Custodial	144,000

No objection, so ordered.

Under the category Transportation, Department of Public Works, Senator Ray moved Senate figures for the following: Fairbanks International Airport - Administration; Trunk and Secondary Airports - Northern Region, Southeastern Region, Western Region and Administration, and included in the same motion, Senator Ray moved Senate figures for the category

GENERAL GOVERNMENT

Department of Administration, Executive Administration, Commissioner's Office; Internal Audit, and Administrative Services.

Mr. Hohman objected and stated that he wanted \$10,000 for a hovercraft study on the lower Yukon under Planning. Senator Palmer and Senator Ray objected.

Senator Ray then moved and asked unanimous consent for the figures in his previous motion and added the following:

Administration and Support

General design	300,500
Engineering Support	138,000
Administration	404,700

Senator Ray stated that his motion did not include Planning

under Administration and Support.

Senator Palmer then moved \$90,000 for Planning.
Mr. Fink objected and moved \$132,000 for Planning.
The committee moved on to another section.

GENERAL GOVERNMENT

Department of Administration

Executive Administration

Mr. Fink moved and asked unanimous consent for the Senate figure of \$153,000 for the Commissioner's Office, \$168,400 for Internal Audit, and a compromise figure of \$154,300 for Administrative Services. No objection, so ordered.

Senator Ray moved and asked unanimous consent for the Senate figure \$359,600 for Budget and Management. No objection, so ordered.

Services to State Agencies

Mr. Fink then moved and asked unanimous consent for \$140,300 under Accounting - Pre Audit, \$152,000 for Accounting Services and \$92,300 for Administration and Support. No objection, so ordered.

Mr. Fink then stated that he wished to include in his motion the figures \$509,700 under Data Processing for Services to Central Administration, \$1,191,100 for Services to Operating Agencies, \$303,100 for Administration and Support and \$471,200 for Supply. Mr. Hohman objected to the last four figures.

Mr. Fink then moved and asked unanimous consent for all Senate figures for Services to Central Administration, Services to Operating Agencies, Administration and Support, and Supply. Mr. Hohman objected. Mr. Fink withdrew his motion.

Senator Ray moved and asked unanimous consent for \$509,700 for Services to Central Administration. No objection, so ordered.

The committee then briefly discussed the subject of overtime while considering Services to Operating Agencies. Mr. Fink said the amount of \$1,218,000 was necessary to include overtime. Mr. Hohman asked

Mr. Charney to speak on the subject. Mr. Charney stated that the data processing work is either sent outside, or the key-punch operators are worked as long as possible and are paid overtime. Mr. Hohman asked about the dollar difference between overtime and outside contracting. Mr. Charney said there was not much difference; just turn-around time in contracting outside. Senator Ray then moved the figure \$1,198,200 and stated that this figure would allow two punch-card operators. Mr. Hohman objected. Senator Ray then moved the figure \$1,199,700. Mr. Fink objected.

Mr. Fink then stated that all Senate figures on that page would be acceptable with a compromise figure of \$1,218,000 for Services to Operating Agencies and the House figure of \$171,800 for Archives and Records. Mr. Fink then stated that the House was willing to take the Governor's figure for Archives and Records - \$166,200. Senator Palmer said the Senate would take the House Minority Training figure on that page (\$-0-) and the House figure for Archives and Records, while all other amounts would be Senate figures. Chairman Butrovich then asked the committee to consider Mr. Fink's motion. No objection, so ordered, and the following figures were adopted:

Services to State Agencies

Data Processing

Services to Operating Agencies	\$1,218,000
Administration and Support	303,100

Supply	471,200
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Personnel

Minority Training	153,400
Recruitment and Examination	520,000
Training	52,700
Classification and Pay	178,600
Employee Relations	40,000
Public Employees Retirement	209,600
Teacher's Retirement	188,900
Administration and Support	84,900
Payroll Accounting	155,800

Archives and Records	166,200
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General Services

Central Duplication	\$196,500
Central Mail & Switchboard	120,600

Bond Committee

Debt Service	25,854,000
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Mr. Fink then moved and asked unanimous consent for the following:

Office of the Governor

Executive Direction

Executive Office	824,000
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Mr. Fink stated that \$40,000 was to be directed to the Communications' Consultant. No objection, so ordered.

Youth in Government

Senator Butrovich moved and asked unanimous consent for \$150,000 for Youth in Government. Mr. Hohman objected. Mr. Charney then stated that \$25,000 of that amount was for the Board and selection costs. The \$150,000 was a salary amount only. Senator Butrovich renewed his motion. Mr. Hohman objected and then moved to amend the motion to \$175,000. Senator Ray objected. The question was called for: those members in favor of the main motion (\$150,000) were Senate conferees against the motion were House conferees. The question was called for on the amended motion: those in favor of the motion were Representatives Fink and Hohman; against the motion were Senate conferees and Mr. Ditman; and the motion failed. Again the question was called for on the original motion of \$150,000: those in favor of the motion were Senate conferees and Representatives Ditman and Fink; Mr. Hohman opposed the motion; and the motion carried.

Department of Health & Social Services

Vital Statistics

Mr. Hohman moved the House figure for Vital Statistics. No action was taken.

Office of Governor

Executive Direction

Elections

Lieutenant Governor

Mr. Ditman then moved for a cut of supplies and the figure \$293,000 for Lieutenant Governor. Senator Palmer then moved the figure \$278,600 for the Lieutenant Governor. Mr. Ditman then moved the figure \$644,100 for Elections. He then amended his motion to \$601,600 for Elections. Senator Ray objected. Senator Ray then moved and asked unanimous consent for the figure \$283,000 for Lieutenant Governor. No objection, so ordered.

Senator Ray then removed his previous objection regarding Elections and moved and asked unanimous consent for the figure \$601,600. No objection, so ordered.

Department of Health & Social Services

Vital Statistics

Mr. Fink moved the House figure of \$137,600 for Vital Statistics. Discussion followed regarding the Health and Social Services moved from the Territorial Building. Mr. Charney stated that the move was not in the original budget request, but was an add-on. No action was taken on the motion.

Department of Highways

Working Capital Fund

Mr. Fink then moved and asked unanimous consent for the next six Senate figures:

Central District	2,162,600
Interior	2,028,700
Southeast	625,200
Western	375,500
Southcentral	1,414,900
Admin. & Support	267,700

No objection, so ordered.

Office of Governor

Executive Direction

Planning and Research

Mr. Hohman moved the Governor's figure of \$622,100 under Planning and Research. No action was taken.

Senator Ray then stated that he had a request regarding Maintenance figures of the highway program. He said he had spoken to Commissioner Campbell who had asked for the possibility that one lump sum could be allocated for Maintenance due to the change of districts.

RECESS: The meeting then recessed at 5:35 p.m.

AFTER RECESS

5:50 p.m.

Department of Law

Legal Services

Mr. Hohman moved the figure \$1,777,000 as a total for Legal Services. Mr. Charney noted that the Senate figures allow more in the General Fund. Mr. Fink pointed out that the Senate figures gave too much to Legal Services. Mr. Charney then stated that one lump sum would be preferable. Mr. Fink said 69 per cent could be taken as General Fund with 31 per cent as Interagency. Mr. Fink then moved and asked unanimous consent for \$1,777,000 with proportionate funding of the Governor's budget as to which is General Fund and Interagency. There was further discussion. Senator Palmer called for the question: the motion carried unanimously.

Legislative Branch

Legislative Affairs

Mr. Hohman moved \$2,478,400 for Legislative Affairs Agency. He said the requested increase came from John Elliott, Director of the agency. Discussion followed regarding the funding of a 90 day session and a 120 day session. Senator Palmer moved \$2,910,000 for funding of the 90 day session. Chairman Butrovich felt the Governor's figures should be adopted. It was decided that staff fiscal analysts would research the figure regarding the funding.

Legislative Audit

Legislative Finance

Mr. Hohman moved and asked unanimous consent for \$377,000 for Legislative Audit and \$161,100 for Legislative Finance. No objection so ordered.

Mr. Fink stated that he was willing to accept all Senate figures under the Category General Government under the Department of Public Works and the Department of Revenue, excepting Remote Village Radios under Communications (Department of Public Works) which would carry the House figure of \$161,300.

Discussion followed regarding the possibility of a "double-up" in State Operated Schools Maintenance. Mr. Hohman then moved to amend Mr. Fink's motion to delete the Maintenance figure of Maintenance under Department of Public Works, Buildings and to accept all other Senate figures on the page with the exception of Remote Village Radios. No objection, so ordered, and the following figures were adopted:

Department of Public Works

Buildings

Planning and Design	264,200
Construction	632,500
Custodial	556,700
Maintenance	-0-
Admin. & Support	142,700

Communications

Remote Village Radios	161,300
Teletype Operations	57,600
Support to State AGencies	501,100
Admin. & Support	139,200

Department of Revenue

Fiscal Services

Individual and Business Taxes	677,200
Excise Taxes	151,400
Motor Vehicle Registration	769,700
Licensing	137,100
Collection of Delinquent Taxes	459,500
Border Inspection Station	155,800
Money control and Banking	109,000
Investment Management	373,800
Office of Commissioner	125,600
Administrative Services	437,700

The meeting adjourned at 7:00 p.m.

FREE CONFERENCE COMMITTEE

May 22, 1972

8:20 A. M.

Present: All members and Mr. LaRocca of the press.

Chairman Butrovich called the meeting to order and stated the committee would take up the Capital Projects section of the budget.

Representative Fink moved that all capital projects in both the House and Senate versions of the budget be adopted. Senator Ray objected.

EDUCATION

Department of Education

Broadcast Facilities

Representative Fink moved the following House figures for Broadcast Facilities:

ETV Station, Anchorage, Kenai and Matanuska-Susitna	\$ 556,000
Dillingham Radio Station	50,000
Kodiak Radio Station	50,000
Bethel Broadcasting ETV Equip.	493,000
Fairbanks Translators	8,500

Senator Palmer objected. House conferees voted for; Senate conferees voted against; and the motion failed.

Library Grants

Senator Ray moved the following figures:

Library Grants, Facilities Construction (Senate figure)	\$ 189,800
Library Grant, Imuruk Basin Study (House figure)	45,000

Senator Ray asked unanimous consent; there being no objections, it was so ordered.

Craig Elementary School Addition

Representative Hohman moved and asked unanimous consent that the House figure of \$20,000 be accepted for the Craig Elementary School Addition.

Senator Butrovich objected. Representative Hohman explained that the proposal was for renovation of an existing building in the community. The question was called for: the House conferees and Senator Palmer voted for the motion; Senator Butrovich and Senator Ray voted against the motion. The motion failed.

Broadcast Facilities

Representative Hohman moved and asked unanimous consent that the House figure of \$556,000 for the ETV Station, Anchorage, Kenai and Matanuska-Susitna be accepted. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the House figure of \$50,000 for the Dillingham Radio Station be accepted. Senator Butrovich objected. The question was called for: the House conferees voted for the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the House figure of \$50,000 for the Kodiak Radio Station be accepted. Senator Butrovich objected. The question was called for: the House conferees voted for the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved that the House figure of \$493,000 for Bethel Broadcasting ETV equipment be accepted. The question was called for: the House conferees voted for the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the House figure of \$8,500 for Fairbanks translators be accepted. Representative Fink objected. The question was called for: Representatives Ditman and Hohman voted in favor of the motion; the Senate conferees and Representative Fink voted against the motion; and the motion failed.

Recess A recess was called at 8:45 a.m.

AFTER RECESS
8:55 A. M.

Representative Hohman stated that the House conferees had caucused and felt that the committee should look at some of the educational broadcasting needs and debate them. Senator Butrovich stated he felt the committee should continue going through all capital projects and dispose of them in order as on the bill.

Representative Hohman moved and asked unanimous consent that the House figures for Educational Broadcast Facilities in the Department of Education be accepted. Senator Ray objected. Representative Fink asked the Senate conferees to comment on their opposition to these projects. Representative Hohman stated that the discussion on this matter should be held at this time, and that this was a substantial impasse that should be worked through at this time.

Senator Ray stated that he felt the committee should move on through capital projects an item at a time and agree wherever possible; he stated he felt the House was taking a shortsighted attitude. Representative Hohman stated he felt it was a realistic attitude.

Chairman Butrovich asked if the committee wished to go on to the next page of capital projects or go back to the operating budget. Representative Fink stated he felt the committee should work out its differences in Educational Broadcasting. Senator Ray stated he felt this was an ultimatum. Chairman Butrovich asked the committee to express its wishes. Representative Hohman stated he felt that there should be some discussion on why the Senate was opposed to the broadcast facilities.

Senator Palmer asked if the House conferees had any figures on the annual operating expenditures of the Matanuska-Susitna Station, and stated he did not see what was distinctive about these communities as opposed to those communities not able to receive these services for geographical reasons.

Senator Ray left the meeting at 9:10 a.m.

The committee discussed the bilingual education program, and Representative Hohman stated that the best way to handle this type of education was through radio and television.

Senator Palmer asked if there was some kind of plan which demonstrated that all areas of the state got equal opportunities in the area of educational broadcasting.

Representative Hohman stated that educational television could replace the State-operated School System in his area and do without teachers, letting the television do the teaching. He stated that the state is making no progress at all in the conventional education approach, and if we have to deduct money from the educational budget to do it, Representative Hohman stated he would be in favor of it.

Representative Ditman left the meeting at 9:17 a.m.

Senator Palmer asked Representative Hohman if he would be willing to take \$700,000 from the regular education budget for Bethel and put the money into education broadcasting. Representative Hohman stated that he would be willing. Senator Palmer stated that he felt that you could not do that in one place and not in another. Representative Hohman stated that he felt you could start with a pilot project like Bethel.

Chairman Butrovich asked if the committee wanted to go on to the next page of capital projects. Representative Hohman stated he wanted to resolve the broadcast facilities. Senator Butrovich stated that the educational broadcast funds were a question of priorities with him, and stated that 1973 was supposed to be an austere year and the proposed capital projects were ten or twelve times those proposed by the Governor.

The committee discussed the Kotzebue station established last year. The Senate conferees did not feel that these facilities should be in this year's operating budget.

Senator Ray entered the meeting at 9:20 a.m.

Senator Ray stated he felt that it would not be possible for the committee to fund the University of Alaska on a line item basis, but that only one figure would be binding--the total appropriation.

Senator Butrovich stated the committee would go on to the next page of capital projects. Representative Hohman moved for a recess. Senator Ray objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman left the meeting at 9:32 a.m. Representative Fink stated he did not feel the House conferees could work without their chairman. Senator Butrovich recessed the meeting at 9:35 a.m.

AFTER RECESS
1:45 P. M.

Present: All members and Mr. LaRocca; Mr. Charney and Mr. Lind.

Chairman Butrovich called the meeting to order. Senator Palmer moved that Mr. Kent Sturges be allowed to speak to the committee regarding his request to cover the meeting for the Associated Press. Representative Fink objected. The Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

NATURAL RESOURCES MANAGEMENT

Department of Natural Resources

Forest Management

Representative Ditman suggested that the figure for Fire Protection and Suppression should be 400.1 since this was the first year it had been put in budget, and he didn't feel it belonged there since it had been handled by a supplemental in the past. Representative Ditman explained that the amounts required for FY 70 and 71 totaled 2,300.0. This figure, according to Representative Ditman, made this budget look high compared to other years. Mr. Charney stated this amount was for two years, because the state got a year behind; he suggested to the committee that at least one year be funded and the other handled by a supplemental.

Representative Ditman moved and asked unanimous consent to reopen Fire Protection and Suppression. There being no objection, it was so ordered.

Representative Ditman moved and asked unanimous consent that the figure 440.1 be adopted by the committee for Fire Protection and Suppression in lieu of the previously adopted figure. There being no objection, it was so ordered.

Chairman Butrovich stated that the committee would go back to consideration of Capital Projects.

EDUCATION

Department of Education

Broadcast Facilities

Representative Hohman moved and asked unanimous consent that the committee accept the House figure of 556.0 on the ETV Station, Anchorage, Kenai and Matanuska-Susitna. Senator Palmer objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for Dillingham Radio Station, 50.0. Senator Butrovich objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for Kodiak Radio Station, 50.0. Senator Ray objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for Bethel Broadcasting ETV equipment, 493.0. Senator Palmer objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for Fairbanks translators, 8.5. Senator Butrovich objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Representative Hohman moved and asked unanimous consent that the committee accept the House figures for Broadcast Facilities as follows:

ETV Station, Anchorage, Kenai and Matanuska-Susitna	\$556.0
Dillingham Radio Station	50.0
Kodiak Radio Station	50.0
Bethel Broadcasting ETV Equipment	493.0
Fairbanks translators	8.5

Senator Ray objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Craig Elementary School Addition

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for Craig Elementary School Addition, 20.0. Senator Palmer objected, stating that Representative Peratrovich had informed him that the building in question had been condemned ten years ago and he would rather wait until funds were available for a new building.

Representative Ditman stated he did not believe that Representative Whittaker agreed with Representative Peratrovich. Representative Hohman stated that the Departments of Education and Public Works had evaluated the building and it was the understanding of the House conferees that the building was worthy of renovation; he stated further that some funds had already been expended on the project--\$15,000 for a new foundation, electrical system and roof repair.

The question was called for: all conferees voted in favor of the motion except Senator Butrovich; and the motion carried.

Representative Hohman moved all the figures for Broadcast Facilities contained in his previous motion plus 350.0 to extend television service from ARFS stations to rural Alaska. Senator Palmer moved to amend Representative Hohman's motion to read 350.0 for television translators and to delete all other figures.

The question was called for on the main motion: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Department of Public Works

Fire Detectors, Bethel and Nome Reg. Schools

Senator Ray moved and asked unanimous consent that the committee accept the House figure of 29.4 for Fire Detectors for Bethel and Nome Regional Schools. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Recess The meeting recessed at 2:20 p.m.

AFTER RECESS

2:35 P. M.

Present All members, Mr. LaRocca, Mr. Charney and Mr. Lind.

Chairman Butrovich called the meeting to order and stated the committee would continue to consider the capital projects portion of the budget.

EDUCATION

Department of Public Works

Fire Detectors, Bethel and Nome Regional Schools

Senator Butrovich moved that the committee accept the House figure of 29.4 for Fire Detectors, Bethel and Nome Regional Schools. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Governor's Office

Museum, Artifacts Acquisition

Senator Palmer moved and asked unanimous consent that the committee accept the House figure of 25.0 for Museum, Artifacts Acquisition. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

State-Operated Schools

Building Improvements

Senator Butrovich moved and asked unanimous consent that the committee accept the figure of 300.0 for State-Operated Schools, Building Improvements. Representative Hohman objected. The question was called for: Senators Butrovich and Ray voted in favor of the motion; Senator Palmer and the House conferees voted against the motion; and the motion failed.

Senator Palmer moved to amend the above motion to the figure of 630.0 with a line item for Healey School. Senator Palmer withdrew his motion.

Senator Butrovich moved and asked unanimous consent that the committee accept the figure of 330.0 for Healey School (new item). Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Recess The meeting recessed at 2:30 p.m.

AFTER RECESS
4:10 P. M.

Present All members, Mr. LaRocca, Mr. Charney and Mr. Lind.

Chairman Butrovich called the meeting to order and stated that the committee would continue considering the capital projects portion of the budget.

SOCIAL SERVICES

Department of Administration

Sitka Pioneers' Home Renovation

Senator Butrovich moved that the committee accept the House figure for Sitka Pioneers' Home Renovation of 750.0. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Sitka Mausoleum

Senator Ray moved that the committee accept the figure (House) of 150.0 for Sitka Mausoleum. Senator Palmer objected. The question was called for: Senators Butrovich and Ray voted in favor of the motion; Senator Palmer and the House conferees voted against the motion; and the motion failed.

HEALTH

Department of Health and Social Services

Senator Butrovich moved that the committee accept the figure of 1,200.0 for Hill-Burton funds. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

NATURAL RESOURCES MANAGEMENT

Department of Fish and Game

Stream Rehabilitation

Senator Ray moved that the committee accept the Senate figure for Stream Rehabilitation, 347.0. Representative Fink objected. The question was called for: Senators Butrovich and Ray voted in favor of the motion; Senator Palmer and the House conferees voted against the motion; and the motion failed.

Senator Ray moved that the committee accept the figure for Weirs and Field Stations of 170.0. Representative Fink objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Senator Ray moved that the committee accept the figure of 55.0 for Buildings Repair. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Senator Ray moved that the committee accept the figure of 270.0 for Fisheries Rehabilitation. Representative Fink objected. The question was called for: Senators Ray and Butrovich voted in favor of the motion; the motion failed.

PUBLIC PROTECTION

Department of Commerce

Scale House - Fairbanks

Senator Ray moved and asked unanimous consent that the committee accept the Senate figure for the Scale House, Fairbanks, of 29.0. Representative Hohman objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

NATURAL RESOURCES MANAGEMENT

Department of Fish and Game

Senator Ray moved that the committee accept all Senate figures for Water and Harbor projects. Representative Fink objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

Representative Hohman moved that the committee accept all House figures for Water and Harbor projects. Senator Ray objected and asked for an explanation of the House list of projects. Representative Hohman withdrew his motion.

TRANSPORTATION

Department of Highways

Federal Aid to Highway Construction

Senator Butrovich moved and asked unanimous consent that

the committee accept the figure 52,000.0 for Federal Aid to Highway Construction. Representative Hohman objected. The question was called for: the Senate conferees and Representative Ditman voted in favor of the motion; Representatives Fink and Hohman voted against the motion; and the motion failed.

Department of Public Works

Federal Aid Airport Construction

Senator Ray moved that the committee accept the figure 25,380.0 for Federal Aid to Airport Construction. Representative Fink objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

GENERAL GOVERNMENT

Department of Highways

Equipment Replacement

Senator Ray moved and asked unanimous consent that the committee accept the figure 3,297.6 for Equipment Replacement. Representative Fink objected. The question was called for: the Senate conferees voted in favor of the motion; the House conferees voted against the motion; and the motion failed.

EDUCATION

Department of Education

Broadcast Facilities

Representative Hohman moved and asked unanimous consent that the committee accept the House figure for the ETV Station, Anchorage, Kenai and Matanuska-Susitna, 556.0. Senator Ray objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Unalakleet Area High School

Representative Hohman moved and asked unanimous consent that the committee accept the House figure of 1,500.0 for Unalakleet Area High School. Senator Ray objected and asked Representative Hohman if he had any backup for this request. Representative Hohman read a letter in support of this project. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

Governor's Office

Barrow Museum

Representative Hohman moved and asked unanimous consent that the committee accept the House figure of 500.0 for the Barrow Museum. Senator Butrovich objected. The question was called for: the House conferees voted in favor of the motion; the Senate conferees voted against the motion; and the motion failed.

University of Alaska

Representative Hohman moved the following House figures:

Anchorage Community College Parking	500.0
Anchorage Community College Auditorium/ Fine Arts Building Completion	3,500.0
Planning Revolving Fund	350.0
Central Campus Renovation Projects	1,500.0

Senator Ray moved to amend the motion by adding a line item:

Juneau Douglas Community College	1,500.0
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Representative Hohman moved to amend the motion to include:

Unalakleet Area High School	1,500.0
and all House Broadcast Facility figures previously listed, and	
Barrow Museum	500.0
Thorne Bay Elementary School Gym	25.0
Building Improvements (SOS)	330.0
Healey School	300.0
Shakes Island Totem Restoration	25.0
Alaska Treatment Center for Crippled Children and Adults	32.0
Water & Sewer Project Loans & Grants	2,600.0

Senator Butrovich objected. The question was called for on Representative Hohman's amendment: the House conferees voted in favor of the amendment; the Senate conferees voted against the amendment; and the motion failed.

The question was called for on Senator Ray's amendment: Senator Ray voted in favor of the amendment; all other conferees voted against the amendment; and the motion failed.

The question was called for on the main motion: Representatives Fink and Hohman voted in favor of the amendment; Representative Ditman and the Senate conferees voted against the motion; and the motion failed.

EDUCATION

Department of Administration

Shake's Island Totem Restoration

Representative Hohman moved and asked unanimous consent that the committee accept the House figure of 25.0 for Shake's Island Totem Restoration. Senator Palmer objected. The question was called for: Senator Ray and Representatives Fink and Hohman voted in favor of the motion; Senators Palmer and Butrovich and Representative Ditman voted against the motion; and the motion failed.

SOCIAL SERVICES

Department of Administration

Urban Renewal Project - North Star Borough

Representative Hohman moved and asked unanimous consent that the House figure for the North Star Borough Urban Renewal Project, 333.0, be accepted by the committee. Senator Palmer objected. The question was called for: Senators Palmer and Butrovich voted in favor of the motion; Senator Ray and the House conferees voted against the motion; and the motion failed.

TRANSPORTATION

Department of Public Works

Airport Construction

Representative Hohman moved and asked unanimous consent that "Russian Mission" be amended to read "Little Russian Mission". Senator Ray objected; Senator Ray removed his objection. There being no further objections, it was so ordered.

Airport Construction

Senator Ray moved and asked unanimous consent that "Airport Construction" be amended to read "Airport Construction and Maintenance". There being no objections, it was so ordered.

Department of Highways

Keystone Tunnel Repairs

Representative Ditman moved and asked unanimous consent that "Keystone Tunnel Repairs" be amended to read "Keystone Canyon Tunnel Repairs". There being no objections, it was so ordered.

Department of Public Works

Representative Ditman moved that a new line be added for Palmer Airport, 500.0.

Senator Palmer moved to amend the motion to 1,500.0 to include 1,000.0 for Kenai Airport.

Senator Ray moved to amend the motion to 2,000.0 to include in addition to the above 500.0 for Juneau Airport.

Representative Hohman objected.

The question was called for on the first amendment: Representative Fink voted for the first amendment; the amendment failed.

The question was called for on the second amendment: Representative Hohman voted for the amendment; the amendment failed.

GENERAL GOVERNMENT

Department of Public Works

Buildings

Maintenance

Senator Ray moved and asked unanimous consent that the committee accept the House figure for Maintenance, 3,504.1. Representative Hohman objected.

Recess The meeting was recessed at 5:20 p.m.

FREE CONFERENCE COMMITTEE

May 23, 1972

8:15 a.m.

Present: All members. Mr. Charney and Mr. Lind from Budget and Management and Mr. Joe LaRocca were also present.

Senator Butrovich called the meeting to order.

Mr. Hohman said he felt the committee should resolve the problem on capital improvements before going any farther.

Senator Butrovich suggested that the committee go back and resolve some of the problems on the operating budget.

CAPITAL PROJECTS

EDUCATION

Department of Education

Broadcast Facilities

Mr. Hohman moved and asked unanimous consent for the House figures for Broadcast Facilities. Senator Ray objected. The motion failed 3 to 3 (Senators voting no).

Recess: The committee recessed at 8:20 a.m.

AFTER RECESS

8:25 a.m.

Senator Butrovich said the committee would consider the operating budget.

Senator Ray moved and asked unanimous consent for the House figure for Sabbatical Leave (Department of Education, Financial Support Programs) in the operating budget. Mr. Hohman objected. The motion failed 3 to 3 (Representatives voting no).

The committee went into executive session at 8:30 a.m.

AFTER RECESS

9:00 a.m.

EDUCATION

Department of Education

Financial Support Programs

A compromise figure was moved for the Foundation Program but the motion failed 3 to 3 (Representatives voting no).

Mr. Fink moved the House figure for Transportation. Senator Ray amended this to \$5.5 million. Senator Ray asked if the \$5.5 million took into consideration the idea that there would be no supplementals. Mr. Charney said as far as he knew it did. Mr. Charney said the latest information on this he had was that the Administration was requesting \$5.6 million. Senator Ray withdrew his motion. Senator Ray moved \$5.6 million. Mr. Fink objected. No decision was reached at this time.

Debt Retirement

Mr. Fink moved the House figure Debt Retirement. Senator Ray moved to amend this to the Senate figure. In answer to Senator Ray, Mr. Charney said the Administration is supporting the Senate figure based on the best estimate they have at this time. The motion on the Senate figure failed 3 to 3 (Representatives voting no).

Sabbatical Leave

Mr. Fink moved and asked unanimous consent for the House figure for Sabbatical Leave. No objection, so ordered.

Student Aid

Scholarship Loan Program

Mr. Fink moved the House figure for the Scholarship Loan Program. Senator Butrovich objected. Senator Ray moved to amend this to \$3 million (a compromise figure). Mr. Fink objected. The motion on \$3 million failed 3 to 3 (Representatives voting no). Mr. Fink said the House Finance Committee is convinced that it will take \$4 million to fully fund this. He said they felt there will be a tremendous growth in this program and that last year it was poorly advertised. In answer to Senator Palmer, Mr. Charney said that the last time he talked to the Governor on this program he was supporting the \$3 million figure.

Mr. Fink moved and asked unanimous consent for the House figure for the Scholarship Loan Program. The motion failed 3 to 3 (Senators voting no).

Educational Broadcasting Commission

Mr. Fink moved the House figure for Educational Broadcasting

Commission. Senator Ray amended this to the Senate figure plus the addition of \$60,000 for the contractual arrangement with the Tanana Chiefs. Mr. Fink said he would agree with the additional \$60,000 but felt they should use the House figure. The motion on the House figure plus \$60,000 failed 3 to 3 (Senators voting no).

Adult Basic and Continuing Education

Community College Support

Mr. Fink moved the House figure for Community College Support; however, this was not accepted.

Senator Ray requested that the committee recess in order to allow Budget and Management and the staff to work together on the status of the scholarship loan program, community college support, the AMU nursing program and utilization of the tobacco fund.

Recess: The meeting recessed at 9:20 a.m.

AFTER RECESS

10:57 a.m.

Mr. Charney said the Administration felt that the Senate figure for the Foundation Program should be increased by \$1 million. This would fund existing legislation only. Mr. Charney said that the Senate figure for Transportation fully funds existing legislation. He said this is also true of Debt Retirement. Mr. Charney said the Administration is still support the original Governor's budget of \$3 million for the Scholarship Loan Program. He said they are supporting the Senate figures for AMU nursing and community college support.

Senator Ray moved a compromise figure for Community College Support. Mr. Fink objected. The motion failed 4 to 2 (Senators Ray and Palmer voting no).

Financial Support Programs

Senator Ray moved a compromise figure for Foundation Program. Mr. Fink objected. The motion failed 3 to 3 (Representatives voting no).

Senator Ray moved a compromise figure for Transportation. Mr. Fink objected. Senator Palmer said that it was his understanding that the 1970 statutes had inadvertently

dropped out the section dealing with administration of the Transportation section. Senator Palmer asked if the Senate figure provides for this additional funding. Mr. Charney said he had been informed by the Department of Education that the Senate figure will fully fund this; however, he had not asked that specific question. The committee could not agree on the Transportation figure and went to the next section.

Senator Ray moved the Senate figure for Debt Retirement. The motion failed 3 to 3 (Representatives voting no).

Student Aid

Senator Ray moved and asked unanimous consent for \$3 million in the Scholarship Loan Program. The motion failed 3 to 3 (Representatives voting no).

Adult Basic & Continuing Education

Senator Ray moved the Senate figure for Community College Support. Mr. Fink objected. The motion failed 3 to 3 (Representatives voting no).

Mr. Hohman moved the House figure for Community College Support. The motion failed 3 to 3 (Senators voting no).

Senator Palmer moved a compromise figure for Community College Support. Mr. Fink objected. The motion failed 3 to 3 (Representatives voting no).

Office of the Governor

WICHE

Mr. Fink moved the House figure for Student Aid. Senator Ray moved to amend this to a compromise figure. Mr. Fink objected. The motion on the amendment failed 3 to 3 (Representatives voting no). The motion on the House figure failed 3 to 3 (Senators voting no).

Museums & Arts

Mr. Fink said that the reaction is very favorable on the Transportation Museum in Anchorage. He said he had discussed this with Mr. Kennedy, the State Director of Museums, and that he had indicated about 25,000 to 30,000 people a year go through this. Mr. Fink moved the House figure for State Museum. The motion failed 4 to 2 (Senators Palmer and Butrovich voting no).

Mr. Fink moved the House figure for Council on the Arts.
Senator Palmer moved to amend this to a compromise figure.
Mr. Fink objected. The motion failed.

Department of Health & Social Services

Mr. Fink moved the House figure for the AMU Nursing Program.
Senator Butrovich objected. The motion failed 3 to 3
(Senators voting no).

State Operated Schools

Mr. Fink explained that the House felt that State Operated Schools would have to be broken down by codes. He said their reasoning is that in code 100, personal services, they are not putting in enough money to fund contracts. They are opposed to cutting books in order to increase salaries. The House felt that code 100 has to be a line item. Senator Palmer said he would agree to this. Mr. Charney said if this was the wish of the committee he would suggest that code 100 be broken down and the rest of the funding shown in other codes.

Senator Ray asked what the vacancy and turnover is in this agency. He requested the staff to furnish the committee members with an explanation of this.

Senator Butrovich moved the Senate figures for State Operated Schools, using the formula suggested for code 100. The motion failed 3 to 3 (Representatives voting no). Mr. Fink moved the House figures for State Operated Schools. The motion failed 3 to 3 (Senators voting no).

SOCIAL SERVICES

Department of Education

Vocational Rehabilitation

Mr. Fink moved the House figure for General Services to Clients. The motion failed 3 to 3 (Senators voting no).

Institutional Manpower Training

Mr. Fink moved the House figure for MDTA Vocational Education noting that the difference is the Seward Skill Center. The motion failed 4 to 2 (Senators Butrovich and Ray voting no).

Department of Health & Social Services

Old Age Assistance

Mr. Fink moved the House figure for Administration & Support. The motion failed 3 to 3 (Senators voting no).

Recess: There was a Senate caucus at 11:30 a.m.

AFTER RECESS
1:30 p.m.

Mr. Hohman moved \$494,600 for MDTA Voc. Education. Senator Butrovich objected. Mr. Hohman withdrew his motion.

Mr. Fink moved \$108,800 for Old Age Assistance, Administration and Support. The motion carried 5 to 1 (Senator Ray voting no).

Disabled

General Relief Medical

Mr. Fink moved the House figure for Hospitalization. Senator Butrovich moved to amend this to a compromise figure. The motion on the amendment failed 3 to 3 (Representatives voting no). The motion on the House figure failed 3 to 3 (Senators voting no).

Family Services

Mr. Fink moved the House figure minus vacancy and turnover for Administration and Support. Senator Butrovich moved to amend this to a compromise figure. The motion on the amendment failed 3 to 3 (Representatives voting no). The motion on the House figure failed 3 to 3 (Senators voting no).

WIN

Mr. Fink moved the House figure for WIN. The motion failed 3 to 3 (Senators voting no). Senator Butrovich moved the Senate figure for WIN. The motion carried 5 to 1 (Mr. Fink voting no).

Administration and Support

Mr. Fink asked if the \$400,000 for moving the Department is in the Division of Administrative Services. Mr. Charney said he could not find it. Mr. Fink said then the only move is for Vital Statistics. Mr. Fink asked what figure Mr. Charney was recommending. Mr. Charney said they support the reduction of the \$400,000. Mr. Fink moved

the House figure for the Division of Administrative Services. The motion carried 4 to 2 (Senator Ray and Mr. Ditman voting no).

Department of Labor

Job Training

Mr. Fink moved the House figure for Program Support (MTD). The motion failed 3 to 3 (Senators voting no). Senator Ray moved the Senate figure. The motion failed 3 to 3 (Representatives voting no).

HEALTH

Department of Health & Social Services

Public Health

Mr. Fink moved a compromise figure for Alaska Native Health Service. The motion failed 3 to 3 (Senators voting no).

Mr. Fink moved the House figure for Community Health. The motion failed 3 to 3 (Senators voting no). Senator Ray moved the Senate figure for Community Health. The motion failed 3 to 3 (Representatives voting no).

Mr. Fink moved the House figure for Regional Laboratories. Senator Ray moved to amend this to \$460,000. Mr. Charney said the agency did make a mistake and they are requesting restoration of \$60,000 to the Senate figure. Senator Ray moved \$470,000 which would allow \$50,000 for the relocation. This motion failed 3 to 3 (Representatives voting no).

Mr. Fink moved \$100,000 for Laboratories Administration and Support which he said would include the move. The motion failed 4 to 2 (Senators Palmer and Butrovich voting no).

NATURAL RESOURCES MANAGEMENT AND ENVIRONMENTAL CONSERVATION

Department of Environmental Conservation

Quality Control

Mr. Fink moved the House figure minus vacancy and turnover for Water Quality. The motion failed 3 to 3 (Senators voting no). Senator Butrovich moved \$166,400 which he noted was the maintenance figure. The motion failed

3 to 3 (Representatives voting no).

Mr. Fink moved \$183,100 for Air Quality. The motion failed 3 to 3 (Senators voting no).

Senator Ray moved the Senate figure for Solid Waste. Mr. Fink objected. The motion failed 3 to 3 (Representatives voting no).

Mr. Fink moved \$30,600 for Pesticide. Senator Ray moved to amend this to \$25,000. The motion on the amendment failed 3 to 3 (Representatives voting no). The motion on \$30,600 failed 3 to 3 (Senators voting no).

Recess: There was a Senate caucus at 2:28 p.m.

AFTER RECESS
2:30 p.m.

Mr. Fink moved \$48,400 for Radiation. Senator Butrovich moved to amend this to \$29,400. The motion on the amendment failed 3 to 3 (Representatives voting no). The motion on the \$48,400 failed 3 to 3 (Senators voting no).

Mr. Fink moved and asked unanimous consent for a compromise figure for Administration and Support. No objection, so ordered.

Coastal Zone Managment

Mr. Fink moved \$243,200 for Coastal Zone Management. The motion failed 3 to 3 (Senators voting no).

Land Use and Urban Development

Mr. Fink moved and asked unanimous consent for \$47,100 for Land Use and Urban Development. No objection, so ordered.

Permafrost and Soils Engineering

Senator Ray moved 0 for this. He said that the University and also the federal government is studying this. The motion failed 4 to 2 (Mr. Fink and Mr. Hohman voting no). Senator Butrovich moved the Senate figure. The motion failed 4 to 2 (Mr. Fink and Mr. Hohman voting no).

Ecology and Environmental Engineering

Mr. Fink moved \$45,100 for Ecology and Environmental

Engineering. The motion failed 3 to 3 (Senators voting no). Senator Butrovich moved the Senate figure. The motion failed 4 to 2 (Mr. Hohman and Mr. Fink voting no).

General Administration & Support

Mr. Fink moved the House figure for Office of Commissioner. The motion failed 3 to 3 (Senators voting no). Senator Palmer moved \$186,600 which is the maintenance figure. The motion failed 3 to 3 (Representatives voting no).

Senator Palmer moved and asked unanimous consent for the adoption of the figure for Advisory Board. (Both the Senate and House figures were the same). No objection, so ordered.

Mr. Fink moved the House figure minus vacancy and turnover for Southeast. Senator Ray moved to amend this to the Department request. Mr. Fink objected. Senator Palmer moved \$25,200 noting this is maintenance. This motion failed 2 to 4 (Senators Palmer and Butrovich voting yes). The motion on the House figure minus vacancy and turnover failed 4 to 2 (Senators Palmer and Butrovich voting no).

Mr. Fink moved the House figure for Southcentral. The motion failed 3 to 3 (Senators voting no).

Mr. Fink moved \$91,300 for Northern. The motion failed 4 to 2 (Senators Butrovich and Palmer voting no). Senator Palmer moved \$38,500 for Northern. The motion failed 3 to 3 (Representatives voting no).

Administration

Mr. Fink moved \$126,900 for Administration. The motion failed 4 to 2 (Senators Palmer and Butrovich voting no). Senator Ray moved \$86,100 which he noted was the maintenance figure. The motion failed 3 to 3 (Representatives voting no).

Department of Natural Resources

Parks and Recreation

Maintenance and Operations

Mr. Fink moved the House figure for Nancy Lake. Senator Ray moved and asked unanimous consent for the Senate figure for Nancy Lake. Mr. Fink objected noting that the House is in favor of the maintenance figure in Parks and Recreation.

Senator Ray moved the Senate figure for Chugach. Mr. Fink objected.

Senator Ray moved the Governor's figure on Kachemak Bay. Mr. Fink objected.

Senator Ray moved the Governor's figure on Chilkoot. Mr. Fink objected. Senator Ray moved \$77,000 for Chilkoot. The motion failed 3 to 3 (Representatives voting no).

Adjournment: The meeting adjourned at 3:00 p.m.

FREE CONFERENCE COMMITTEE

May 24, 1972

10:45 a.m.

PRESENT: All members. Mr. Charney and Mr. Lind were present from the Department of Administration. Mr. LaRocca of the press was also present.

Chairman Butrovich called the meeting to order.

EDUCATION

Department of Education

Representative Hohman moved and asked unanimous consent for the following figures:

Financial Support Programs

Foundation Program	\$71,000,000
Transportation	5,600,000
Debt Retirement	3,450,000

State Operated Schools

SOS - Total	35,200,000
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Senator Palmer opposed the large increase for State Operated Schools and then amended that figure to \$34,900,000.

Senator Ray moved and asked unanimous consent to adopt the Governor's figures for all four items:

Foundation Program	70,000,000
Transportation	5,450,000
Debt Retirement	3,150,000
SOS Total	34,900,000

Senator Palmer amended that motion under Transportation to \$5,600,000 because the Governor's figure did not include administrative cost. Discussion followed due to disagreement over whether or not the two per cent administrative cost was included. The committee briefly discussed the double deduction of tobacco tax. It was then decided that Mr. Robert Thomas from the Department of Education speak before the committee in regard to this matter. Chairman Butrovich declared an "at ease" until Mr. Thomas arrived.

Mr. Robert Thomas and Mr. Nathaniel Cole from the Department of Education entered the meeting at 11:15 a.m.

Senator Palmer asked Mr. Thomas if the Governor's Transportation figure under Financial Support Programs included the two per cent administrative cost. Mr. Thomas replied that it did not.

Senator Palmer then stated that there was some confusion regarding the tobacco tax; he asked if it required a legislative statute change to figure in Debt Retirement, and if that change would require more money. Mr. Thomas answered yes to both questions. Mr. Thomas explained that the Department of Education is deducting the tobacco tax from payments made two years prior, and is taking 50% of the amount and off-setting last year's tobacco tax payments against that; therefore, it is being deducted twice. Mr. Cole stressed that their need for money for FY 72 depended upon whether or not they deducted the tax a second time.

Mr. Fink asked what they would need for Debt Retirement alone if the tax was not taken out twice. Mr. Cole replied \$4,000,000 in 1973.

Mr. Thomas said that as the double deduction comes down over the years, Debt Retirement payments will decrease to -0-.

Senator Palmer asked what figure was necessary to include the two per cent administrative cost under Transportation. Mr. Cole said \$5,680,000.

In regard to the Foundation Program, Mr. Thomas said \$69,900,000 was the computed figure derived from the various districts. Mr. Fink pointed out that with a four per cent growth rate, the department will need \$71,000,000. Mr. Thomas stated that there is legislation pending to increase Vocational Education and Special Education support based on studies showing that districts are under-funded. If the legislation is enacted, they will need another \$1,200,000. Mr. Thomas added that historically, the districts have been high in their estimates.

Chairman Butrovich then asked those present to consider the State Operated Schools figure.

The Chairman then moved that the committee be "at ease" during which time Representative Joshua Wright would comment on the State Operated Schools budget. No objection, so ordered.

RECESS:

AFTER RECESS

Mr. Thomas then stated that the figure for State Operated Schools was derived from figures computed by the districts themselves. Mr. Cole said a maximum allocation would be more advantageous than a minimum figure, and any surplus would be lapsed. Mr. Thomas added that any surplus could only be used in the four areas of school support. Mr. Thomas respectfully asked that he not be question further about the State Operated Schools budget because they were a separate corporation.

[Mr. Thomas and Mr. Cole left the meeting at 11:45 a.m.]

Senator Ray then moved and asked unanimous consent for \$5,600,000 for Transportation under Financial Support Programs. Mr. Fink objected, stating that \$5,600,000 was part of the House conferees' original motion. Senator Ray stated that he objected to the original motion. He then amended the motion as follows:

Foundation Program	\$70,000,000
Transportation	5,600,000
Debt Retirement	3,450,000

Senator Ray included in his motion that State Operated Schools should be considered separately because they were not part of this particular program. Mr. Fink objected. The question was called for: Senate conferees were in favor of the motion; House conferees were against the motion; and the motion failed.

The committee discussed the fact that three budgets had been submitted by State Operated Schools. They asked that Mr. Bob Jacobs from the Department of Administration be present during the afternoon session of the committee to comment on the final budget submitted. Representative Wright would also appear before the committee at that time.

RECESS:

The meeting recessed at 12:00 p.m.

AFTER RECESS
1:55 p.m.

All members. Representative Joshua Wright was present. Those attending from the Department of Administration were Mr. Charney, Mr. Lind and Mr. Jacobs. Mr. LaRocca of the press was also present.

The meeting was declared "at ease" while Representative Wright spoke to the committee on the State Operated Schools budget.

AFTER "AT EASE"
2:07 p.m.

The committee then discussed with Mr. Jacobs the budget most recently submitted by State Operated Schools. Mr. Jacobs stated that the Governor's request was \$34.9 million, a \$3.1 million increase over last year. That amount seems sufficient, in the opinion of the Department of Administration, to run the State Operated School district because there is no large increase in students expected.

In response to Senator Ray Mr. Jacobs said the main differences between the Senate and House figures were seen by looking at the House footnotes were the House had specified the following: \$204,000 for a teachers pool in the Administration and Support area; \$692,000 for a contingency fund; teacher travel -0-; extra-curricular travel -0-; three "add-ons" consisting of \$356,000 for new equipment at Bethel, \$204,00 for 12 new teachers at Bethel, and \$168,000 for building maintenance and operations and Education and Administrative Support at Bethel; federal funds to be received and approved by the Budget and Audit Committee; and all other federal programs to be deleted were to be accomplished by revised programs.

Mr. Fink asked what State Operated Schools will spend this year. Mr. Jacobs replied \$31.8 million. In response to Senator Palmer Mr. Jacobs said he did not have the figure of new positions because they were not specified; he added that many positions were being changed from temporary to permanent part-time.

The committee then discussed the question of salary increase with Mr. Jacobs who stated that the 3.5 % for salary increase allows only for step increases. Mr. Fink pointed out that State Operated Schools

employees wanted the right to negotiate their salaries. Mr. Hohman said the negotiation would have had an impact of \$3.6 million, and the House conferees were trying to grant 1/2 of that amount.

Senator Butrovich asked Mr. Charney if, using a line-item basis for Personal Services as \$34.9 million, he preferred that figure over all others mentioned in the previous discussion. Mr. Charney said yes, with the administration's funding.

Mr. Hohman then asked the Department of Administration for the projection of student growth in Bethel. Mr. Jacobs said he was not certain, but it should expand by a few hundred.

RECESS: Senator Ray moved for a five-minute recess. No objection, so ordered, and the meeting recessed at 2:45 p.m.

AFTER RECESS

3:05 p.m.

EDUCATION

Department of Education
State Operated Schools

Mr. Hohman maintained his previous motion as follows:

Foundation Program	\$71,000,000
Transportation	5,600,000
Debt Retirement	3,450,000
SOS - Total	35,200,000

Senator Ray amended that motion as follows:

Foundation Program	\$70,000,000
Transportation	5,600,000
Debt Retirement	3,450,000
SOS - Total	34,900,000

The question was called for: those in favor of the amended motion were Senate conferees; those against were House conferees; and the motion failed. Those in favor of the main motion were House conferees; those against the main motion were Senate conferees and the motion failed.

Department of Education

Student Aid

Senator Palmer moved and asked unanimous consent for \$3,000,000 for the Scholarship Loan Program. The question was called for: those in favor of the motion were Senate conferees; those against the motion were House conferees; and the motion failed.

CAPITAL PROJECTS

Department of Education

Broadcast Facilities

Mr. Fink suggested that the committee adopt the Governor's figures under Education under Broadcast Facilities. Senator Butrovich stated that the should not yet consider that section; he then referred to another section of the budget.

Mr. Fink moved \$677,300 for Education Television. Senator Ray amended the figure for \$8,500 for Fairbanks Translators. He added that the figures under this section should be broken down. The question was called for on Senator Ray's amendment: those in favor of the motion were Senators Ray and Butrovich; those against the motion were House conferees and Senator Palmer; and the motion failed. The question was called for on the main motion: those in favor of Mr. Fink's motion were Representatives Fink and Hohman; against the motion were Senate conferees and Representative Ditman; and the motion failed.

NATURAL RESOURCES and ENVIRONMENTAL CONSERVATION

Department of Environmental Conservation

Mr. Hohman moved the Governor's figure of \$1,851,900. Senator Ray called for a point of order, stating that the majority of the committee should decide when to open a section after a figure had previously been decided upon and the section closed. Mr. Hohman withdrew his motion.

Quality Control

Mr. Hohman moved and asked unanimous consent for the Governor's figure of \$238,500 for Water Quality. Senator Butrovich objected. Senator Palmer moved to amend the motion to the maintenance figure of \$166,400. The question was called for: those in favor of the amendment were Senators Palmer and Butrovich; those against the motion were House conferees and Senator Ray. and the motion failed. Those in favor of the main motion were Senators Ray, Butrovich, and House conferees; against the motion was Senator Palmer; and the motion failed.

Mr. Hohman moved and asked unanimous consent for the Governor's figure of \$183,100 for Air Quality. The question was called for: those in favor of the motion were House conferees and Senator Ray; those against the motion were Senators Butrovich and Palmer; and the motion failed.

Mr. Hohman moved and asked unanimous consent for \$69,100 for Solid Waste. No objection, so ordered.

Representative Hohman moved and asked unanimous consent for \$30,600 for Pesticide. Senator Ray moved to amend the figure to \$25,000. Mr. Fink objected. The question was called for on the amendment; those in favor of the amended motion were Senate conferees and those against were House conferees; and the motion failed. The question was called for on the main motion: those in favor of the main motion were House conferees; those against the motion were Senate conferees; and the motion failed.

Mr. Hohman moved and asked unanimous consent for \$48,400 for Radiation. Senator Palmer moved to amend the figure to \$29,400. The question was called for on the amended motion: those in favor were Senators Palmer and Butrovich; those against the motion were House conferees and Senator Ray; and the motion failed. The question was called for on the main motion: those in favor of the motion were House conferees and Senator Ray; those against the motion were Senate conferees; and the motion failed.

Coastal Zone Management

Mr. Hohman moved and asked unanimous consent for \$243,200 for Coastal Zone Management. Senator Ray objected and amended the motion to \$209,300. The question was called for; those in favor of the amended motion were Senators Ray and Butrovich and Representative Ditman; those against the motion were Representatives Fink and Hohman and Senator Palmer; and the motion failed.

Mr. Hohman renewed his motion for the Governor's figure of \$243,200 for Coastal Zone Management. Senator Butrovich suggested that the committee consider a new program. Senator Ray called for the question: those in favor of Mr. Hohman's motion were Senator Palmer and Representatives Hohman and Fink; and the motion failed.

Permafrost and Soils Engineering

Mr. Hohman moved and asked unanimous consent for \$162,800. Senator Palmer then moved to amend the motion to read the Governor's figures of \$84,000. The question was called for on the amendment: those in favor of the motion were Senate conferees and Representative Ditman; those against the motion were Representatives Fink and Hohman; and the motion failed. The question was called for on the main motion: those in favor were Representatives Fink and Hohman; those against the motion were Senate conferees and Representative Ditman; and the motion failed.

Ecology and Engineering

Mr. Hohman moved and asked unanimous consent for \$45,100. Senator Ray objected. The question was called for: those in favor of the motion were House conferees; those against the motion were Senate conferees; and the motion failed.

General Administration and Support

Mr. Hohman moved and asked unanimous consent for \$219,000 for the Office of the Commissioner. Senator Palmer moved to amend the motion to the Maintenance figure of \$186,000. The question was called for on the amended motion: those in favor of the motion were Senate conferees; those against the motion were House conferees; and the motion

failed.

Mr. Hohman moved and asked unanimous consent for \$52,800 on Advisory Boards in the Southeast region. Senator Palmer objected. The question was called for: those in favor of the motion were House conferees and Senator Ray; those against the motion were Senators Butrovich and Palmer; and the motion failed.

Mr. Hohman moved and asked unanimous consent for \$119,800 for the South Central region. Senator Palmer objected. The question was called for: those in favor of the motion were House conferees; those against the motion were Senate conferees; and the motion failed.

Mr. Hohman moved and asked unanimous consent for \$91,300 for the Northern region. Senator Palmer objected. The question was called for: those in favor of the motion were House conferees; those against the motion were Senate conferees; and the motion failed.

Department of Fish and Game

Habitat

Mr. Fink moved and asked unanimous consent that the committee adjust their figures to adopt the following Senate figures:

Land Use Planning	\$100,000
Water Planning	46,300
Access	50,000
Permits	59,000

No objection, so ordered. Chairman Butrovich pointed out that Mr. Fink had unanimous consent to re-open that particular section.

CAPITAL PROJECTS

NATURAL RESOURCES AND ENVIRONMENTAL CONSERVATION

Department of Fish and Game

Access Acquisition

Mr. Ditman moved that Capital Improvements be opened to delete \$50,000 under Access Acquisition. Senator Butrovich said there was no sense in opening that

section since they had not moved on it previously.

Mr. Hohman moved and asked unanimous consent that the committee recess for one hour. No vote was taken.

NATURAL RESOURCES AND ENVIRONMENTAL CONSERVATION

Department of Natural Resources

Parks and Recreation

Senator Ray moved all Governor's figures under Parks and Recreation. Mr. Fink objected.

Mr. Hohman then renewed his motion for a recess.

Chairman Butrovich said the committee would vote on Senator Ray's motion of the Governor's figures under Parks and Recreation.

Mr. Hohman pointed out that there was a legitimate motion for a recess before the committee.

Senator Butrovich asked the question: those in favor of the Governor's figures on Parks and Recreation were Senate conferees and Mr. Ditman; those against the motion were Representatives Fink and Hohman; and the motion failed.

Mr. Hohman then amended his previous motion for a one-hour recess to a twenty-minute recess. No objection, so ordered.

RECESS: The meeting recessed at 3:40 p.m.

AFTER RECESS

4:17 p.m.

The meeting was called back to order.

EDUCATION

State Operated Schools

Mr. Hohman moved and asked unanimous consent for \$35.2 million for State Operated Schools with a breakdown on Personal Services. Senator Ray objected. Mr. Hohman pointed out that there will

be an increase of student enrollment in the Bethel and Cordova areas. Mr. Hohman also emphasized the needs for workshop space and equipment. Mr. Charney explained that the administrative control of State Operated Schools funds whereby funds are realeased on a month-to-month basis, which forces them to control their expenditures.

The question was called for: those in favor of \$35.2 million for State Operated Schools with a breakdown in Personal Services were House conferees; those against the motion were Senate conferees; and the motion failed.

Mr. Hohman moved and asked unanimous consent for \$34.9 million for State Operated Schools with a breakdown as follows:

Code 100	Personal Services	\$25,153,700
Code 200	Travel	238,800
Code 300	Contractual	4,500,900
Code 400	Commodities	3,302,000
Code 500	Equipment	987,500
Code 600	Land and Structures	25,000
Code 800	Miscellaneous	693,000

Mr. Hohman pointed out that the above figures would total \$34,900,900. Mr. Hohman included in his motion \$71 million for the Foundation Program. He explained the he was allocating by code and had adopted the Senate figures with the House breakdown. Mr. Hohman pointed out that this breakdown would put control on negotiated salary item. He said they have reduced two areas in the remainder of the codes and have adopted Senate figures with the House breakdown and requested House funding. He added that that would not include equipping empty classrooms because of the unrealistic school growth figures by State Operated Schools. Senator Ray asked what the contingency fund was for. Mr. Hohman replied that it would include the teacher pool and innovative special program category.

The question was called for on Mr. Hohman's motion: those in favor were the House conferees; those against were Senate conferees; and the motion failed.

Mr. Hohman then moved and asked unanimous consent that the committee accommodate the educational need of State Operated Schools with a total of \$35,700,000.

Senator Butrovich objected. The question was called for: those in favor of the motion were House conferees; those against the motion were Senate conferees; and the motion failed.

The committee then discussed federal funding of this portion of the budget. Mr. Guthrie stated that the Senate figure is \$33.5 million and includes \$1.7 million of federal funding. The Governor's figure of \$34.9 million also includes federal funding as does the House figure (\$36.6 million). Mr. Fink pointed out that the Senate had cut out the Health and Social Services program from the budget while the House had omitted the PEP help. Mr. Fink said the problem was whether or not to fund the program with \$1.6 million because State Operated Schools was not sure if they will actually get federal funds. Mr. Fink also said the House conferees were willing to accept \$34.9 million for cost, but were not willing to base \$34.9 million on federal monies that were not received in 1971 or 1972, and which may not be received in 1973. Senator Ray pointed out that if the \$1.6 million worth of federal funds are not received, the general fund will then make up the balance.

Mr. Fink suggested the following figures:

General Fund	\$12,326,961
Federal	20,774,439
Required Gen. Fund Match	20,000
Other	1,779,500

Mr. Fink also suggested that the fiscal analysts go over those figures. Senator Butrovich concurred and said the line-item language should also be taken care of.

Department of Education

Student Aid

Senator Ray moved and asked unanimous consent for \$3 million for the Scholarship Loan program. Mr. Fink objected.

Mr. Hohman asked how many students benefit from the Foundation Program. Mr. Guthrie said he did not have the figure with him.

Financial Support Program

Mr. Fink moved and asked unanimous consent for \$5.6 million for Transportation. No objection, so ordered.

Mr. Fink moved and asked unanimous consent for \$3,450,000 for Debt Retirement. No objection, so ordered.

Mr. Fink moved and asked unanimous consent for \$71 million for Foundation Programs. Senator Ray moved to the amend the motion to \$70,500,000. Mr. Fink objected. Discussion followed on whether or not Vocational Educational and Special Educational programs would be covered by bills. Senator Ray called for the question: those in favor of the figure \$70,500,000 (Senator Ray's amendment) were Senate conferees; those against the motion were House conferees; and the motion failed. No vote was taken on the main motion.

ADJOURNED: The committee decided to convene at 9:00 a.m. the following day. The meeting adjourned at 5:30 p.m.

FREE CONFERENCE COMMITTEE

May 25, 1972

9:10 a.m.

PRESENT All members. From the Department of Administration, Mr. Charney and Mr. Lind were present. Mr. Joe LaRocca was also present.

Senator Butrovich called the meeting to order.

EDUCATION

State Operated Schools

Mr. Fink referred to a motion made yesterday of \$34,900,000 for State Operated Schools. He wanted to hear suggested methods of funding.

Mr. Charney stated that by pulling Title I money from the \$34,900,000 figure they would arrive at a General Fund figure of \$11,975,000. Federal funds would be \$21,125,500; Required General Fund Match would be \$20,000; and Other would be \$1,779,500. These make for the \$34,900,000.

Sen. Ray stated the difference was the \$1.6 million. Mr. Charney said they thought they knew exactly what the \$1.6 million difference was comprised of. He stated that \$693,000 was the Contingency Fund; \$356,000 was in Code 500 (Equipment) for Bethel; \$420,000 was in Code 400 (Commodities) for increases in Bethel; the \$94,000 in the Governor's budget for Military new positions was eliminated by the House. \$204,000 was for new teaching positions in Bethel. \$168,000 was for Food Services in classified services in order to run the Bethel School. The House allowed about \$457,900 for salary increases over the Governor's figure--the Governor allowed for step increases at about 3.5% and the House has given a total of about 6% which includes step increases. The House eliminated new positions requested by the Governor at \$523,700.

Sen. Ray asked whether the \$1.6 million was cranked in. Mr. Charney said it was, but the Title I money was out. Mr. Charney went on to say that if they get the \$1.6 million, it goes on by revised program. He said it depended on what they wanted to do with the Contingency Fund. He said they wanted that to lapse if the \$1.6 million comes in. Mr. Charney stated that if they assumed program increases going through Budget and Audit without Contingency, it

would add about \$1 million. He stated the General Fund would be reduced.

Sen. Ray referred to the \$457,900 for salary increases over the Governor's figure. Mr. Lind said that with the teachers on board right now, wages plus benefits is \$17,146,000. He said that by comparing the average pay scale of all certified positions in 1971, which was \$14,179, with 1972, which is \$14,424, there is only a 1.8% increase. He said that meant there is probably more in for longevity at 3.5% than is actually needed.

Sen. Ray asked whether the Contingency would come out of the General Fund. Mr. Lind said it would, but they wouldn't have the possible savings from the Title I funds.

Mr. Guthrie pointed out that the requirements on Title I as far as reducing existing programs is quite strict. He thought that possibly the \$1.6 million was going to be an add on. Mr. Charney didn't see the problem if they called it a Contingency Fund. Mr. Guthrie stated that if it was tied to the federal funding it would be all right. Mr. Lind thought there should be a footnote saying the Contingency could not be used for salary increases.

Recess: Meeting recessed at 9:35 a.m. so the Senators could caucus.

After Recess
9:50 a.m.

Sen. Ray stated that the Senate side was not willing to let the \$1.6 million or even the \$1 million remain in "limbo". He said it was a matter of the funding, excluding the allocation in pay raise. Sen. Ray said they could go for \$35,350,000 which is with the \$1.6 million cranked in.

Sen. Palmer said they could put the House's figure of \$25,153 in Personal Services as a line item. The total would be \$35,350,000, and they would put the balance in a second line item "Other", and have the funding include the \$1.6 million. He thought that was the limit. Sen. Palmer said in reality it was an increase of \$1.850 million over the Senate figure because they had included the \$1.6 million in their figure.

Mr. Hohman asked if that figure provided for equipment to handle 600 students in Bethel. Mr. Charney said no that it was based on the lower projection--2/3 of the school's capacity.

Mr. Fink stated that the Senate compromise increased the General Fund expenditure only \$3.5 million above last year. Representative Hohman stated these figures indicate an expenditure of \$1,026.50 per district student and \$892 per rural student.

Mr. Hohman said the Governor's budget was built on the assumption they would only have 450 students in the Bethel school which has a capacity of 600 students, and he provided only 2/3 of the work areas to be equipped and not fully equipped at that. Mr. Hohman thought it was unrealistic to think that the school was not going to be at the 100% attendance level and that there wouldn't be a need for additional equipment.

There was some discussion on whether BIA would pay for some of the students. Sen. Palmer called Mr. Bob Thomas in the Department of Education who said that as far as Bethel was concerned it was in the unorganized Borough and BIA would be picking up dormitory costs, but not tuition.

Department of Education

Student Aid

Scholarship Loan Program

Sen. Ray moved and asked unanimous consent that the figure of \$3,000,000 be adopted for the Scholarship Loan Program. Mr. Fink objected. The question was called for: The Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

Educational Broadcasting Commission

Mr. Hohman moved and asked unanimous consent that the House figure of \$403,900 be adopted for the Educational Broadcasting Commission. Sen. Palmer objected. The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

WICHE

Sen. Ray moved and asked unanimous consent that \$93,200 be accepted for WICHE. Mr. Fink objected. Sen. Ray withdrew his motion.

Recess Meeting recessed at 10:20 a.m.

AFTER RECESS

1:45 p.m.

Community College Support

Mr. Fink stated that the difference between the House figure of \$1,800,000 and the Senate figure of \$900,000 for Community College Support was in fees for Vocational Education and Academic Education. The House was trying to equalize the cost to the students in the two programs. He said it would decrease the Voc. Ed. student's cost and would not expand the program.

Mr. Fink moved they accept the figure of \$1,600,000 for Community College Support. The question was called for: The House Conferees and Senator Palmer voted for the motion; and Senator Ray and Senator Butrovich voted against the motion. The motion failed.

WICHE

Student Aid

Senator Ray moved the figure of \$82,000 for WICHE, Student Aid, and asked unanimous consent. Mr. Fink objected. Mr. Charney stated the Governor's figure for WICHE, Student Aid, was \$93,200.

Senator Ray amended his motion to read \$93,200 for WICHE, Student Aid. The question was called for: the Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

Department of Health & Social Services

AMU Nursing Program

Mr. Fink moved \$140,000 for AMU Nursing. Senator Ray amended his motion to read \$137,500 for AMU Nursing, and asked unanimous consent. No objection, so ordered.

Office of Governor

Museums & Arts

Senator Ray moved the following figures:

State Museum	\$180,900
Traveling School Exhibits	66,100
Transportation Museum	50,000
Extension Service	11,000
Total	<u>\$308,000</u>

Senator Ray amended his motion to read a total figure of \$300,000 for Museums and Arts. Mr. Hohman objected because he wanted to know where the \$8,000 would come from. Senator Ray said it would come out of the State Museum in Juneau. Mr. Hohman withdrew his objection. Sen. Ray asked unanimous consent for his motion. No objection, so ordered.

Council on the Arts (Senate-grants)

Senator Ray moved the Governor's figure of \$433,700 for the Council on the Arts, and asked unanimous consent. No objection, so ordered.

WICHE

Student Aid

Senator Palmer moved \$93,200 for WICHE, Student Aid. Mr. Fink objected and asked how the figure was arrived at.

Mr. Charney stated the figure was arrived at by removing a couple of new spots. Senator Ray thought there was a stipulation of \$10,000 for Law. Mr. Charney said the \$93,200 allows \$29,000 for expansion. Senator Palmer said they would take \$10,000 out of Expansion for Law and there would still be \$19,000 for Expansion. Mr. Fink removed his objection.

Senator Palmer asked unanimous consent for his motion. No objection, so ordered.

Department of Education

Adult Basic and Continuing Education

Community College Support

Senator Butrovich moved \$1,000,000 for Community College Support. The questioned was called: Senator Butrovich and Senator Ray voted for the motion; the House Conferees and Senator Palmer voted against the motion; and the motion failed.

Financial Support Programs

Foundation Program

Sen. Ray moved \$70,500,000 for the Foundation Program.

Mr. Fink objected.

Recess: Meeting recessed at 2:10 p.m.

AFTER RECESS

2:13 p.m.

Mr. Fink amended Sen. Ray's motion to \$71,000,000.
Sen. Ray objected.

The Committee decided to come back to the Foundation Program at a later time.

Department of Education

Institutional Manpower Training

MDTA Vocational Education

Mr. Fink moved the Governor's figure of \$491,200 for MDTA Vocational Education. Senator Butrovich asked if the Seward Skill Center could be added as a line item.

Sen. Ray amended Mr. Fink's motion to read \$490,000, and asked unanimous consent. No objection, so ordered.

Vocational Rehabilitation

General Services to Clients

Sen. Ray moved \$1,200,000 for General Services to Clients. Mr. Hohman amended the motion to \$1,338,800. Sen. Ray moved \$1,200,000 again. The question was called for: the Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

Office of the Governor

Emergency Employment Act

Senator Ray moved \$3,513,600 for the Emergency Employment Act. Mr. Fink objected. Senator Ray withdrew his motion.

Department of Education

Vocational Rehabilitation

General Services to Clients

Sen. Ray went back to the line item "General Services to Clients". Sen. Ray said if they settled for the figure \$1,200,000, they would have a 15% increase over last year

Sen. Palmer moved \$1,219,000 for General Services to Clients. The question was called for: the Senate Conferees and Mr. Ditman voted in favor of the motion; Mr. Hohman and Mr. Fink voted against the motion; and the motion failed.

Office of the Governor

Emergency Employment Act

Sen. Ray moved \$3,513,600 for the Emergency Employment Act. Senator Palmer objected.

Sen. Palmer moved they discharge the Free Conference Committee, and asked unanimous consent. Mr. Fink objected. Sen. Ray moved they table the motion. The question was called, and the motion failed 5:1. The question was called on the main motion: Representative Hohman, Representative Ditman, Senator Butrovich, and Senator Palmer were in favor of the motion; Representative Fink and Senator Ray voted against the motion; and the motion carried.

Sen. Butrovich moved they rescind their motion and asked unanimous consent. Mr. Hohman objected. The question was called for: Senator Butrovich, Senator Ray, Representative Fink, and Representative Ditman voted in favor of the motion; Representative Hohman and Senator Palmer voted against the motion; and the motion carried.

Mr. Hohman moved they recess. No objection, so ordered.

Recess Meeting recessed at 3:00 p.m.

After Recess
3:40 p.m.

Department of Health & Social Services

Disabled

General Relief Medical

Hospitalization

Senator Ray moved \$1,950,000 for Hospitalization and asked unanimous consent. Mr. Fink objected. The

question was called: the Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

Department of Education

Broadcast Facilities

Mr. Hohman referred them to the capital projects section of the budget and moved they adopt the House figures for Broadcast Facilities. Mr. Palmer objected. The question was called: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Department of Health & Social Services

Family Services

Administration and Support

Senator Ray asked Budget & Management what the \$256,700 increase in travel was. Mr. Charney replied he thought it was primarily an increase in federal funds, mainly for auditing that has to be done on all of the federal services travel that has to be done.

Senator Ray moved \$1,400,000 for Administration and Support, and asked unanimous consent. Mr. Hohman objected, and then removed his objection. The question was called for: The House Conferees, Senator Ray, and Senator Butrovich voted in favor of the motion; Senator Palmer voted against the motion; and the motion carried.

Department of Labor

Job Training

Program Support (MTD)

Sen. Ray moved \$125,000 for Program Support and asked unanimous consent. Mr. Ditman objected. Mr. Hohman moved to amend Sen. Ray's motion to \$189,100. The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

The question was called for the main motion: The Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

Department of Education

Broadcast Facilities

Mr. Hohman moved \$556,000 for ETV Station, Anchorage, Kenai and Matanuska-Susitna, and asked unanimous consent. Sen. Palmer objected. The question was called: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$50,000 for Dillingham Radio Station, and asked unanimous consent. The question was called: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$50,000 for Kodiak Radio Station, and asked unanimous consent. Senator Palmer objected. The question was called: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$493,000 for Bethel Broadcasting ETV equipment. Senator Palmer moved to amend the motion to \$15,000--the Governor's maintenance level. The question was called for: The Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed. The question was called for the main motion: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Sen. Butrovich moved for a recess until 8:00 a.m. Mr. Hohman objected, and said he would like to continue working since some of them would be traveling the next day. Sen. Butrovich said he was willing to continue working if they continued to work with the operating budget. Mr. Hohman said they should work on the capital budget. He said a precedent had been established last year to alternate between the two. There was some discussion on this. The Senate Conferees decided to go into a short caucus.

Recess: Meeting recessed at 4:17 p.m.

AFTER RECESS

4:20 p.m.

Sen. Butrovich said they had decided to grant Mr. Hohman's request to go into the Capital Budget with the understanding that then they would go back to the operating budget.

Department of Education

Broadcast Facilities

Mr. Hohman moved \$8,500 for Fairbanks Translators, and asked unanimous consent. Senator Ray objected. The question was called: The House Conferees, Senator Butrovich, and Senator Palmer voted in favor of the motion; Senator Ray voted against the motion; and the motion carried.

Mr. Hohman moved \$1,500,000 for Unalakleet Area High School. Senator Palmer objected. The question was called: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Department of Public Works

Mr. Hohman moved \$29,400 for Fire Detectors, Bethel and Nome Regional Schools, and asked unanimous consent. No objection, so ordered.

Governor's Office

Mr. Hohman moved \$24,000 for Museum, Artifacts Acquisition, and asked unanimous consent. No objection, so ordered.

Mr. Hohman moved \$500,000 for Barrow Museum. Senator Palmer objected. The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

State Operated Schools

Mr. Hohman moved \$330,000 for Building Improvements, and asked unanimous consent. Senator Palmer objected.

The Senate Conferees decided to caucus.

Recess

Meeting recessed at 4:30 p.m.

AFTER RECESS
4:40 p.m.

Mr. Hohman withdrew his motion of \$330,000 for SOS Building Improvements.

Mr. Hohman moved \$25,000 for Thorne Bay Elementary School Gymnasium. Mr. Fink read a letter from the Governor supporting the \$25,000. Mr. Hohman asked unanimous consent for his motion. No objection, so ordered.

University of Alaska

Mr. Hohman moved \$500,000 for Anchorage Community College Parking, and asked unanimous consent. Senator Palmer objected. The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Sen. Ray moved they insert a line item entitled "Juneau Community College" at \$1,500,000 after the line item entitled "Anchorage Community College Parking. The question was called for: Senator Ray and Senator Butrovich and Mr. Hohman voted in favor of the motion; Mr. Ditman, Mr. Fink, and Sen. Palmer voted against the motion; and the motion failed.

Mr. Hohman moved they insert a line item entitled "Juneau Community College"--\$1,500,000 after the line item "Anchorage Community College Parking" and a line item entitled "Chevak Elementary School"--\$3,500,000 after the line item entitled "Thorne Bay Elementary School Gymnasium under SOS. The question was called for: Mr. Hohman voted in favor of the motion; the Senate Conferees, Mr. Fink, and Mr. Ditman voted against the motion; and the motion failed.

Mr. Hohman moved \$3,500,000 for Anchorage Community College Auditorium/Fine Arts Building Completion, and asked unanimous consent. Senator Ray objected. The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$350,000 for the Planning Revolving Fund. Senator Ray objected. The question was called: The House Conferees and Senator Palmer voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$1,500,000 for Central Campus Renovation Projects. The questions was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Sen. Ray again moved they insert an extra line between lines 11 & 12 (page 30) for the Juneau Community College at \$1,500,000, and asked unanimous consent. Mr. Fink objected. The question was called for: Senator Ray and Senator Butrovich voted in favor of the motion; The House Conferees and Senator Palmer voted against the motion; and the motion failed.

Senator Palmer moved they insert an extra line for Parking, Improvements, etc. to Kenai Community College, \$200,000, and insert it on the line following "Central Campus Renovation Projects" and before the line "Department of Administration". The question was called for: Senator Palmer and Senator Butrovich voted in favor of the motion; the House Conferees and Senator Ray voted against the motion.

Department of Administration

Mr. Hohman moved \$25,000 for Shake's Island Totem Restoration, and asked unanimous consent. Senator Butrovich objected, and then withdrew his objection. The question was called. There was no objection, so ordered.

SOCIAL SERVICES

Department of Administration

Mr. Hohman moved \$150,000 for the Sitka Mausoleum, and asked unanimous consent. Senator Palmer objected.

Sen. Butrovich asked for Mr. Charney's comments. As Mr. Charney understood it, it was going to be a joint project with the City and Borough of Sitka, and they will contribute to construction and the State government will contribute to construction, but the local government will maintain it 100%. Thus, there would be no operating cost to the State.

Mr. Hohman withdrew his motion. Sen. Ray then moved they accept \$150,000 for the Sitka Mausoleum. The question was called: Senator Butrovich and Senator Ray voted in favor of the motion; The House Conferees and Senator Palmer voted against the motion; and the motion failed.

Mr. Hohman moved \$750,000 for the Sitka Pioneers' Home Renovation, and asked unanimous consent. No objection, so ordered.

Mr. Hohman moved \$333,000 for Urban Renewal Project - North Star Borough. Senator Ray objected. The question was called for: The House Conferees and Senator Butrovich voted in favor of the motion; and Senator Ray and Senator Palmer voted against the motion; and the motion failed.

HEALTH

Department of Health & Social Services

Mr. Hohman moved \$1,200,000 for Hill-Burton Funds, and asked unanimous consent. No objection, so ordered.

Mr. Hohman moved \$32,000 for Alaska Treatment Center for Crippled Children and Adults, Hospital Facility, and asked unanimous consent. Sen. Butrovich objected. The question was called: Mr. Fink and Mr. Hohman voted in favor of the motion; the Senate Conferees and Mr. Ditman voted against the motion; and the motion failed.

NATURAL RESOURCES MANAGEMENT & ENVIRONMENTAL CONSERVATION

Department of Environmental Conservation

Mr. Hohman moved \$2,600,000 for Water and Sewer Project Loans and Grants. Senator Ray objected, and said the reason was because Anchorage was \$3 million short and many other places had been wiped out. The question was called: Mr. Hohman and Mr. Fink voted in favor of the motion; the Senate Conferees and Mr. Ditman voted against the motion; and the motion failed.

Department of Fish and Game

Sen. Ray moved the following Senate figures:

Stream Rehabilitation	\$347,000
Weirs and Field Stations	170,000
Buildings Repair	55,000
Fisheries Rehabilitation	270,000
Access Acquisition	60,000

Mr. Hohman objected.

Senator Ray restated his motion as follows:

Mendenhall Rearing Ponds	\$ 80,000
Bushkin River Rearing Pond	32,000
Deadman Lake Outlet Structure	40,000
Field Station, Cook Inlet Management Area	20,000
Chignik River Weir	150,000
Russian River Fish Ladder	40,000
Gravel Incubation, Kitoi	5,000
Lower Jean Lake Rehabilitation	20,000
Rotenone, Lower Jean Lake	15,000
Packers Lake Rehabilitation	60,000
Rotenone, Packers Lake	60,000
Lower Southeastern Fish Ladders	140,000
Control Creek Fish Ladder	25,000
Paul's Lake Fish Ladder	25,000
Pavloff Harbor Fish Ladder	40,000
Desire Lake Rehabilitation	40,000
Delight Lake Rehabilitation	40,000
Kasilof River Weir	15,000
King Salmon Warehouse Insulation	30,000
Subport Building, Juneau	<u>25,000</u>

Mr. Fink objected, and Sen. Ray withdrew his motion.

Sen. Ray moved \$55,000 Buildings Repair, and asked unanimous consent. No objection, so ordered.

Sen. Ray moved to delete Access Acquisition, and asked unanimous consent. No objection, so ordered.

Sen. Ray moved \$170,000 for Weirs and Field Stations. He stated this figure included:

Chignik River Weir	150,000
Kasilof River Weir	15,000
Kitoi Gravel Incubation	5,000

Sen. Ray amended his motion to include: Field Station, Cook Inlet Management Area, \$20,000; and Chignik River Weir, \$150,000. The question was called for: All members voted in favor of the motion except Senator Palmer who abstained from voting.

Mr. Charney stated that the Senate's amounts for Mendenhall Rearing Ponds, Bushkin River Rearing Pond, and Deadman Lake Outlet Structure were equal to the House figure for Fisheries Rehabilitation.

Sen. Ray moved a total figure for capital projects for the Department of Fish and Game of \$842,000, and asked unanimous consent. Mr. Hohman objected. Sen. Ray withdrew his motion.

Mr. Hohman moved the following figures:

Mendenhall Rearing Ponds	\$ 80,000
Bushkin River Rearing Pond	32,000
Deadman Lake Outlet Structure	40,000
Total	<u>\$152,000</u>

The question was called, and there was no objection, so ordered.

Mr. Hohman moved \$40,000 for the Russian River Fish Ladder, and asked for unanimous consent. Sen. Ray objected, and then withdrew his objection. The question was called. No objection, so ordered.

Mr. Hohman moved \$30,500 for Gravel Incubation, Kitoi, and asked unanimous consent. There was some discussion. Mr. Hohman then amended his motion to read \$5,000, and asked unanimous consent. The question was called. No objection, so ordered.

Mr. Hohman moved \$20,000 for Lower Jean Lake Rehabilitation, and asked unanimous consent. The question was called. No objection, so ordered.

Mr. Hohman moved \$60,000 for Packers Lake Rehabilitation, and asked unanimous consent. The question was called. No objection, so ordered.

Sen. Butrovich moved \$60,000 for Rotenone, Packers Lake, and asked unanimous consent. The question was called for: The Senate Conferees and Mr. Ditman voted in favor of the motion; and Representatives Fink and Hohman voted against the motion; and the motion failed.

Mr. Hohman moved the following figures and asked unanimous consent:

Rotenone, Packers Lake	\$ 60,000
Lower Southeastern Fish Ladders	140,000
Control Creek Fish Ladder	25,000
Paul's Lake Fish Ladder	25,000
Pavloff Harbor Fish Ladder	40,000
Desire Lake Rehabilitation	40,000

Delight Lake Rehabilitation	\$ 40,000
Kasilof River Weir	15,000
King Salmon Warehouse	30,000
Subport Building, Juneau	25,000
Rotenone, Lower Jean Lake	15,000

The question was called: The Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

PUBLIC PROTECTION

Department of Commerce

Mr. Hohman moved \$29,000 for Scale House - Fairbanks, and asked unanimous consent. The question was called. No objection, so ordered.

DEVELOPMENT

Department of Natural Resources

Grants to State Fairs

Mr. Hohman moved the following figures:

Alaska State Fair	\$ 50,000
Tanana Valley Fair Association	50,000
Ninilchik Fair Association	50,000
Kodiak Jaycee Rodeo and State Fair	50,000
Southeast Alaska State Fair	50,000
Anchorage Fur Rendezvous Fair	50,000

Mr. Hohman asked unanimous consent. Sen. Ray objected. Sen. Butrovich amended the motion to approve all except the Anchorage Fur Rendezvous, and asked unanimous consent.

The question was called: The Senate Conferees voted in favor of the motion; the House Conferees voted against the motion; and the motion failed.

The question was called on the main motion: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Department of Public Works

Water and Harbor Projects

Mr. Hohman moved \$300,000 for Sitka, Thompson Harbor Breakwater. Sen. Butrovich objected temporarily. The question was called for: House Conferees voted in favor of the motion; Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$50,000 for Fairbanks Area Launching Ramps. Sen. Ray and Sen. Palmer objected. The question was called for: The House Conferees and Sen. Butrovich voted in favor of the motion; Sen. Palmer and Sen. Ray voted against the motion; and the motion failed.

Mr. Hohman moved \$140,000 for Metlakatla Harbor Facility Reconstruction. Sen. Ray asked him to rephrase the motion to pick up all facilities approved last year and not taken care of. Mr. Hohman withdrew his motion for Sen. Ray's. Sen. Ray hoped they would consider his motion.

Mr. Hohman renewed his previous motion of \$140,000 for Metlakatla Harbor Facility.

The Senate Conferees decided to caucus.

Recess: Meeting recessed at 5:45 p.m.

AFTER RECESS
5:50 p.m.

Sen. Butrovich said they had decided they would like to look over the list of projects held over and talk with the Department of Public Works people.

The House Conferees agreed to defer the rest of the Water and Harbor Projects for the Department of Public Works.

Sen. Ray suggested that in the interests of possible harmony they take the Petersburg Sea Plane Base and the Bethel Sea Plane Base and put them in another little area outside of Water and Harbor Projects. He thought putting these into Water and Harbor Projects did nothing but confuse the intent of the Water and Harbor gas tax. Mr. Hohman agreed, but said they would defer on it.

TRANSPORTATION

Department of Highways

Sen. Butrovich moved \$52,000 for Federal Aid to Highway

Construction.

Mr. Charney stated that \$52,000 was still the allocation under the formula. He said the hold up was strictly in O.M.B, and that it was the legal allocation.

Sen. Butrovich asked unanimous consent for his motion. The question was called: No objection, so ordered.

Sen. Palmer moved the following figures:

Keystone Canyon Tunnel Repairs	\$100,000
Bridge Deck Repairs - Anchorage Area	664,500

Sen. Palmer asked unanimous consent for his motion.

Mr. Hohman moved to amend the motion to include \$400,000 for Klatt Road. Sen. Palmer moved to amend the \$400,000 to read \$275,000. Mr. Hohman said they could compromise at \$300,000. Sen. Ray said he couldn't argue with \$300,000, but he was not willing to accept the figure yet.

Mr. Hohman asked unanimous consent for the following:

Keystone Canyon Tunnel Repairs	\$100,000
Bridge Deck Repairs - Anchorage Area	664,500
Klatt Road	300,000

Mr. Hohman's motion included language for Klatt Road that requires every dollar spent must be matched by local government.

Sen. Ray moved they delete Klatt Road and asked unanimous consent for Keystone Canyon Tunnel Repairs and Bridge Deck Repairs - Anchorage Area. Mr. Hohman objected.

The question was called on Sen. Ray's amendment to delete Klatt Road from the motion: The Senate Conferees and Mr. Ditman voted in favor of the motion; Mr. Hohman and Mr. Fink voted against the motion; and the motion failed.

Sen. Ray moved they hold the matter of Klatt Road over until the following day. The question was called: The Senate Conferees, Mr. Ditman, and Mr. Hohman voted in favor of the motion; Mr. Fink voted against the motion; and the motion carried.

The question was called on Sen. Palmer's original motion: There was no objection, so ordered.

Department of Public Works

Mr. Hohman moved \$83,000 for Aviation Equipment at Kodiak, and asked unanimous consent. The question was called for: No objection, so ordered.

Mr. Hohman moved \$680,000 for Construction Service Unit. Sen. Ray objected. Sen. Butrovich said they wanted more information on this before they voted on it.

The question was called for: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Airport Construction & Maintenance

Mr. Hohman moved the following figures:

Crooked Creek	\$100,000
Little Russian Mission	100,000
Holy Cross	50,000

Sen. Ray amended the motion to add in Minchumina for \$10,200 under maintenance. Sen. Palmer seconded the motion. Sen. Ray removed his amendment.

The question was called for Mr. Hohman's motion: The House Conferees voted in favor of the motion; the Senate Conferees voted against the motion; and the motion failed.

Mr. Hohman moved \$160,000 for Crash/Rescue Truck at Fairbanks and asked unanimous consent. Sen. Ray objected. The question was called for: The House Conferees, Sen. Butrovich and Sen. Palmer voted in favor of the motion; Sen. Ray voted against the motion; and the motion carried.

Mr. Hohman moved \$75,000 for Passenger Facilities at Haines. Sen. Ray amended the motion to \$300,000. He said the reason was because people needed to be accommodated while waiting for the ferries. Right now, there is only one wash basin for all of these people.

The question was called for the amendment: Sen. Ray, Sen. Butrovich, and Mr. Ditman voted in favor of the motion; Mr. Hohman, Mr. Fink, and Sen. Palmer voted against the motion; and the motion failed.

Mr. Hohman withdrew his main motion.