

HOUSE/SENATE FINANCE COMMITTEE MINUTES - 1967-1982 2654

FREE CONFERENCE COMMITTEE MINUTES  
OPERATING AND CAPITAL BUDGET  
FISCAL YEAR 1975

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FREE CONFERENCE COMMITTEE

April 18, 1974

9:05 a. m.

Present: Senator Cliff Groh, Senator Bill Ray, Senator John Butrovich; Representative Oral Freeman, Representative Andy Warwick; and Representative Bud Saylor.

Myrt Charney and Ron Lind, Budget and Management; Mary Pat Murphy, AP. The following news reporters also entered later in the meeting: Joe LaRocca, Andy Williams and Elaine Mitchell.

Chairman Freeman called the meeting to order and said the Committee should consider how they wished to handle the state employees' pay raise and funding of personal services (for merit increases). Discussion followed.

Recess: The meeting recessed at 9:12 a.m.

AFTER RECESS

9:20 a.m.

Representative Warwick stated that the House conferees had decided that if the Committee funded the pay raise at a lower amount this would satisfy the vacancy and turnover factor and the overbudgeting for merit increases throughout the budget (Governor's figures). Representative Warwick stated they were considering funding the pay raise at 85% or 90%.

Recess: The meeting recessed at 9:22 a.m.

AFTER RECESS

9:25 a.m.

Senator Groh stated that this approach would be agreeable with the Senate conferees. He suggested the committee begin their budget considerations starting with the budget for the University of Alaska.

EDUCATION

U of A

The Committee began working on the "Summary of Committee Recommendations" starting with page 3.

Senator Groh noted that the House and Senate figures for the first eight items were identical. Senator Groh moved and asked unanimous consent that the first eight items be approved. No objection, so ordered.

Organized Research. Marine Science Institute. The House figure was higher than the Senate. Representative Freeman noted that the House figure includes funding for a clam study. The Committee did not adopt a figure at this time.

Senator Groh noted that the following 12 BRU's were identical (Senate and House figures were the same). Senator Groh moved and asked unanimous consent that these figures be adopted. No objection, so ordered.

Northern Region. Regional Center. Administration. Senator Ray moved and asked unanimous consent that the Senate figure for this BRU be adopted. No objection, so ordered.

Representative Warwick moved that for the rest of the University of Alaska budget where the House figure and Senate figure are the same they be adopted.

Senator Ray moved to amend this motion that where the House figure is higher it be adopted and where the Senate figure is higher it be adopted (for the rest of the University of Alaska budget). There was no objection and the amendment was adopted. The question called on the motion (as amended) there was no objection and the motion was adopted.

LEG.  
INTENT

Representative Warwick moved and asked unanimous consent that the House Intent for the University of Alaska be adopted. Senator Ray objected and then withdrew his objection.

Mr. Guthrie pointed out that accepting the House Intent includes the House funding of the student fees.

Mr. Guthrie also noted that there was an error and the University faculty benefits were not computed right. Representative Saylor stated that this amount could be found in the total just agreed upon.

Mr. Guthrie stated that the staff would take the intent (Senate or House) on whichever figure was adopted.

Recess: Senator Groh requested at recess at 9:55 a.m.

FREE CONFERENCE COMMITTEE  
HOUSE BILL NO. 465  
April 19, 1974  
9:00 a.m.

Present: All members of the Free Conference Committee were present. Also present were Messrs. Ron Lind and Myrt Charney of Budget and Management, Representative Lavell Wilson, and members of the press and the legislative finance staff.

Chairman Freeman called the meeting to order and announced that the committee would consider the Transportation budget.

TRANSPORTATION

PUBLIC WORKS

Senator Ray, noting that the House and Senate figures for Anch. Int'l the Anchorage and Fairbanks International Airports were identical, moved and asked unanimous consent that both sets of figures be accepted. No objection, so ordered.

Fbnks. Int'l  
Airport  
DEBT Mr. Warwick noted that the House and Senate figures for debt service was identical, and moved and asked unanimous consent that they be approved. No objection, so ordered.  
SERVICE

PUBLIC WORKS

Marine Mr. Saylor moved and asked unanimous consent that the Senate figures be accepted for the first four items under Marine Transportation. Mr. Warwick objected, stating that this is in effect mandating a supplemental for next year. He amended the motion to acceptance of the House figures. Senator Groh objected. Senator Ray requested a recess.

Recess: The meeting recessed at 9:10 a.m.

AFTER RECESS  
9:15 a.m.

Southeast Vessel Operations. Senator Ray moved and asked unanimous consent that a compromise figure of \$15,125,000 be accepted for Southeast Vessel Operations. Objection was heard. Senator Groh moved the following figures:

|          |           |        |
|----------|-----------|--------|
| Code 100 | 9,570,400 | House  |
| 200      | 45,000    | Senate |
| 300      | 1,600,000 | Senate |
| 400      | 3,972,000 | House  |
| 500      | 70,400    | House  |
| 700      | 5,000     | Same   |

Total 15,262,800

There being no objection, the \$15,262,800 figure was accepted.

Southeast Shore Facilities. Senator Groh moved the Senate figure for the first three codes and the House figure for the next two. Objection was heard. Motion was amended to the Senate figure for the first two codes and the House figure for the latter three. No objection, so ordered. The figure for the total is \$986,200.

Southwest Vessel Operations. Note was made of the \$50,000 which the Senate put in for the Portage-Whittier train subsidy. Staff recommendation was to include this amount in another BRU containing other subsidies. Committee decided to do so.

Mr. Warwick moved and asked unanimous consent for acceptance of the House figure for Southwest Vessel Operations. Senator Ray objected; and on vote the motion carried 5-1.

Southwest Shore Facilities. Senator Groh moved and asked unanimous consent for acceptance of the Senate figure. Mr. Warwick objected to the personal services figure. Senator Groh amended his motion to the Senate figures for all codes except personal services, and for that code, acceptance of the Governor's Allowance. No objection, so ordered.

Aleutian Island Subsidy. Senator Ray moved and asked unanimous consent for acceptance of \$110,000 for the Aleutian Island Subsidy. This includes the \$50,000 for the Portage-Whittier train subsidy. Mr. Warwick objected. On vote, motion carried, 5-1.

Advertising and Promotion. Senator Groh moved the Senate figure for Advertising and Promotion. Mr. Warwick objected. Mr. Warwick removed his objection. Senator Ray amended the motion to \$59,300. Senator Groh amended to 0. Vote was taken on Senator Groh's amendment. Motion failed, 2-4. Vote was taken on the \$59,300 figure. Motion carried.

Administration. Senator Ray moved the Senate figure. Mr. Warwick objected. Senator Ray withdrew his motion. Senator Groh moved and asked unanimous consent that the Governor's Allowance be accepted. No objection, so ordered.

Trunk and  
Secondary  
Airports

Regional Operations. Senator Ray moved the Senate figure (same as the Governor's). Mr. Warwick objected. On vote, the motion carried 5-1.

Administration. Senator Ray moved the Senate figure. Mr. Warwick objected. Mr. Warwick removed his objection and the motion carried unanimously.

Aviation  
Admin.

Planning. Mr. Warwick moved and asked unanimous consent that the Senate figure be accepted. No objection, so ordered. (See revision below.)

General Design. Mr. Warwick moved the Governor's figure. Senator Groh objected and amended the motion to \$323,000 to include \$20,000 for development of statewide airport development plan. Motion carried unanimously. However, staff recommended that that amount be placed under Planning rather than in this BRU. Committee

agreed and so \$20,000 was added to Planning, making that figure \$122,500; and General Design was left at the Governor's figure of \$303,000.

Engineering. Senator Ray moved the Senate figure for this BRU (same as Gov.'s Allowance.) No objection, so ordered.

Recess: Meeting recessed at 10:00.

AFTER RECESS  
10:20 a.m.

Administration. Mr. Warwick moved a personal services figure in Administration of \$339,300. On vote, the motion failed.

Recess: Meeting recessed at 10:25 a.m.

AFTER RECESS  
10:50 a.m.

Mr. Warwick again moved a personal services figure for Administration of \$339,300. No objection, so ordered. All other figures in this BRU are identical in both House and Senate budgets. The total of \$549,500 was accepted.

Admin.

Office of the Commissioner. Mr. Warwick moved and asked unanimous consent that the Senate's figure for personal services be accepted and the rest of the House figures be accepted. Senator Ray objected. On vote, motion carried 5-1.

Administration. Sen. Groh moved and asked unanimous consent that the Senate figure be accepted. No objection, so ordered.

HIGHWAYS  
Admin. &  
Support

Central District. Senator Ray moved and asked unanimous consent for acceptance of the Senate's figure. Mr. Warwick objected. Mr. Warwick removed his objection and the motion passed unanimously.

Interior District. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

Southeast District. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

Western District. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

Southcentral District. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. Mr. Warwick objected. He amended the motion to the Governor's figure, \$557,600, which allows for overtime. Messrs. Saylors and Groh objected. On vote, motion failed, 3-3. Mr. Saylors moved a personal services figure of \$408,000. He removed his motion. Committee decided to temporarily leave this area open.

Headquarters and Laboratory. Mr. Saylor moved and asked unanimous consent for acceptance of the following figures:

|           |              |            |
|-----------|--------------|------------|
| Code 100: | \$1,854,200  | Governor's |
| 200:      | 92,500       | Senate     |
| 300:      | 391,400      | Same       |
| 400:      | 34,300       | House      |
| 500:      | <u>6,000</u> | Senate     |
| Total     | \$2,378,400  |            |

There being no objection, it was so ordered.

Maintenance

Central District. Mr. Warwick moved a figure of \$6,877,400, broken down as follows:

|           |               |            |
|-----------|---------------|------------|
| Code 100: | \$ 2,538,900  | Governor's |
| 200:      | 40,200        | Same       |
| 300:      | 3,252,600     | Compromise |
| 400:      | 1,033,400     | Compromise |
| 500:      | <u>12,300</u> | Same       |
| Total     | 6,877,400     |            |

No objection, so ordered.

Interior. Mr. Warwick moved a figure of \$5,167.8. Senator Groh objected. He amended the motion to a total of \$5,126.5, broken down as follows:

|           |             |            |
|-----------|-------------|------------|
| Code 100: | \$ 2,050.0  | Senate     |
| 200:      | 32.2        | Same       |
| 300:      | 2,314.2     | Compromise |
| 400:      | 709.6       | Compromise |
| 500:      | <u>20.5</u> | House      |
| Total     | 5,126.5     |            |

No objection, so ordered.

Southeast. Mr. Saylor moved a Personal Services figure of \$933,400. No objection, so ordered. Senator Groh moved figures for the rest of the codes as follows:

|           |         |            |
|-----------|---------|------------|
| Code 200: | 18.0    | Same       |
| 300:      | 1,272.3 | Compromise |
| 400:      | 263.4   | Compromise |
| 500:      | 15.0    | Same       |

This brings the total Southeast figure to \$2,502.1. Senator Groh moved that figure. No objection, so ordered.

Western. Senator Groh moved the following figures:

|           |       |            |
|-----------|-------|------------|
| Code 100: | 356.6 | Senate     |
| 200:      | 5.1   | Senate     |
| 300:      | 424.0 | Compromise |

|      |            |            |
|------|------------|------------|
| 400: | 37.3       | Compromise |
| 500: | <u>6.2</u> | Same       |

Total: 827.2

Senator Ray objected. On vote, motion carried 4-2.

Southcentral. Mr. Warwick moved and asked unanimous consent that the following figures be accepted:

|           |             |            |
|-----------|-------------|------------|
| Code 100: | \$ 1,242.6  | House      |
| 200:      | 35.0        | Same       |
| 300:      | 1,481.7     | Compromise |
| 400:      | 294.0       | Compromise |
| 500:      | <u>10.4</u> | Same       |

Total: 3,063.7

Senator Ray objected. Motion carried on vote, 5-1.

Recess: Mr. Warwick moved for a recess at 11:35. No objection, so ordered.

AFTER RECESS

1:25 p. m.

Present: All members. Myrt Charney and Ron Lind, Budget and Management, and Elaine Mitchell, news reporter, were also present.

PUBLIC PROTECTION

Chairman Freeman called the meeting back to order and said the Committee would consider the Public Protection category. Dept. of Consumer Protection. The Committee could not reach an agreement on Consumer Protection. Representative Warwick moved the House figure but the motion failed 3 to 3 (Representatives Warwick and Freeman and Senator Butrovich voting in favor of the motion).

Dept. of Revenue ABC Board. After a brief discussion Senator Ray moved 228.2 and the motion carried unanimously. (Personal Services included a Records and Licensing Supervisor and Clerk Typist in Anchorage.)

Dept. of HSS Emergency Medical Services. Senator Groh moved and asked unanimous consent for the Senate figure. No objection.

Dept. of Labor OSHA. Mr. Dawson explained that the House and Senate figures were the same but the Department had requested that this amount not be changed but that they be allowed to reallocate at the lower level. Senator Groh moved and asked unanimous consent that \$1,627.3 be adopted with a breakdown as requested by the Department. Representative Warwick objected. Representative Warwick withdrew his objection and the motion carried unanimously.

Dept. of Commerce Weights & Measures. Senator Groh moved to accept the Governor's figure which would allow a Mobile Home Inspector. Representative Saylor objected. Senator Groh moved to amend his motion to accept the Governor's figure for personal services (441.3 which allows the Mobile Home Inspector) and the rest of the Senate figures (codes 200 through 500). No objection.

Banking & Securities. Senator Ray moved and asked unanimous consent to adopt the Senate figures for the rest of the Department of Commerce. Representative Freeman objected. Senator Ray withdrew his motion. Senator Ray moved and asked unanimous consent for the Senate figure for Banking & Small Loans. No objection. Senator Ray moved and asked unanimous consent for the Senate figure for Securities & Land Sales. No objection. Senator Ray moved and asked unanimous consent for the Governor's figure for Corporations. No objection. Senator Ray moved and asked unanimous consent for the Governor's figure for Administration. No objection.

Insurance. Senator Ray moved and asked unanimous consent for the Senate figures for insurance. No objection.

Public Utilities Commission. Senator Groh moved the Governor's figure (same as Senate). Representative Freeman objected.

Recess: There was a call of the House and the meeting recessed at 2:00 p.m.

AFTER RECESS  
2:40 p.m.

Public Utilities Commission. Representative Warwick moved the Governor's figure (same as Senate) and the motion carried unanimously.

Transportation Commission. Representative Warwick moved and asked unanimous consent for the Senate figure. No objection.

Occupational Licensing Boards. The Committee adopted the Senate figure. (same as the Governor's and House's figures)

Pipeline Commission. The Committee adopted the Senate figure. (same as the Governor's and House's figures)

Administration. Senator Groh moved the Senate figure. There was no objection. (Later in the meeting they reopened this BRU. Senator Groh moved and asked unanimous consent for a total of 270.1 which would allow the Information Officer. No objection.)

Dept. of  
Military  
Affairs

Civil Air Patrol. The Committee adopted the total of 98.8 (Senate, House and Governor all the same).

Alaska Disaster Office. Field Services. Senator Ray moved and asked unanimous consent for the Senate figure. No objection.

Senator Groh moved and asked unanimous consent for the Governor's figures for the following BRU's: Radiological Program; Warning Program, City Participation; General; Fiscal, Planning; & Flood Control. (NOTE: The Senate's figures were the same as the Governor's.) Representative Saylors objected. The motion carried 5 to 1 (Representative Saylors voting no).

Alaska National Guard. Senator Groh moved and asked unanimous consent for the Senate figures for Army & Air Administration and Operations & Training (same as the Governor's). No objection.

Alaska National Guard. Facilities & Fiscal. Representative Saylors moved the House figure of 61.4. Senator Ray moved to amend this motion to 62.4 with the additional 1.0 to be in equipment, code 500. The amendment and motion carried unanimously.

Alaska National Guard. Executive Administration. Senator Butrovich moved the House figure. Senator Ray objected. The motion carried 4 to 2 (Representative Saylors and Senator Ray voting no.).

Alaska National Guard. State Armories. Senator Ray moved and asked unanimous consent for the Senate figure. No objection. The Committee also adopted 415.7 for Federal Armories (House, Senate and Governor all the same).

Alaska National Guard. Army and Air Training. The Committee adopted the Governor's figure on this BRU. The Committee also adopted the Governor's figure on Recruitment & Retention. Senator Groh noted that the Committee allowed the four new positions for Army and Air Training. There was no objection.

Alaska National Guard. Organized Militia Benefits. Representative Saylors moved the House figure (same as the Governor's). No objection.

Dept. of Agricultural Inspection. Representative Warwick moved the Natural Senate figure for Plant Industry. No objection. Senator Resources Ray moved the Senate figure for Animal Industry. No objection.

Dept. of Fire Safety. Senator Ray moved the Governor's figure. Public Representative Saylors objected. Senator Ray moved the Senate Safety figure. Representative Saylors objected. Senator Butrovich moved the Senate figure. Representative Saylors objected. Senator Ray moved the Governor's figure and the motion carried 4 to 2 (Representative Saylors and Senator Groh voting no).

Traffic Safety. Senator Groh moved the Senate figure for personal services and the House figures for the rest of the codes. Senator Ray objected. He did not agree with the House figure on contractual services, code 300. Senator Groh moved the Senate total figure of 411.6 and the motion carried unanimously.

Traffic Safety. Representative Saylors moved the House figure of -0- for License Suspension Hearings. Senator Ray objected and the motion failed 4 to 2 (Representatives Saylors, Freeman and Warwick and Senator Groh voting yes). This was left open at this time. (NOTE: Later in the meeting Senator Groh moved for the Senate figure on this BRU and the motion carried unanimously.)

Traffic Safety. Senator Groh moved the Senate figure for Project Coordination. No objection. The Committee adopted the total of 336.0 for Traffic Safety Projects (Governor's, House and Senate the same).

State      The Committee adopted 75.4 for Debt Service (Governor's,  
Bond      House and Senate the same).  
Committee

Recess:    The meeting recessed at 3:20 p.m.

AFTER RECESS  
3:25 p.m.

Dept.      The Committee discussed the Consumer Protection BRU which  
of      had been left open. Senator Groh moved a total of 157.0  
Law      which allowed 131.6 for personal services (allowed an  
Associate Attorney and Legal Secretary for Fairbanks).  
There was no objection.

Recess:    The meeting recessed at 3:30 p.m.

FREE CONFERENCE COMMITTEE

April 19, 1974

3:45 p.m.

Present: All members. Myrton R. Charney and Ron Lind, Budget and Management; Dr. Josh Wright; Joe LaRocca, news reporter; Mary Pat Murphy, Associated Press.

ADMINISTRATION OF JUSTICE:

Chairman Freeman called the meeting to order and stated that the committee will begin consideration of the Administration of Justice budget category.

Public Defender, First Judicial District. Rep. Warwick moved for adoption of the Senate Personal Services figure, with the remaining House figures. Senator Ray objected to the personal services figure. Rep. Warwick's motion for the personal services figure was adopted. Senate figure for travel accepted, \$15.3 for contractual; Senate figure for commodities. Total budget of \$107.7.

Public Defender, Second Judicial District. Rep. Saylors moved for the Senate figures for personal services and contractual. There being no objection, it was so ordered. House figure accepted for contractual. Commodities set at .6, for a total budget of \$67.0.

4:00 p.m. There was a call of the House so the meeting recessed until 4:25 p.m.

Joe LaRocca arrived at the meeting.

Public Defender, Third Judicial District. Rep. Saylors moved for the House personal services figure plus the 4%. Senator Groh objected. Rep. Saylors moved \$422.5 for personal services. Chairman Freeman objected. No one voted in favor of the motion.

Senator Groh moved that we allow one Attorney IV, one Attorney III and a Secretary. (Delete the investigator) Amendment by Warwick: Amend to include the investigator. The matter was discussed and Rep. Warwick withdrew his amendment.

Dr. Wright entered the meeting.

Senator Groh moved that we establish personal services at \$378.6. Representative Saylors objected, as he felt it was too low. After discussion, Rep. Saylors withdrew his objection, and Senator Groh's motion was adopted.

Rep. Saylors moved to accept the house figure for travel. There was no objection.

Mary Pat Murphy entered the meeting.

Senator Ray moved \$125.0 for contractual. There was no objection.

Senator Ray moved \$5.5 for commodities. The motion was adopted.

Upon Senator Ray's motion, Equipment was set at \$2500.

Public Defender, Fourth Judicial District. Rep. Saylors moved the House figure for Contractual. The motion was adopted.

Rep. Warwick moved that personal services be set at \$198.9. This will allow for two Bethel people, plus the Fairbanks position. The motion was adopted.

Rep. Warwick moved the Senate figure for travel, and then amended his motion to accept the House figure of \$7500. The motion was adopted (\$7500).

Rep. Warwick moved the Senate figure for commodities. The motion was adopted.

Rep. Warwick moved \$2,000 for equipment. The motion was adopted.

Senator Ray objected to the contractual figure, as the Intern was not included. Rep. Warwick also objected.

Public Defender, Admin. & Support. Rep. Warwick moved and asked unanimous consent that the Governor's figure be accepted for personal services, and the Senate figure for the other items. There being no objection, it was so ordered.

Human Rights Commission. Senator Butrovich moved for the Senate figures. Rep. Freeman objected. Rep. Saylors stated that the House allowed the Clerk Typist III in Fairbanks. Senator Butrovich withdrew his objection. Budget Analyst Milt Barker stated that he has a letter from the Governor dated March 29, 1974, which would allow the Clerk Typist II and set personal services at \$115.0.

5:00 p.m. Senator Ray requested a 10 minute recess. There being no objection, the meeting recessed and reconvened at 5:14 p.m.

Senator Groh moved and asked unanimous consent that the Governor's figures be accepted for the Human Rights Commission. There was no objection. Total budget \$198.5.

Criminal Justice Planning. (Grants) All figures identical. Set at \$1,504.0.

Criminal Justice Planning. All figures identical. Set at \$336.6.

Prosecution, First Judicial Dist. Senator Ray moved for the Senate figures. Rep. Warwick objected; however, upon a discussion, removed his objection. Senate figure accepted.

Prosecution, Second Judicial Dist. Upon Rep. Warwick's motion, Governor's figure adopted.

Prosecution, Third Judicial Dist. Rep. Saylor moved for the House figure for contractual. Senator Ray moved for the Senate figure. Representatives Warwick and Saylor objected. Senator Groh moved for the Senate figure on personal services, the House figure on travel, and the remaining items. A compromise was reached which allowed the Senate figure for personal services, and contractual, and the House figures for travel, commodities and equipment, for a total budget of \$775.5.

Senator Ray and Rep. Saylor both objected to the total amount.

Prosecution, Fourth Judicial District. Senator Groh moved for the Senate figure. The motion was adopted.

Reformation of Offenders, Adult Confinement. Rep. Warwick moved for the Senate figures. The motion was adopted.

Reformation of Offenders-Anchorage State Jail. Rep. Saylor explained that the House committee felt the state jail should be shut down because of the opening of the new Eagle River facility. The \$75.0 House figure represents allowing only the administrative function. The Senate figure would allow continued operation of the State jail.

Rep. Saylor moved for the House figure of \$75.0. Senator Ray objected. The motion failed, with Reps. Saylor, Warwick and Freeman voting in favor of it. Senator Groh suggested that we pass this over and get back to it when we get more information from the Division of Corrections concerning their recommendation on whether or not to keep it open. His suggestion was accepted.

Reformation of Offenders, SERCI. Rep. Warwick moved for the Senate figure. The motion was adopted.

Reformation of Offenders, NRCI. Senator Ray moved for the Senate figure. The motion was adopted without objection.

Reformation of Offenders, Ketchikan State jail. Senator Ray moved for the Senate figure. Senator Groh made some comments on this, saying that it cost a lot of money to run this facility for a very small population. He then withdrew his objection, and the Senate figure was adopted.

Reformation of Offenders, Anchorage City jail. Rep. Warwick moved for the Senate figure. The motion was adopted.

Reformation of Offenders, Eagle River-SCRI. Senator Ray moved for the Senate figure. Objection was heard. Senator Ray moved for a total budget of \$998.0. Rep. Freeman objected, as he felt it was too high. Senator Ray moved for \$969.0 (Senate figure). This will allow 46 positions. The motion was adopted, without further objection.

Reformation of Offenders, Local Facilities. Senator Ray moved for the Senate figure. Representatives Freeman and Warwick objected. Rep. Warwick moved for the House figure. Senator Groh moved to set contractual at \$395.0. A compromise was reached to take the Senate figure on personal services, the House figure for travel and commodities, set contractual at \$395.0 and equipment at 0. Grants, Claims, are \$2.5. Senator Ray objected because he felt that we set the commodities line item too low.

Reformation of Offenders, Out-of-State Contractual Services. Representative Warwick moved for the House figure. Senator Ray objected. This item was discussed, as there was some confusion as to the number of prisoners. Rep. Saylor said the House figure is based on 31 prisoners, at \$17.50 per day, 365 days a year. Ron Lind said the budget request was based on 55. At Senator Ray's request, this BRU was passed up until accurate information on number of prisoners could be obtained.

Reformation of Offenders, McLaughlin Youth Center. Rep. Warwick moved for the Senate figure. Senator Ray objected. He felt the Governor's figure is the best one. Senator Ray moved for the Governor's figure, and upon a brief discussion, withdrew his motion. The Senate figure was adopted.

Adjourn

The committee adjourned for the day at 6:00 p.m.

FREE CONFERENCE COMMITTEE

April 20, 1974

9:10 a. m.

Present: All members. Myrt Charney and Ron Lind, Budget and Management, were also present.

ADMINISTRATION OF JUSTICE

Chairman Freeman called the meeting to order and said the committee would continue the Administration of Justice budget category.

Dept. of Health & Social Services Juvenile Confinement. Local Facilities. Mr. Lind stated that the Governor's request is underfunded. The revised request would be \$1,018.0 (the budget reflected \$830.1 for the Governor's request). The Committee discussed the level of care that the State should provide. Senator Groh moved the House figure. No objection.

Juvenile Confinement. Out-of-State Institutions. Senator Groh moved and asked unanimous consent for the House figure. No objection.

Adult Rehabilitation. Adult Camp. Representative Warwick moved and asked unanimous consent for the Senate figure. No objection.

Adult Rehabilitation. Anchorage State Jail. No decision could be reached and this BRU was left open.

Adult Rehabilitation. SERCI - Juneau. Representative Warwick moved and asked unanimous consent for the Senate figure. No objection.

Adult Rehabilitation. The Committee adopted the Senate figures for NRCI - Fairbanks, Ketchikan State Jail and SCRI - Eagle River.

Adult Rehabilitation. Anchorage City Jail. After a brief discussion, Representative Saylor moved the Senate figures for all codes but contractual services. Contractual Services was set at 58.1 for a total of 120.1. All members but Senator Ray voted in favor of this motion.

McLaughlin Youth Center. Representative Saylor moved the Senate figure of 470.1. No objection.

Probation & Parole. First Judicial District. Representative Saylor moved and asked unanimous consent for the Senate figure. No objection.

Probation and Parole. The Committee adopted the House figure for Second Judicial District.

Probation and Parole. Third Judicial District. Senator Ray moved the Senate figure. Representative Warwick objected saying if they allowed two new positions they would have to use the Governor's figure for personal services. Representative Saylor moved 551.9 for personal services (Governor's figure); 10.0 for travel (Senate figure); 89.6 for contractual services (Governor's figure); 5.0 for commodities (Senate figure); and 1.9 for equipment (Governor's figure) for a total of 658.4. The motion carried unanimously.

Probation and Parole. Fourth Judicial District. Representative Saylor moved the Senate figure. No objection.

LEG.  
INTENT

Administration/Corrections. The Committee adopted the Senate figure. Senator Ray moved for legislation intent that they allow only \$1.0 for travel outside for convention meetings. No objection.

Parole Board. The Committee adopted the Senate figure.

Violent Crimes Compensation. Senator Groh moved the House figure. Senator Ray objected. The motion carried 5 to 1 (Senator Ray voting no).

Dept.  
of  
Labor

Wage & Hour. A discussion followed on the personal services figure. Mr. Charney noted that an error had been made and the Senate's figure is correct according to the current personal services in the agency. Representative Saylor moved 127.4 for personal services. Representative Saylor withdrew his motion. Senator Groh moved the Senate figure and Representative Warwick objected. No vote was taken and the BRU remained open.

Recess: The meeting recessed at 9:50 a.m.

AFTER RECESS

1:25 P. M.

Present: All members. Myrton R. Charney, Director; Ronald B. Lind, Deputy Director, Division of Budget & Management.

ADMIN. OF  
JUSTICE

Representative Freeman called the meeting to order to continue closing the ADMINISTRATION OF JUSTICE program category.

Referring to Department of Labor, Wage & Hour, Rep. Warwick removed his objection. Sen. Ray objected, as he had a letter from the Department of Labor requesting a revision in their budget. After discussion, Sen. Groh moved and asked unanimous consent to adopt the Senate figures, with the exception of 55.9 for Contractual Services. No objection, so ordered.

Rep. Warwick moved the House figures with the exception of 124.8 for Personal Services. Sen. Ray objected. Sen. Groh moved the Senate figures. Rep. Freeman objected.

The meeting adjourned at 2:00 P.M.

FREE CONFERENCE COMMITTEE  
HOUSE BILL NO. 465  
April 21, 1974  
9:05 a.m.

Present: All members were present. Also present was Representative Lavell Wilson and members of the press.

Chairman Freeman called the meeting to order.

ADMIN. OF JUSTICE Returning to the Administration of Justice category, under the Department of Labor, Workmen's Compensation, the following figures were moved:

LABOR

|           |          |                                     |
|-----------|----------|-------------------------------------|
| Code 100: | \$ 124.8 | (No new positions)                  |
| 200:      | 28.3     | House                               |
| 300:      | 59.0     | Governor                            |
| 400:      | 6.6      | Senate                              |
| 500:      | 1.0      | Compromise (since no new positions) |
| Total:    | 219.7    |                                     |

There being no objection, it was so ordered.

PUBLIC SAFETY

Under the Department of Public Safety, Prevention of Crime, Senator Ray moved the Senate figure (same as the Governor's). No objection, so ordered.

Enforcement Enforcement. Detachments and CIB. Senator Ray moved the following figures:

|           |            |            |
|-----------|------------|------------|
| Code 100: | \$ 3,500.0 | Compromise |
| 200:      | 242.0      | Compromise |
| 300:      | 968.5      | House      |
| 400:      | 40.0       | Senate     |
| 500:      | 80.0       | Senate     |
| Total:    | 4,830.5    |            |

INTENT

There being no objection, it was so ordered. Committee agreed on LEGISLATIVE INTENT that they have the money for their cars and for transporting of prisoners out of this amount.

Division Headquarters. Mr. Warwick moved and asked unanimous consent that the Governor's figure be accepted for Personal Services (\$197.1) and the remainder of the Senate figures be accepted. There being no objection, it was so ordered. (\$396.6)

Narcotics. Mr. Saylor moved and asked unanimous consent for acceptance of the House figure (same as Governor's). No objection, so ordered.

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Judicial Services

Mr. Warwick moved and asked unanimous consent that the Governor's figure be accepted for Personal Services (\$495.2) and that the House figures be accepted for the other codes, making a total of \$610.9. No objection, so ordered.

Admin. Services

Records and Identification. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure (same as Governor's). No objection, so ordered.

Laboratory Services. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure (same as Governor's). No objection, so ordered.

Central Communications. Senator Ray moved and asked unanimous consent for acceptance of the Governor's figure. No objection, so ordered.

Housing Program. Senator Ray moved and asked unanimous consent for acceptance of the Governor's figure. No objection, so ordered.

Office of the Commissioner. Mr. Freeman moved and asked unanimous consent for acceptance of the House figure (same as the Governor's). No objection, so ordered.

Research and Planning. Mr. Saylor moved and asked unanimous consent for acceptance of the Senate figure. Senator Ray objected. Motion carried.

Training. Mr. Saylor moved the House figure. Senator Ray objected. Mr. Warwick moved the maintenance figure. Senator Ray objected. Mr. Warwick moved the following figures:

|           |            |                                |
|-----------|------------|--------------------------------|
| Code 100: | \$ 197,600 | Compromise - includes sergeant |
| 200:      | 10,000     | House                          |
| 300:      | 47,000     | "                              |
| 400:      | 15,200     | "                              |
| 500:      | 20,000     | "                              |

Total: 289,800

LEG. INTENT

Motion carried. There is to be LEGISLATIVE INTENT that the sergeant be funded but not the maintenance position.

ALASKA COURT SYSTEM

Supreme Court. Senator Butrovich moved the House figure. Senator Ray objected. On vote, motion failed 2-4. Senator Ray moved the Senate figure. Mr. Warwick objected. Mr. Warwick removed his objection and there being no further objection, it was so ordered.

District and Superior Courts. It was noted that this is where the Conflict of Interest monies taken out of the Public Defender's Office should be put in.

There was a recess at 9:45 a.m.

AFTER RECESS  
9:50 a.m.

Senator Ray moved and asked unanimous consent that the figure \$8,112.4 be accepted for District and Superior Courts. There was discussion on whether or not salary increases should be added in, with the decision being made that they would be taken care of with the rest of the state employees' increase. The figure Senator Ray moved is the Senate figure plus \$140,000. There being no objection to the motion, it carried unanimously. There is LEGISLATIVE INTENT that out of this amount there is \$140,000 for Conflict of Interest.

LEGISLATIVE  
INTENT

**Administration.** Mr. Warwick moved the following figures:

|           |          |        |
|-----------|----------|--------|
| Code 100: | \$ 798.9 | House  |
| 200:      | 57.0     | House  |
| 300:      | 230.7    | Senate |
| 400:      | 275.7    | House  |
| 500:      | 10.0     | Senate |

Senator Ray amended Code 400 to \$245.0, the decrease to be taken from Libraries. Senator Groh further amended the motion to include \$20,000 in Code 800 (Miscellaneous) for the Commission on Judicial Qualifications. The amended figure was \$1361.6. There being no objection, the figure was unanimously accepted. There is LEGISLATIVE INTENT that consideration be given to funding half of the request for bar disciplinary action monies out of this budget.

LEGISLATIVE  
INTENT

**Judicial Council.** Mr. Warwick moved and asked unanimous consent for acceptance of the House figure. No objection, so ordered.

H&SS  
Adult  
Confinement

Going back to the open areas of the category, for the Anchorage State Jail Senator Ray moved the Senate figure. Mr. Warwick objected. Senator Butrovich moved the Senate figure with the exception of Code 400, which he moved be reduced to \$20,000. Senator Ray objected, but on vote the motion carried. The total figure is \$99.7 thousand.

**Out-of-State.** It was explained that the budget for these contractual services was based on 55 persons. The Senate prepared its budget based on 40, and the House based its on 31. Presently there are 38 persons out of state. Senator Ray moved the Senate figure. Mr. Freeman objected, noting that they have said that they are bringing back 4 or 5 people. Mr. Warwick moved and asked unanimous consent that the figure \$217,200 be accepted, which is based on 35 people. There being no objection, it was so ordered.

Adult  
Rehab.

In Adult Rehabilitation, Anchorage State Jail, Mr. Warwick moved the House figure. Senator Ray objected. On vote, motion carried 5-1.

There was a recess at 10:10 a.m.

AFTER RECESS

10:20 a.m.

Chairman Freeman announced that he and Senator Groh had agreed to turn to Natural Resources next, as long as there was no objection from the Committee.

NATURAL RESOURCES

MNGMNT.

OFFICE OF  
GOVERNOR

Fisheries  
Commissions

Senator Groh moved the Senate figure for the first five BRU's. Mr. Warwick objected. He asked about the reasons for the Senate's decreases in Personal Services. Senator Ray said that they deleted overtime and made arbitrary salary adjustments.

Limited Entry. Mr. Warwick moved the Governor's figure for Code 100 and the House figures for the remaining codes. Senator Ray objected to the House travel figure. Mr. Warwick amended his motion to the Senate figure for Code 200. Senator Ray asked the justification for giving the overtime. Mr. Lind mentioned that according to recent federal legislation, employees will no longer be given comp time instead of overtime pay. That option will not be available to the state. Senator Ray moved and asked unanimous consent for acceptance of the following figures:

|           |       |                        |
|-----------|-------|------------------------|
| Code 100: | 454.4 | (Deletion of overtime) |
| 200:      | 40.0  | Senate                 |
| 300:      | 187.6 | House                  |
| 400:      | 10.5  | House                  |
| 500:      | .9    | Same                   |

Total: 706.4

No objection, so ordered.

International North Pacific. Mr. Saylors moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered. (Same as Governor's).

International Fisheries. Mr. Warwick moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

Pacific Marine Fisheries. Mr. Warwick moved and asked unanimous acceptance of the Senate figure (same as Governor's). No objection, so ordered.

Athletic  
Commission

Mr. Warwick moved and asked unanimous consent for acceptance of the 17.3 thousand figure, which is the figure for both committees. No objection, so ordered.

Land Mngmnt.

Senator Ray moved the Senate figures for all BRUs under Land Management. No objection, so ordered.

Water Mngmnt.

Mr. Warwick moved the Senate figure. No objection, so ordered.

Cadastral Eng.

Senator Groh moved the Senate figure. No objection, so ordered.

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Admin./ Senator Groh moved the Senate figure. No objection, so  
Land & Water ordered.

Geophysical Mr. Freeman moved the House figure. No objection, so ordered.

Hard Geologic Investigations. Senator Groh moved the Senate figure.  
Minerals No objection, so ordered.

Senator Ray moved the Senate figures for the remainder of Hard Minerals. There being no objection, it was so ordered.

Oil and Regulation. Mr. Warwick moved the Senate figure. No objection,  
Gas so ordered.

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

Fire Prot. Committee could not come to agreement and left this BRU open  
& Suppression until they had further information.

Forest Mngt. Senator Ray moved the Senate figures for all the BRU's under  
Forest Management. No objection, so ordered.

Conserv. Senator Ray moved the Senate figure. No objection, so ordered.  
Action Corps

Parks and Senator Ray moved the Senate figure. Mr. Warwick objection; then  
creation removed his objection. There being no further objection, it was so ordered. (This covers Planning, Recreational Traffic, Facility Design, Historic Preservation and Administration.)

Parks & Rec. Senator Ray moved the Senate figure for all of the Parks and  
Districts Recreation Districts. No objection, so ordered.

Land Use Planning Unit. Senator Groh moved the Governor's figure. Senator  
Planning Ray and Mr. Warwick objected. Mr. Saylors moved the House figure. Senator Groh objected. Senator Ray again moved the Governor's figure. Motion carried.

State-Federal Commission. Senator Groh Moved the figure \$500,000. He said that this is the Governor's revised recommendation. Senator Ray objected. He said that the program operation has decreased 25%. Senator Butrovich amended the motion to \$475,000. Objection was heard and on vote, motion failed. The main motion was voted on and carried, 4-2, Senator Butrovich and Mr. Warwick objected.

Office of Senator Ray moved and asked unanimous consent for acceptance of  
Commissioner the Senate figure (same as Governor's). No objection, so ordered.

DEPT. OF Mr. Warwick moved the House figure for Research. Senators Groh  
FISH & GAME and Ray objected.

Commercial  
fish The committee took a brief recess at 11:05 a.m.

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AFTER RECESS  
11:10 a.m.

Senator Ray moved the Senate figure for Research. Mr. Warwick objected.

The committee was unable to reach agreement on the three BRU's under Commercial Fish and decided to leave them open at this time.

Game

Investigations/Research. Senator Ray moved the Senate figure. Mr. Warwick objected. Mr. Warwick removed his objection and there being no further objection, it was so ordered.

Hunter Safety. Mr. Warwick moved the House figure. Senator Groh objected. Senator Groh removed his objection, and there being no further objection, it was so ordered.

Administration. The \$186,000 figure was accepted, as it is the same in both committee budgets.

Sport Fish

Research. Senator Butrovich moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

There being no differences between House and Senate figures on the remainder of the BRU's under Sport Fish, Mr. Saylor moved for acceptance of the three figures. No objection, so ordered.

Fish  
Hatcheries

Kitoi Bay. Senator Butrovich moved the Senate figure. No objection, so ordered.

Fire Lake/Ft. Richardson. Mr. Saylor moved the Governor's figure. Senator Ray objected. Motion carried.

Crystal Lake. Senator Butrovich moved the House figure. Objection was heard. Senator Ray moved the Governor's figure. No objection, so ordered.

Administration. Senator Ray moved the Governor's figure. Mr. Freeman objected. Senator Butrovich moved the House figure. Senator Ray objected. Mr. Saylor moved the Senate figure. No objection, so ordered.

FRED

Anadromous. Several motions were made and failed. Finally, Mr. Warwick moved the Governor's figure for personal services and the rest of the codes the Senate figures. Motion carried. A motion was made to accept House intent in this BRU but on vote, motion failed 3-3.

Economic Development. Mr. Warwick moved the Senate figure. No objection, so ordered.

Administration. Senator Ray moved the Senate figure. Mr. Freeman objected. Mr. Warwick moved \$100,000 for Personal Services and the remainder the House figures. Senator Ray objected. Motion failed. Mr. Warwick explained that in that Code 100 figure, he had taken the Governor's figure and backed out the two new positions. Motion was renewed and carried, Senator Ray objecting.

min.

Board of Fish and Game. Mr. Warwick moved the Governor's figure (Same as Senate). No objection, so ordered.

Office of the Commissioner. Mr. Warwick moved a Personal Services figure of \$104,700 (House figure plus return of the 4%) and the rest House figures, for a total of \$124.0 thousand. Senator Ray objected. Motion carried.

Information and Education. Senator Groh moved the Senate figure. No objection, so ordered.

Administrative Services. Senator Ray moved the Senate figure. Objection was heard. Senator Groh amended to \$1147.5 which includes \$15,000 for the Fairbanks Zoo plus the Senate figure. Vessels. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

ADEC  
Pipeline  
Impact

The first of the Pipeline Impact BRU's (element untitled) was funded by the Governor at \$98.9, which is the Senate figure. Senator Ray moved that figure. No objection, so ordered.

LEG. INTENT

Senator Ray moved the Senate figure for the next BRU, along with LEGISLATIVE INTENT that should federal money be available that it be used instead of general fund. No objection, so ordered.

Senator Groh moved the Senate figure for the next BRU. No objection, so ordered.

Senator Groh moved the Senate figure for the final BRU under Pipeline Impact. No objection, so ordered.

PUBLIC  
SAFETY  
Protect.

Enforcement. Mr. Warwick moved the Governor's figure. No objection, so ordered.

Directors Office. Senator Groh moved the Governor's figure. Messrs. Saylors and Warwick objected. Committee did not come to agreement and decided to leave this BRU open.

Aircraft. Senator Ray moved the Senate figure. Mr. Freeman objected. Mr. Freeman removed his objection and there being no further objection, it was so ordered.

ENVIRON.  
CONSERV.  
Quality  
Control

Water. Mr. Warwick moved \$117.7 in Personal Services and the rest of the figures House. Senator Ray objected. He felt this would jeopardize federal funds. Senator Butrovich moved the Senate figure. Mr. Freeman objected. Committee decided to leave this BRU open.

Senator Ray moved for recess at 11:50. No objection, so ordered.

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AFTER RECESS  
April 21, 1974  
1:10 p.m.

Present: Senators Groh, Butrovich, Ray; Representatives Freeman, Warwick, Saylors. Members of the staff, J. H. Hogan, Bob Grogan, Kent Dawson.

Also present were: Rep. L. Wilson, Rep. Chuck Degnan; Myrt Charney, Director, Budget & Management; Ron Lind, Deputy Director, Budget & Management; Bill Miles, Assistant to Senator Groh; Members of the press Mary Pat Murphy, Andy Williams.

Present to testify was Mr. Mark Jenson (entering the meeting at 1:30), Guide Licensing Control Board.

NAT. RES. The meeting was called to order by Representative Freeman,  
MGMT. & Chairman. The Free Conference Committee considered the  
ENV. CONS. budget program category Natural Resource Management & Environmental Conservation.

Dept. of Quality Control, Air Quality. Senator Groh moved to adopt  
Environ. the Governor's figures. Representative Warwick moved to  
Conserv. amend Senator Groh's motion to add \$25,000 for grants.  
Senator Ray objected, the question was called for, and the  
motion to accept the Governor's figures with an additional  
\$25,000 for grants carried 5:1 (Senator Ray being the  
opposing vote).

Quality Control, Solid Waste. Senator Ray moved the Senate  
figures (identical to Governor's figures); no objection, so  
ordered.

Quality Control, Pesticides. Senator Ray moved the Senate  
figures (identical to Governor's figures); no objection, so  
ordered.

Quality Control, Radiation. Senator Ray moved the Senate  
version (identical to House version, i.e. zeroed out); no  
objection, so ordered.

Quality Control, Plan Review. Senator Ray moved the Senate  
figures (identical to Governor's figures); no objection, so  
ordered.

Quality Control, Village Safe Water. Senator Ray moved the  
Senate figures (identical to Governor's figures); no objection,  
so ordered.

Quality Control, Administration and Support. Senator Ray moved  
the Senate figures (identical to Governor's); no objection, so  
ordered.

Coastal Zone Management, Estuarine & Inland Waters. Senator

Butrovich moved the Senate figure; no objection, so ordered.

Land Use & Urban Development. Senator Ray moved the Senate figure; no objection, so ordered.

Permafrost & Soils Engineering, Pipeline Engineering and Monitoring. Senator Ray moved the Senate figures (identical to House and Governor's figures).

Mr. Charney told the Committee that the Governor's Budget Review Committee had mistakenly placed the total figure of \$91.4 under Program Receipts. The Department of Administration thought that Alyeska would pay the cost of the position requested; however, Mr. Chuck Champion had been transferred to a Coordinator position with the pipeline. The State must therefore pay the cost in this BRU, and the Department of Environmental Conservation had so requested that the \$91.4 figure be transferred from Program Receipts to General Fund.

Senator Groh then moved and asked unanimous consent that the \$91.4 be put under General Fund; there being no objection, it was so ordered. The total figure of \$91.4 was accepted by the Committee.

Terrestrial Ecology, Environmental Engineering. Senator Groh moved the House version (identical to Senate version, i.e. zeroed out); no objection, so ordered.

Administration & Support, Office of the Commissioner. Senator Groh moved the Senate figures. Representative Freeman objected. Representative Freeman withdrew his objection, and the Senate figure was accepted by the Committee.

Administration and Support, Advisory Board. Senator Ray moved the Senate figures (identical to Governor's figures); no objection, so ordered.

Administration and Support, Southeast Region. Senator Ray moved the Senate figures (identical to Governor's figures); no objection, so ordered.

Administration and Support, Southcentral and Administration and Support, Northern Region. Senator Groh moved the Senate figures on both BRU's (identical to Governor's figures); no objection, so ordered.

Administration and Support, Administration. Senator Ray moved the House figures; no objection, so ordered.

Administration and Support, Prince William Sound Region. Senator Ray moved the House version (identical to Governor's and Senate versions, i.e. zeroed out); no objection, so ordered.

Debt  
Service

Debt Service, Fish Hatcheries. Senator Ray moved the House figure (identical to Senate and Governor's figures); no objection, so ordered.

All Senate, House and Governor's figures being the same under Debt Service, Water and Sewer and Debt Service, Parks and Recreation, those figures were accepted by the Committee.

Dept. Nat. Resources Forest Management, Fire Protection and Suppression. Senator Ray moved the Senate figure; no objection, so ordered.

Dept. Fish and Game The following BRU's were deferred for consideration at a later time: (Fish & Game Resources) Commercial Fish Research, Management, Administration and Support.

Dept. Publ. Safety Fish & Game Resources, Protection, Director's Office. Representative Saylor moved the House figure (included Liaison Officer for Guide Licensing Control Board). Senator Ray objected. The Committee decided to defer this BRU until such time as a representative from the Board could appear to testify on the position requested. (See Mr. Jensen's testimony below.)

Dept. Env. Conserv. Environmental Conservation, Quality Control, Water Quality. Senator Ray moved the Senate figures (identical to Governor's figures). Representatives Warwick and Freeman objected for the purpose of discussion regarding the status of the positions requested.

Mr. Charney told the Committee that the Engineering position had been filled; the Hydrologist position will be filled shortly (a person is "enroute").

Representatives Warwick and Freeman withdrew their objections. There being no further objection to Senator Ray's motion to adopt the Senate figures, it was so ordered.

Dept. Publ. Safety Mr. Mark Jensen, Guide Licensing Control Board, appeared before the Committee to testify on the need for the Liaison Officer requested under Fish & Game Resources, Protection, Director's Office.

Mr. Jensen explained that under the former law, the Department of Fish and Game staff in Anchorage, Juneau, and Fairbanks, handled all correspondence and programs of the Guide Licensing Control Board. The new act, however, gives greater authority to the Board, which sits as a "jury" for all violations, gives examinations, and makes new regulations. The Board found itself without a proper staff. They currently have 18 violation cases as backlog; the workload is much larger than anticipated, and they wish to have a position (Liaison Officer) to keep on top of the situation.

Mr. Jensen said the Board considered having the Department of Fish and Game handling this once again, but Commissioner Brooks said that "he must sit as Commissioner and have veto power over the programs". The Board did not feel this to be a proper approach. Mr. Jensen said the Board then contacted the Department of Public Safety which was concerned over the amount of time spent by their own personnel in handling the Board's correspondence and programs. The Liaison Officer is therefore

requested to act as a liaison between the Department of Public Safety and the Board; the position would actually be a staff member of the Board, carrying on the program as board members change.

Representative Freeman, Chairman, thanked Mr. Jenson for appearing before the Committee. Mr. Jenson left the meeting.

Representative Freeman then asked Senator Groh if the Senate conferees wished to consider the program category Development at this time.

Senator Groh requested that the Committee recess at this time for a short period; no objection.

AFTER RECESS  
April 21, 1974  
1:35 p.m.

The meeting was called back to order.

HEALTH The Senate conferees requested that the Free Conference Committee consider the program category Health; no objection.

Dept. Public Health, Public Health Nursing, Rural Nursing Services.  
Health & Senator Ray moved the Senate figures. Representative Warwick  
Oc. Svcs. objected for the purpose of discussion regarding the number  
of positions involved. The total number of positions were  
43 Permanent full-time and 13 Permanent part-time. Representative Warwick removed his objection. There being no  
further objection to Senator Ray's motion to adopt the  
Senate figures, it was so ordered.

General Nursing Services. Representative Saylor moved the  
Senate figure.

Representative Warwick told the other conferees that the House had deleted the Clerk Typist position which had been vacant since 1971 (PCN 1127). Mr. Lind told the Committee that the Department of Health and Social Services claims that an error has been made; PCN 1127 is not vacant and has never been in the past.

Representative Warwick asked why there was such a difference between the Governor's and Senate's Personal Services figures. Senator Ray replied that the department had over-expended its allocation by \$29,000 in Personal Services. To get to the level the agency wants, the Governor's figure should be accepted.

Representative Warwick removed his objection and said he wished to amend Senator Ray's motion to include the Governor's personal services figure of \$755,100 and adopt the remaining Senate figures.

Senator Ray then amended that motion as follows: adopt the

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Governor's Personal Services figure and Equipment figure and adopt the Senate figures for the remaining line items; the total, therefore, would be \$874.2; no objection so ordered.

Home Health Service. Representative Warwick moved the Governor's figures (identical to House and Senate figures); no objection, so ordered.

Administration & Support (Public Health Nursing). Senator Groh moved the Senate figures (identical to Governor's figures); no objection, so ordered.

Public Health, Prevention and Treatment of Disease, Tuberculosis Control. Representative Warwick moved the House figure. Senator Ray objected.

Representative Warwick said the House cut commodities, and allowed a 5% increase over last year. Senator Ray said he felt the House figure to be "incorrect".

Representative Warwick' motion to adopt the House figure for this BRU carried 5:1 (Senator Ray opposed).

Prevention and Treatment of Disease, Community Health. Representative Saylor moved the Governor's figures (identical to the Senate figures); no objection, so ordered.

Prevention & Treatment of Disease, Early Screening. Governor's, House, and Senate figures all being identical, the Committee unanimously adopted the \$238,000 figure.

Prevention and Treatment of Disease, Environmental Health, Sanitation (Gen'l) Senator Ray moved the Senate figure; Representative Warwick objected for the purpose of discussion and then withdrew his objection; there being no further objection to Senator Ray's motion to adopt the Senate figures, it was so ordered.

Prevention and Treatment of Disease, Environmental Health, Seafood Sanitation. Representative Saylor moved the Senate figure; no objection, so ordered.

Prevention and Treatment of Disease, Early Screening. Representative Saylor moved the Senate figure (Governor's and House figures identical); no objection so ordered.

Children and Family Health Service, Family Planning. Representative Saylor moved the Senate figures (Governor's and House figures identical); no objection, so ordered.

Children & Family Health Service, Maternal & Child Care. Representative Saylor moved the House figure. Senator Ray objected and said he questioned the reductions in this BRU. Representative Warwick then moved the Senate figure which was adopted unanimously by the Committee.

Children and Family Health Service, Crippled Children.  
Representative Warwick moved the Senate figures; no objection, so ordered.

Children and Family Health Service, Communicative Disorders.  
Senator Butrovich moved the Senate figure. Representative Warwick objected for the purpose of discussion and commented that although the Governor, House and Senate Personal Services all allowed 13 positions, the monetary figures all differ. Senator Ray stated that the Senate disallowed reclassifications. Representative Saylor stated that the House had disallowed the Audiologist, PCN 1021, which had been vacant since July, 1972. A brief discussion followed regarding this position.

Representative Warwick then removed his objection. There being no further objection to Senator Butrovich's motion to adopt the Senate figures, it was so ordered.

Children and Family Health Service, Child Study Centers.  
Representative Warwick moved the House figure; Senator Ray objected and then withdrew his objection. Representative Warwick's motion to adopt the House figure was accepted unanimously. Senator Ray then told the Committee that he had a note saying that the Child Study Center transferred \$6,600 from Personnel and therefore there is an increase in Personal Services. He said the House is decreasing Personal Services and is disallowing the money they transferred. That is a \$4,000 difference. Senator Ray said that therefore, the Senate figure is a better figure.

The motion to adopt the Senate figure of \$102,500 for Child Study Centers carried unanimously.

Children & Family Health Service, Administration & Support.  
Representative Saylor moved the Senate figures (identical to Governor's figures); no objection, so ordered.

Children & Family Health Service, Registry of Human Impairments.  
Representative Saylor moved the House figures (identical to Governor's and Senate figures); no objection, so ordered.

Public Health, Laboratories, Regional Labs. Senator Ray moved the Senate figure; Representative Warwick objected for the purpose of discussion and asked how many positions this included. Senator Ray stated that 23 were authorized but the Personnel Report shows 25, and the 25 positions should be given to them. Senator Groh said the Senate allowed only 24. Again, Senator Ray stated that 25 positions should be allowed.

Discussion followed regarding the comparisons made between rabies medication and treatment in the state vs. the cost of being treated in Seattle. Mr. Charney said the latter was the least expensive. Representative Freeman remarked that the least expensive way may not be the best way; timing of treatment is very important.

Representative Saylor then moved for the adoption of the

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Senate figure; no objection, so ordered.

Public Health, Laboratories, Administration & Support. Senator Ray moved the Senate figures (identical to Governor's figures); no objection, so ordered.

Because Representative Saylor could not attend any further Free Conference Committee meetings during the remainder of the day, Representative Freeman (Chairman) asked Representative Saylor if the Committee could meet without him and work further on the budget with the understanding that any portion of the budget could be re-opened at Representative Saylor's request. Representative Saylor said the Committee could continue to work during his absence under those conditions.

Recess: There being a call of both houses, the Committee recessed at 2:00 p.m.

FREE CONFERENCE COMMITTEE

April 22, 1974

9:10 a. m.

Present: All members but Representative Saylor. Myrt Charney and Ron Lind, Budget and Management, were also present.

HEALTH Chairman Freeman called the meeting to order and said the Committee would continue the Health category.

Dept. of Health & Social Services Public Health. Health Program Support. Gen. Health Ed. Senator Groh moved the Senate figure. Senator Ray objected. Senator Ray moved and asked unanimous consent for the Governor's figure. No objection, so ordered. Health Program Support. Grants to GAAB Health. The Committee adopted 500.0 (Governor's figure, House and Senate the same). Health Program Support. Medical Social Services. Representative Warwick moved the House figure. No objection.

Representative Saylor entered the meeting.

Public Health. Health Program Support. Certification & Licensing. Senator Ray moved the Senate figure. No Objection.

Public Health. Administration. Senator Ray moved and asked unanimous consent for the Senate figure. No objection.

Mental Health. Institutional Services. Representative Warwick moved the Senate figure for API. No objection. Senator Groh moved the Senate figure for Harborview Memorial Hospital. No objection. Senator Groh moved the Senate figure for personal services, travel and equipment and the House figure for contractual services. Senator Ray objected but the motion carried 5 to 1 (Senator Ray voting no) and the Committee adopted the total of 290.2 for Contract Institutions.

Mental Health. Community Mental Health. The Senate had appropriated -0- to State Operated Mental Health Clinics and Senator Ray stated that he thought they were in error in doing this. He pointed out that these clinics were also serve the surrounding areas. Representative Freeman did not feel they should appropriate money to programs that do not exist. After a brief discussion, Senator Ray moved and asked unanimous consent for the Governor's figures for the following BRU's: State Operated MHC, Juneau; State Operated MHC, Anchorage; State Operated MHC, Fairbanks; and Community

LEG.  
INTENT

MHC. No objection, so ordered. Senator Groh moved and asked unanimous consent that the Department of Health and Social Services start working towards getting rid of state operated facilities and putting them into the community mental health category. Representative Saylor's added this intent should also request that the Department propose regulations on where the new community mental health centers should be located. Senator Groh added that the Department should begin gearing this up for next year. There was no objection.

Mental Health. Administration & Support. The Committee adopted \$100.0 for Dev. Disabilities (Governor's, Senate and House figures the same) and \$220.0 for Administration (Governor's, Senate and House figures the same).

Medical Assistance. Medicaid. Senator Ray moved the Senate figure. The House conferees objected. A handout that had been prepared by Professor Yankee (consultant to House Finance) was distributed. Representative Warwick suggested appropriating the amount indicated in the handout with intent if the utilization or caseload exceeds what has been projected a supplemental will be granted. Senator Groh pointed out that the authorized for FY 74 was \$6,961.6 and the Senate had just passed a supplemental for another \$1 million. He felt that agreeing the House members would be underfunding this program. Representative Saylor's said it was his understanding the Department had transferred Medicaid funds to the General Relief category and if this is the case Senator Groh's point would not be valid. Mr. Barker said he had talked to Mr. Larry Sullivan (Dept. of HSS) and that the \$160 a day figure (for hospital care) would be for intensive care. He said Mr. Sullivan had indicated \$88 a day would be the actual figure.

Dr. Josh Wright (consultant to House Finance) indicated that the dental contract is too high. Mr. Lind stated that the dental contract would be renegotiated because of the early screening program (which would cover more children). The House conferees stated that their position is to fund this at \$6,796.4 and if it is underfunded the Department could come back in with a supplemental thus allowing the legislature to determine where the additional needs are. Representative Saylor's moved the House figure of 168.2 for travel and the House figure of 6,628.2 for contractual services. The Senate conferees objected. Senator Groh moved \$7 million for contractual and 185.0 for travel. The motion failed 4 to 2 (Representative Warwick and Representative Saylor's voting no).

The Committee decided to leave this BRU open.

Medical Assistance. General Relief Med. The Committee adopted the total of \$2,537.2 (Senate and House figures the same).

Medical Assistance. Administration & Support. Representative Warwick moved the Senate figures with the exception of contractual services (would be the House figure). Senator Ray objected. Mr. Barker explained that the House cut in contractual services would leave the Department 20.0 to do state disability application work and this would cover 400 to 500 applicants. The motion carried 5 to 1 (Senator Ray voting no). The total adopted for this BRU -- \$641.7.

Comprehensive Health Planning. Office of Comprehensive Planning. Representative Warwick moved the Senate figure no objection.

Comprehensive Health Planning. Facilities Const. Grant Administration. Senator Groh moved and asked unanimous consent for the Senate figure. No objection.

Special Items. Debt Service. The Committee adopted the total of \$881.1 (Governor's, House and Senate figures the same).

Medical Assistance. Medicaid. The Committee returned to the Medicaid BRU. Senator Ray moved \$7,000.0. Representative Warwick objected. Senator Ray stated that the Senate would not go under last year's appropriation. As no decision could be reached the Committee left this BRU open.

STATE-  
OPERATED  
SCHOOLS

Chairman Freeman said they would go on to discuss State-operated Schools.

Rural SOS. Tuition. The figure \$1,198.9 was accepted as it was the same for the House, the Senate, and the Governor.

Rural SOS. Early Childhood Development. The Senate and the House had both agreed to accept the Governor's intent in this BRU. The Free Conference Committee had no objection to this.

Rural SOS. Instruction (1-12). Mr. Saylors moved the House figure for Personal Services, the House figure for Travel, and the Senate figure for Contractual Services, Commodities, and Equipment. Sen. Groh objected. He said their problem was over the difference in Personal Services.

Mr. Rich Guthrie said that the distribution of PL8-74 was meaningless except on the Summary Page.

Mr. Warwick suggested multiplying what they were off last year by 150%. This would mean adding 84 to what the enrollment projection is.

RECESS

The Senate Conferees asked for five minutes to caucus at 10:30 A.M.

AFTER RECESS  
10:35 A.M.

RURAL SOS Sen. Groh said the differences were in the enrollment projections. He asked what the SOS figure. Dr. Wright said that they concurred with the 8,150 figure. He added that Mr. George, Associate Superintendent, from SOS would be in town this afternoon, and could testify on the matter.

Food Services The Committee decided to off on this, and move on to Food Services.

Mr. Saylors moved the Senate objected. The question was agreed with the House Intent. Sen. Ray House Conferees voting in favor, and the vote was 3:3 with the voting against it. of the motion and the Senate Conferees

EDUCATION The Committee decided to hold and go on into the Education on State-operated Schools off,

WICHE. Sen. Groh moved the motion, it was so ordered. figure for WICHE. There was no objection.

Alaska Historical Commission.

There was no objection, it was so ordered. Sen. Groh moved the Governor's figure.

Alaska State Council on the Arts

of the Governor's figure. There was no objection. Mr. Warwick moved for acceptance of the Governor's figure. There was no objection, it was so ordered.

Teacher Retirement. Regular TRS

figure. There was no objection, it was so ordered. Mr. Warwick moved for acceptance of the Governor's figure. There was no objection, it was so ordered.

Foundation Program/Regular. Sen. Groh moved the House figure. There was no objection, it was so ordered.

Pupil Transportation/Public. Sen. Groh moved the House figure. There was no objection, it was so ordered.

Pupil Transportation/Public. Mr. Warwick moved the House figure. There was no objection, it was so ordered.

Revenue Sharing. There was no problem. Sen. Groh moved the House figure. There was no objection, it was so ordered.

Categorical Leave. Mr. Warwick moved the House figure. There was no objection, it was so ordered.

Al Programs. Sen. Groh moved the House figure (identical to Senate and Governor's figure). There was no objection, it was so ordered.

At-Risk Students. Sen. Groh moved the House figure (identical to Senate and Governor's figure). There was no objection, it was so ordered.

# **CORRECTION**

**THIS DOCUMENT  
HAS BEEN REPHOTOGRAPHED  
TO ASSURE LEGIBILITY**

AFTER RECESS  
10:35 A.M.

RURAL SOS Sen. Groh said the differences were in the enrollment projections. He asked what the SOS Administration felt was an appropriate enrollment figure. Dr. Wright said that they concurred with the 8,150 figure. Instruction (1-12) He added that Mr. George White, Associate Superintendent, from SOS would be in town this afternoon, and could testify on the matter.

Food Services The Committee decided to hold off on this, and move on to Food Services.

Mr. Saylor moved the Senate figure with the House Intent. Sen. Ray objected. The question was called, and the vote was 3:3 with the House Conferees voting in favor of the motion and the Senate Conferees voting against it.

EDUCATION The Committee decided to hold action on State-operated Schools off, and go on into the Education budget.

WICHE. Sen. Groh moved the House figure for WICHE. There was no objection, it was so ordered.

Alaska Historical Commission. Sen. Groh moved the Governor's figure. There was no objection, it was so ordered.

Alaska State Council on the Arts. Mr. Warwick moved for acceptance of the Governor's figure. There was no objection, it was so ordered.

Teacher Retirement. Regular TRS State. Mr. Warwick moved the Senate figure. There was no objection, it was so ordered.

Foundation Program/Regular. Sen. Groh moved the House figure. There was no objection, it was so ordered.

Pupil Transportation/Public. Sen. Groh moved the House figure. There was no objection, it was so ordered.

Pupil Transportation/Public. Mr. Warwick moved the House figure. There was no objection, it was so ordered.

Revenue Sharing. There was no problem with accepting the Governor's figure which was the same as the House and the Senate.

Sabbatical Leave. Mr. Warwick moved the Senate figure. There was no objection, it was so ordered.

Federal Programs. Sen. Groh moved the House figure (identical to Senate and Governor's figure). There was no objection, it was so ordered.

Out of District Students. Sen. Groh moved the House figure (identical to Senate and Governor's figure). There was no objection, it was so ordered.

Tobacco Tax Disbribution. Sen. Groh moved the House figure (identical to Senate and Governor's figure). There was no objection, it was so ordered.

Finance and Accounting. Sen. Ray moved the Governor's figure (same as the Senate figure). Mr. Warwick and Mr. Saylor's objected. Discussion followed, and Mr. Warwick and Mr. Saylor's removed their objection. The question was called, and there being no objection, it was so ordered.

Field Services. Mr. Warwick moved the Senate figure (same as the Governor's figure). There was no objection, it was so ordered.

Internal Support. Mr. Warwick moved the following:

|           |          |                                        |
|-----------|----------|----------------------------------------|
| Code 100: | \$ 201.1 | Compromise                             |
| 200:      | 1.5      | Governor, House, Senate                |
| 300       | 445.0    | Compromise                             |
| 400       | 4.1      | Compromise                             |
| Total     | 649.7    | (Equal to total of Governor & Senate). |

There was no objection, it was so ordered.

Learner Assistance. Sen. Ray moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

Federal Programs Administration. Sen. Ray moved the House figure. There was no objection, it was so ordered.

Office of Commissioner. Mr. Warwick moved the House figure. Sen. Ray objected, because according to Commissioner Lind, student assessment is their number one priority.

Sen. Ray moved the Senate figure. Mr. Saylor's objected.

The Committee was at an impasse, so they went on to Boards and Commissions. Mr. Warwick moved the House figure, and Sen. Ray objected. The question was called, and the vote was 5:1 with Sen. Ray voting against the motion.

Professional Teaching Practices Commission. Mr. Warwick moved the House figure (identical to the Senate and Governor's figure). There was no objection, it was so ordered.

Boarding Home Program. Sen. Ray moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered. Mr. Warwick said that meant they would delete the section in the budget document saying "if the JOM money didn't materialize...".

Correspondence Study. Mr. Warwick moved the Governor's figure. Sen. Groh objected, and explained it was the Senate's feeling that the Department could do a better job on this than SOS, and that is why they transferred \$267,000 from SOS Correspondence Study to the Department of Education.

The Free Conference Committee could not come to an agreement on the Correspondence Study BRU, so they decided to go on.

They went on to ARTTC, where again they came to an impasse.

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TIVE  
INTENT

Scholarship Loan Program. The House, Senate and Governor's figures were all identical. Mr. Warwick moved the House figure with the House INTENT. Sen. Ray objected to the House INTENT. The question was called and the vote was 5:1 with Sen. Ray voting against the motion.

Administration. Sen. Groh moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

Tuition Grants. Mr. Warwick moved the House figure (identical to the Senate figure). There was no objection, it was so ordered.

Adult Basic Education. Sen. Ray moved the Senate figure. Mr. Warwick objected. Mr. Saylor amended Sen. Ray's motion to use the Senate figure in Personal Services and the House figures for everything else. Sen. Ray objected.

The Committee decided to go on.

Fire Service Training. Mr. Warwick moved the Senate figure (same as the Governor's figure). There was no objection, it was so ordered.

Community College Support. Since the House and the Senate had both allowed nothing in this BRU, the FCC also allowed nothing.

Youth Employment Service. Sen. Groh moved the House figure (identical to the Senate and Governor's figure). There was no objection, it was so ordered.

Adult Vocational Education. Sen. Groh moved the House figure (identical to the Senate and Governor's figure). There was no objection, it was so ordered.

Educational Broadcast Commission. Operations. Sen. Groh explained that last year the Legislature passed a bill for \$535-545,000 to establish an ETV Station in Anchorage. His position is that since Anchorage has 3 TV Stations already, it is ridiculous to spend \$500,000 for an additional TV Station there, when some places have nothing. Instead he thought it would be better to put \$100,000 in the budget for Anchorage and the Broadcasting group could contract with the local stations in order to play these educational programs.

Mr. Warwick said the House proposed to repeal the intent in the former legislation that the \$500,000 was dependent upon federal monies.

The FCC Came to an impasse again, and decided to go on.

Juneau Museum. Sen. Groh moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

Transportation Museum. There was no argument here, as both the House and the Senate had allowed nothing. The FCC also allowed nothing.

Debt Service. General Education. Sen. Groh moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

RECESS

Meeting recessed at 12:00 Noon.

Library Sen. Groh moved that the two PEP positions be added to the budget at a cost of \$17,000.

RECESS The Senators asked for a few minutes to caucus at 11:50 A.M.

After Recess  
11:55 A.M.

Sen. Groh moved they set Personal Services at \$439.9. Mr. Warwick and Mr. Saylors objected.

Sen. Ray moved they accept the following figures:

|           |          |
|-----------|----------|
| Code 100: | \$ 401.8 |
| 200:      | 16.0     |
| 300:      | 113.0    |
| 400:      | 88.9     |
| 500:      | 2.0      |
| 700:      | 52.8     |
| Total:    | 674.5    |

Sen. Groh and Mr. Freeman objected.

Sen. Groh moved the figure of \$717,700. Mr. Freeman objected.

The Committee decided to come back to this later.

Special Education Grants. Sen. Groh moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

AMU Nursing Program. Sen. Groh moved the Senate figure (identical to the House and Governor's figure). There was no objection, it was so ordered.

FREE CONFERENCE COMMITTEE  
AFTER RECESS  
1:20 p.m.

Present: All members. Myrt Charney, Ron Lind, Bob Jacobs, Division of Budget and Management; George White and Ron Wesley, State-Operated Schools; News reporters Andy Williams, Mary Pat Murphy and Elaine Mitchell.

EDUCATION Chairman Freeman called the meeting to order and stated that the committee will consider Debt Service for the University of Alaska (page 106).

Rep. Saylors moved for the House figure. Senator Ray objected. Senator Butrovich moved for the Senate figure. The motion was adopted.

Alaska State Council on the Arts. Senator Groh requested that intent be added to show that the total amount adopted (\$662.2) include \$5,000 for the Alaska Humanities forum. There being no objection, it was so ordered.

There was a short recess at this time (1:25 p.m.) The meeting reconvened at 1:27 p.m.

Dr. Josh Wright entered the meeting.

The committee proceeded to take up BRU's it had earlier passed up, due to disagreement, or needing additional information.

Correspondence Study (P. 43). George White, SOS, testified that SOS would like to have this in their own budget rather than in the Department of Education budget. Action on this was delayed until later in the meeting when Mr. Cole from the Department of Education testified that the Department of Education would like to have this money in its budget and distribute it to SOS according to approved programs. He said the Department does this with every school district. Mr. White said he would not object to this.

Senator Groh moved for the Senate figure. The motion was adopted without objection.

ARTTC Program. Senator Groh explained last year's Free Conference Committee intent which was that this was going to be the last year of the program. He related the background of the intent which was to have students sign contracts agreeing to teach three years in Alaskan schools in return for the free education; however, no contracts have been signed due to the objection of the 60 students.

Rep. Warwick moved for the House figure. Senators Ray and Groh objected.

Senator Groh requested a caucus, and so a recess was called at 1:35 p.m. The meeting reconvened at 1:45 p.m.

The ARTTC Program was passed by for the time being, and the committee proceeded to review other BRU's.

Adult Basic Education (P. 51). Rep. Saylor moved the House figure. Senator Groh moved that the grant figure be established at \$465.0, and that the remainder of the Senate budget be adopted. Senator Ray objected. He said he did not see anything in the House rationale to support it--it is an arbitrary cut.

Senator Groh moved that \$75.0 be added to the House figure for Grants and that the remaining House figures and House Intent be accepted, i.e., the Dept. of Education and SOS shall jointly develop a coordinated plan for FY 75 rural ABE programs. A coordinated FY 76 budget shall be submitted. By adopting the House figures and intent, the Education Specialist I position was deleted, and reductions were reflected in other line items as a result of this deletion. The motion was adopted, with Senator Ray objecting to the deletion of the position.

To clarify Legislative Intent on this, Mr. Guthrie stated that included in the Grants is \$50,000 to SOS for their ABE program which was to continue grant levels request. Is it the committee's intent that this be carried across? Chairman Freeman replied "yes".

State Library Operations (P. 62). Rep. Warwick moved that personal services be set at \$439.9; Senate figures for travel and contractual, \$99.0 for commodities, Senate figure for equipment and \$52.8 for grants. Representative Saylor objected. He felt the State should not get in the business of providing money for writing personal biographies. After a discussion, a proposal was made to take the Governor's figure for personal services, and add \$17.0 to replace the two PEP positions at the Health Sciences Laboratory for total personal services of \$402.5, and to adopt the other figures in Mr. Warwick's motion. Legislative Intent was to be added to the effect that the project for the Bartlett biography was to be advertised for bid and awarded based upon objective criteria; further, that the biography, when completed, becomes the sole property of the State, with all rights reserved in the State. A vote was taken, and the motion and intent was adopted by a vote of 4 to 2. Total budget was set at \$673.4.

Educational Broadcasting Commission, (P. 57). This BRU was passed over temporarily.

ARTTC Program (P. 45). Senator Groh moved that the committee express intent that this be changed to a loan program rather than a grant program, and that it be funded in the amount of \$400.0. Rep. Saylor objected for discussion. He said he would object until we take \$150.0 out of the University of Alaska budget.

Senator Groh said he is willing to make that part of the motion. Senator Groh moved that we take \$150.0 out of the University of Alaska budget. Rep. Freeman objected. He said he would prefer that we handle each item separately. Ron Lind stated that he did not believe it is possible to loan federal funds, and this program is federally funded.

STATE-  
OPERATED  
SCHOOL  
SYSTEM

A vote was taken on Senator Groh's motion, and it failed, with only Rep. Freeman and Senator Groh voting in favor of it.

Rural SOS, Instruction (P. 70). The committee agreed that for enrollment, they would accept the 2nd quarter enrollment figure plus 2%, for 8250 students.

There was a call of the Senate so the meeting recessed at 2:10 p.m. The meeting reconvened at 3:25 p.m.

George White testified that SOS has to honor the negotiated contract with the rural teachers association. On the basis of 8250 students, they would have to have a PTR of about 16.4 to 1. This formula is a condition of the contract. Senator Groh said he is violently opposed to negotiating PTR's in teachers' contracts.

Mr. White testified that they will need \$500,000 in addition to the House personal services budget (\$388,600 for teachers and \$112,000 for aides, clerks).

Senator Groh moved for \$10,847.7 for personal services. Rep. Warwick objected in order to ask questions about the "stratified formula" mentioned by Mr. White.

Senator Ray moved for a total budget of \$11,874.1. Representative Warwick objected, as he wanted further clarification concerning numbers of teachers, aides, clerks, etc. Mr. Guthrie stated that the Senate allowed 22 new aides--the House allowed no increase in teacher aides. Mr. White stated that five additional aides will be needed.

Senator Ray moved for \$10,959.1 for personal services, and a total budget of \$11,874.1. Mr. Warwick objected. Mr. White testified further on figures for teachers, clerks and aides.

Senator Groh moved \$10,931.1 for personal services. Rep. Warwick objected to hear further testimony from Mr. White. Mr. Warwick figured that this BRU would need \$10,908.5 for personal services. Senator Ray moved that personal services be set at \$10,900; the Senate figure for Travel, commodities and equipment, and \$60.0 for contractual, for a total budget of \$11,816.0. \*Intent: The motion was adopted by the committee. Representative Saylor objected, as he felt this provides for too many teacher aides.

Food Services (P. 71). Rep. Warwick moved for the House figure with the House intent. Senator Ray objected. He asked what is the House intent? The House intent is to increase the charge for lunches for those who are able to pay. Mr. White testified that this will increase lunch prices in some cases by 100%. Senator Ray objected to the intent.

Amendment by Warwick: Delete the House intent "increase charges for those able to pay". Mr. White stated that the program receipts will dictate what they will charge. Senator Ray objected to inadequate funding of food services in SOS schools. Senator Butrovich also objected.

\*Intent is that there be no more than 27 teacher aides

4/22/74

Representative Warwick withdrew his motion concerning House intent.

Mr. White testified that the Board of Directors at a February meeting adopted a policy that teachers will pay the full cost of the lunches.

Senator Ray moved for a total budget of \$2921.5, with line items as follows: Personal Services \$980.0; Contractual \$40.0; Commodities \$1075.0; Equipment \$34.5. Intent was added that there will be no increased charge for lunches for those who are able to pay, and that teachers will pay the full cost of the lunches. The motion was adopted.

Building Maintenance (Page 72). Senator Ray moved for the Senate figure. Mr. Warwick objected. He wanted to know what additional men they needed for the new buildings. Dr. Wright said they would need four men. A vote was taken on Senator Ray's figure, and the motion failed with Senators Butrovich, Groh, Ray and Representative Freeman voting in favor of it.

This BRU was passed up.

Building Operations, (P. 73). Representative Saylor moved for the House figure. Senator Ray objected. Representative Warwick moved for the House figure. The motion failed, with Representatives Saylor, Warwick and Freeman voting in favor of it. This BRU was passed up.

Administration & Support, Page 74. Representative Saylor moved for the House figure. Senator Ray objected.

4:15 p.m. to 4:20 p.m. There was a brief caucus.

Representative Warwick moved for the Governor's personal service figure, less the three regional superintendents, which would bring personal services to \$488.3 (House figure). Senator Groh objected. The three positions in question are currently employed at Tanana, Nome and Dillingham. There was no further objection, so the three regional superintendents were deleted, for a personal services budget of \$488.3.

Representative Warwick moved the House figure for the remaining line items. Senator Ray objected, as he felt in-service training should be included here. A vote was taken and Rep. Warwick's motion failed (Reps. Freeman, Warwick and Saylor in favor).

Senator Groh moved for the House personal services figure and the Senate figure for the remaining line items. Chairman Freeman objected. Representative Saylor said if we are going to fund in-service training, it should all be in one BRU instead of distributed among several. Mr. White said he would have no objection to that.

Representative Warwick moved the House figure for Admin. & Support, with intent that in-service training will be provided for this BRU in the Central administration budget. There was no objection, so the motion was adopted. Intent includes deleting three regional superintendents.

Community Liaison, Page 75. Rep. Warwick moved the House figure. There being no objection, it was so ordered.

School Board Development, Page 76. "0". Governor's budget intent.

Bilingual Program, Page 77. Representative Saylor said the House Finance committee had been informed that this program was extended into areas where there is no bilingual problem. This is the basis for the House figure. Representative Warwick moved for the Senate figure. Rep. Freeman objected, as he wanted the House intent adopted. There was no objection to that. Intent is that the programs are to be offered only at locations that meet strict interpretation of State statutes for bilingual education.

Pupil Transportation, Page 78. Senator Ray moved the Senate figure. Rich Guthrie called attention to the Legislative Audit recommendation: That some type of review function be included in the SOS central office for a higher level clerical position to review contracts and handle clerical review functions. For this reason, the House contractual item is lower than the Senate's. Representative Warwick moved for the House figure. There being no objection, the House figure was adopted, with intent to follow the Legislative Audit recommendation.

Supplemental Programs, P. 80. Senator Ray moved the Senate figures. After a discussion concerning Title I receipts, Senator Groh moved for the Senate figure with the request that the Senate intent be written in: To allow the revised Senate budget (\$3,480.4) based upon additional Title I receipts (Tidings amendment). There being no objection, it was so ordered.

Exceptional Children, P. 81. The Senate figure was adopted without objection.

Adult Education, P. 82. The Senate figure of "0" was accepted, with intent that this is to be placed in the Department of Education budget, and SOS may apply for these funds in accordance with Department of Education procedures and guidelines.

Correspondence Study (P. 83). Senate figure of "0" accepted, with Senate intent that \$267,000 will be transferred to Department of Education Correspondence Study.

Tuition, P. 85. No objection to budget of \$1,321.3. All figures were identical.

Early Childhood Dev., P. 86. No objection to adopting Governor's recommendation.

Senator Groh requested a recess so he could call a Senate Finance Committee meeting.

The meeting recessed at 4:50 p.m. and reconvened at 5:35 p.m.

On Base SOS, Instruction, P. 87. Representative Freeman announced that there should be an additional \$16.0 in the House personal services figure. Senator Ray moved for the House figures, with the \$16.0 added to the House personal services figure. There being no objection, it was so ordered. Total budget of \$7854.3 accepted, with House intent.

On Base SOS, Food Service, P. 88. Senator Ray moved the Senate figure. There being no objection, it was so ordered.

Building Maintenance, Page 89. Senator Ray moved the Senate figure. There being no objection, the motion was adopted.

Building Operations, P. 90. Senator Ray moved the Senate figure. Senator Groh objected. He advised that increases in utilities and insurance charges have not been adequately funded. Senator Groh moved the House figure, which was adopted.

Admin. & Support, P. 91. Representative Warwick moved for the House figure, with intent that an amount for in-service training will be provided in the central office budget. There being no objection, the motion was adopted.

School Board Development, P. 92. "0" Adopt Governor budget intent.

Pupil Transportation, P. 93. Senator Ray moved for the Senate figure. Senator Groh moved for the House figure, which was adopted. This allows for a reduction in contractual and transfer to Central Office to fund higher level clerical position to review contracts and handle clerical review functions, per Legislative Audit recommendation.

Supplemental Programs, P. 94. "0" Governor's budget intent adopted.

Exceptional Children, P. 95. Senator Ray moved for the Senate figure. (Identical to House figure). The motion was adopted. Senate and House intent was identical: To adopt revised budget due to additional federal receipts.

SOS Ed. & Admin. Support, Instructional Service, P. 98. Senator Groh moved for the House figure. The motion was adopted.

Instructional Media, P. 99. Senator Ray moved for the Senate figure. The motion was adopted.

Board of Directors, P. 100. Senator Groh moved for the House figure. The motion was adopted.

Office of Superintendent, P. 101. Senator Ray moved for the Senate figure. Representative Saylor's objected. Representative Saylor's moved for the House figure. Senator Ray objected. Upon a roll call vote, Representative Saylor's motion was adopted. This disallows the new positions.

Admin. Services, P. 102. Rep. Warwick moved for the House figure. Senator Ray objected, because of the positions which the House disallowed. Representative Saylor announced that Mr. Guthrie has just advised him that he made some errors in computing the House figures. The House personal services figure should be \$1,136.3 (instead of \$1,050.6), which would make the House budget a total of \$1505.9. The House budget allowed only the Management Analyst III, Accounting Clerk, Clerk Typist and Transportation Clerk, and disallowed \$150.0 for increased rent. Mr. White stated that the increased rent amounts to only \$40 - \$50,000, not \$150.0. In addition, the House allowed \$40.0 in contractual for an Attorney.

The only position disallowed under the Senate budget was one new Clerk Typist position.

Representative Warwick moved the House figure for personal services (\$1136.3). His motion was adopted. This allows for only the Mgmt. Anal. III, Acct. Clerk, Clerk Typist and Transportation Clerk.

Senator Groh moved the Senate figure for travel. The motion was adopted.

Rep. Saylor moved the House figure for contractual. Senators Ray and Groh objected. The committee discussed the charter travel figure included under contractual, and the amount for increased rental. Senator Groh moved the Senate figure for contractual. The motion was adopted.

Rich Guthrie pointed out that if the \$40,000 for the Attorney is to be included in contractual, then interagency transfers should show \$40.0 (A.G.'s office). Senator Groh moved and asked unanimous consent that the committee concur with that. The motion was adopted.

Senator Groh moved the Senate figures for the remaining line items of this BRU. There being no objection, the motion passed.

Planning & Evaluation, P. 103. Senator Ray moved the Senate figures. The motion was adopted.

Page 98-Instructional Services. Senator Groh moved and asked unanimous consent that the committee add \$110,000 (in Code 800) for in-service training. There being no objection, it was so ordered.

Adjourn The committee adjourned at 6:10 p.m. Chairman Freeman announced that the committee will meet at 8:30 a.m. tomorrow morning to continue its review.

FREE CONFERENCE COMMITTEE

April 23, 1974

8:45 a. m.

Present: All members except Representative Saylor. Elaine Mitchell and Frank Murphy, reporters; Myrt Charney, Bob Jacobs and Ron Lind, Budget and Management, were also present.

SOS Chairman Freeman called the meeting to order and said the committee would consider the open BRU's in the State-Operated Schools category.

Pre-Sch. Elem Secondary. Rural SOS. Building Maintenance. Senator Ray moved a total of \$1,375.0 which allowed 846.0 for personal services (1 less position than originally allowed by the Senate); 20.9 for travel (Senate figure); 201.1 for contractual services (Senate figure); 215.0 for commodities (Senate figure); and 92.0 for equipment (Senate figure). No objection, so ordered.

Pre-Sch. Elem Secondary. Rural SOS. Building Operations. Mr. Jacobs stated that the Governor's request is \$5,069.3; however, they are now requesting \$5,483.9. This increase includes 190.6 for AVEC (3 additional high schools plus fuel increases); 144.0 for housing and 80.0 for sewer and water charges.

Representative Saylor entered the meeting.

A discussion followed on the additions to this budget. Senator Ray moved a total of \$5,300.0 (Senate figures plus increases). The motion carried unanimously.

EDUCATION

The Committee then discussed the two open BRU's in the Education category.

Post Secondary & Adult Educ. ARTTC. Senator Groh moved a total of 400.0 (200.0 general funds and 200.0 federal funds). Dr. Wright pointed out that the students in this program now should have an opportunity to complete this. Then the legislature could stop the program if they wished. Mr. Guthrie suggested that they leave in the 397.0 for federal funds. After a brief discussion, the Committee decided on 597.0 for the total with legislative intent that no new students shall be enrolled in this program -- the funding shall complete the program for the students currently enrolled. All members agreed to the total and the intent.

LEG.  
INTENT

Community Services. Educational Broadcasting Commission. The Committee then discussed this BRU which had been left open. Senator Ray moved a total of 635.0 to include both the Senate and House intent. Representative Freeman objected. He said the House wants to remove the matching intent for Anchorage which had been determined by a previous Free Conference Committee on the budget. The Senate conferees would not agree and this BRU was left open.

#### HEALTH

Chairman Freeman said the Committee would consider the BRU which was left open in the Health category.

Medical Assistance. Medicaid. Senator Ray moved a total of \$7 million. Representative Warwick objected. Mr. Barker said that raising the in patient cost care from \$88 a day to \$122 a day would add \$408.0 to the contractual services (determined by the House). Representative Warwick stated that he would like the sheet prepared by Professor Yankee to accompany this as a basis for their appropriation. He said this would allow the legislature to find out what areas the Department had deviated from. The Committee agreed. Representative Warwick moved \$7,036.2 for contractual and 185.0 for travel for a total of \$7,221.2. No objection, so ordered.

#### SOCIAL SERVICES

Family & Child Serv. Board of Child Development. The Committee adopted the total of 85.0 (Governor's, Senate and House figures all the same).

Gen. Social Services. Pioneers Home Adv. Board. The Committee adopted the total of 6.0 (Governor's, Senate and House figures all the same).

Employment Stabilization. Manpower Planning. The Committee adopted the Senate figure. Senator Groh moved the House figure for Emergency Employment Act. Senator Ray objected and moved the Governor's figure. The Committee adopted the Governor's figure without objection.

Gen. Social Services. Donated Commodities. The Committee adopted the total of 69.8 (Governor's, Senate and House figures all the same).

Gen. Social Services. Longevity Bonus Program. Representative Freeman moved the Senate figure. No objection.

Gen. Social Services. Pioneers Homes. No decision could be reached on this BRU and it was left open.

Gen. Social Services. Vocational Rehab. The Committee adopted the Senate figure. It was noted the decrease in this BRU would come from general fund monies. (This applied to Counseling & Placement BRU). On the Services to Clients BRU, Senator Groh moved the total of \$1,489.7

(Senate, House and Governor's figures all the same). On the Administration BRU, Senator Groh moved the Senate figure. No objection; however, Senator Ray noted this should include the "idea no unnecessary travel outside." On the Specialized Facilities BRU, the Committee adopted 63.6 (Senate, House and Governor's figures all the same). On the Minor Medical BRU, the Committee adopted 11.0 (Senate, House and Governor's figures all the same).

Employment Stabilization. Instnl Mnpwr Traing. MDTA Voc Ed. Senator Ray moved and asked unanimous consent for the Senate figure. No objection. On the Skill Center BRU, Senator Ray moved and asked unanimous consent for the Senate figure and intent. No objection, so ordered.

Family & Children Services. Assistance Payments. AFDC. The Committee discussed SB 310 (Aid to Families with Dependent Children); however, no decision could be reached at this time on this BRU.

Family & Children Services. Assistance Payments. Old Age Assistance. Senator Ray moved the Senate figure. Representative Warwick objected. Representative Warwick moved the House figure with the House back-up on this. Senator Ray objected. This BRU was left open.

Family & Children Services. Assistance Payments. Aid to the Blind. No decision was reached on this BRU at this time. The BRU's Aid to the Disabled and General Relief were also left open.

Recess: The Committee recessed at 9:55 a.m.

AFTER RECESS  
10:30 a.m.

Family & Children Services. Program Services. Homemaker Services. Senator Groh moved the House figure. Senator Ray objected. Senator Ray stated that there was a problem with this BRU and it was left open.

Family & Children Services. Program Services. Foster Care. Senator Ray moved the Senate figure. Representative Freeman objected and this BRU was left open.

Family & Children Services. Program Services. Institutional Care. No decision was reached on this BRU. On the Day Care BRU the Committee adopted 395.0 (all figures the same) and the Adoptions BRU was adopted at 10.1 (all figures the same).

Family & Children Services. Program Services. On the Protective Services BRU the Committee adopted the Senate figure. On the Other Services BRU the Committee adopted 19.9 (all figures the same).

Family & Children Services. Alcantra. No decision could be reached on this BRU and it was left open.

Family & Children Services. Social Services. Social Work. Senator Groh moved and asked unanimous consent for the Senate figure. No objection, so ordered.

Family & Children Services. Social Services. Eligibility Determination. After a brief discussion, Senator Ray moved 85.0 for contractual services and the rest of the Senate figures for a total of 289.0. No objection.

Family & Children Services. Food Stamps/Elig. Senator Ray moved the Senate figure. Representative Warwick objected. Representative Saylor's stated that he would like to see the House figure for personal services and their staffing patterns. Senator Ray withdrew his motion. Representative Saylor's moved 1,064.0 for personal services (75 permanent full time and 6 permanent part time positions); 35.0 for travel; 300.0 for contractual services; 26.5 for commodities; and 15.0 for equipment. Objection was noted but the motion carried 4 to 2 (Freeman and Butrovich voting no). The Committee noted that Senate and House intent are to be included.

Family & Children Services. Administration & Support F&CS. Central Office. Senator Ray moved the Senate figure. No objection. Senator Ray moved the Senate figure for Field Services Support. No objection.

Family & Children Services. Administration & Support F&CS. Staff Development. Senator Ray moved the total of 703.9 (all figures the same). No objection.

Gen. Social Services. Pioneers Homes. Senator Ray moved the House figures for the Sitka Home, Fairbanks Home, and Palmer Home. Objection noted. Motion failed 3 to 3 (Senators Ray and Butrovich and Representative Warwick voting yes). Senator Groh moved the Senate figures for the Sitka Home, Fairbanks Home, and Palmer Home. Motion failed 3 to 3 (Senator Groh and Representatives Saylor's and Freeman voting yes). Representative Freeman moved the Governor's figure for the Sitka Home. Motion failed 3 to 3 (Senator Ray, Senator Butrovich and Representative Freeman voting yes). Senator Ray moved a total of \$1,330.0 for the Sitka Home. No objection, so ordered.

Representative Warwick moved \$1,175.0 for the Fairbanks Home. No objection. Senator Ray moved \$640.0 for the Palmer Home. No objection.

Gen: Social Services. Office of Aging. Senator Butrovich moved the Senate figure. No objection.

Addictions. Alcoholism. Admin. & Consultation. Representative Warwick moved the Senate figure. Representative Warwick moved the House figure for Grants to Local Programs. No objection.

Addictions. Drug Abuse. Representative Saylor moved the House figure. No objection.

Employment Stabilization. WIN AFDC. Senator Ray moved the Senate figure. No objection.

Administration & Support. Quality Control/Collections Agency. The Committee adopted 406.3 (all figures the same).

Administration & Support. Administration & Support DHSS. Office of Commissioner. Senator Groh moved the Senate figure. Representative Warwick objected. Representative Warwick withdrew his objection. Representative Saylor objected. The motion failed 4 to 2 (Representative Freeman and Representative Warwick voting no). Representative Saylor moved the Agency Request figure. Senator Groh objected. Representative Saylor withdrew his motion. Representative Saylor moved the Governor's figure. No objection, so ordered.

Administration & Support. Administration & Support DHSS. Div. of Administrative Services. Representative Warwick moved the Senate figure. Senator Ray objected. He said he would like to amend the personal services to add 15.2 for an Accountant III. Senator Ray moved the Agency Request figure on personal services. Representative Warwick objected. Senator Groh moved the Agency Request figure of \$1,042.8 for personal services and the Senate figures on the balance for a total of \$1,142.1. No objection, so ordered.

Employment Stabilization. Employment Service for the Disabled. Fishermen's Fund. The Committee adopted the Senate total. The Committee adopted 241.6 for the Second Injury Fund (all figures the same). The Committee adopted 18.7 for Employment of the Handicapped (all figures the same).

Employment Stabilization. Employment Security. Senator Ray moved and asked unanimous consent for the adoption of the following BRU's (all figures were the same in each BRU): Es Regular - \$1,816.8; Food Stamps - \$148.3; Computer Placement - \$149.6; Unemployment Insurance - \$2,569.8; and AS & T - \$1,635.0. No objection, so ordered.

Employment Stabilization. Manpower Training/Fed. Contracts. WIN. The Committee adopted the total of \$1,267.7 (all figures the same).

Employment Stabilization. Manpower Training/Fed. The Committee adopted the following totals for the BRU's (all figures the same): Grants, MDTA - \$184.9; Grants, Job Corps - \$150.4; Grants, NABS JOBS - \$34.6; Grants, LMI (Program Support) - \$72.8; and Grants, Jobs Optional - \$251.2.

Employment Stabilization. Office of Commissioner, Dept. of Labor. Senator Groh moved to accept the House figure with the addition of 10.0 in grants for the Filopino Community of Anchorage to conduct a study of their manpower needs. Senator Groh withdrew his motion. Senator Groh moved to accept the House figure with intent that the Department consider the possibility of a grant of \$5.0 to the Community of Anchorage for the above stated purpose. There was no objection; however Representative Saylor did not vote on this motion.

LEG.  
INTENT

Recess: The committee recessed at 11:15 a.m.

AFTER RECESS  
11:20 A.M.

GENERAL Representative Freeman called the meeting to order to close the  
GOV'T. budget for the GENERAL GOVERNMENT program category.

Executive Office: Rep. Saylor moved the Senate figure. Rep. Warwick objected, and questioned the Personal Services figure. Sen. Ray moved to deduct \$10,000 from the Senate recommendation for Personal Services, leaving a figure of \$636.8 and a total of \$878.5. This figure was approved by the Free Conference Committee.

Executive Mansion: Sen. Ray moved the Senate figure; however, Rep. Saylor objected. Committee approved the Senate figure.

Sen. Groh moved to include \$147.6 for the Energy Office in a separate BRU under Executive Administration. Committee approved this motion.

The committee approved the Governor's recommendation for the Contingency Fund.

Lt. Governor: Rep. Freeman moved the House figure; Sen. Ray objected. Rep. Warwick moved the Governor's figure; Sen. Ray objected to the new position of Special Assistant. Motion carried and the Governor's recommendation was adopted.

The committee approved the Senate recommendation for Planning & Research.

The Governor's recommendation was approved for Law of the Sea.

Bicentennial Commission was left open.

Referring to Police Standards, Rep. Saylor moved the House figure. Sen. Ray objected. The program was left open.

Telecommunications: Rep. Warwick moved the Senate figure. No objection, so ordered.

Regular Elections: Rep. Warwick moved the Governor's recommendation, Sen. Groh objected. Upon vote, the motion failed. The program was left open.

Sen. Groh moved the Senate figure for Commissioner's Office; Rep. Warwick objected. After discussion, the committee adopted the Senate figures with the intent to disallow \$20,000 for special studies.

Internal Audit was left open.

Referring to Administrative Services, Rep. Freeman moved the House figure, amending the Personal Services figure to \$86.7 to allow one new Accounting Clerk position. The committee accepted this motion, with the balance of the program funded on the House recommendation, for a total of \$101.5.

Budget & Management: Sen. Ray moved the Senate figure, motion carried.

Minority Training: Senate figure accepted.

Recruitment & Exam: Senate figure accepted.

General Training: Senate figure accepted.

Classification & Pay: Senate figure accepted.

Employee Relations: Rep. Warwick moved the House figure. Sen. Groh objected, and moved to adopt the Senate figure with an additional \$79,000 in Contractual Services to provide consulting collective bargaining expertise. Total for Contractual Services \$91,000, with total for the program \$155,600. No objection, so ordered.

Sen. Ray moved the Senate figure for Administration & Support, amending the Personal Services figure to \$111,100 for a total of \$128,400. No objection, so ordered.

Sen. Butrovich moved the Senate figure for Pre-Audit. No objection.

Accounting Services: Rep. Warwick moved the Governor's recommendation. No objection, so ordered.

Sen. Groh moved the Senate figure for Payroll Accounting. Rep. Warwick objected. Sen. Groh moved the Governor's recommendation; Rep. Warwick objected, and the BRU was left open.

The meeting recessed at 12 noon.

AFTER RECESS  
2:00 P.M.

GENERAL  
GOVERN-  
MENT

Chairman Freeman called the meeting back to order and said they would continue with General Government.

DEPT. OF  
ADMINIS-  
TRATION

Payroll Accounting. Mr. Freeman moved the House figure. There was no objection, it was so ordered.

Accounting. Admin. & Supp. Mr. Warwick moved the Senate figure (same as the Governor's). There was no objection, it was so ordered.

Purchasing. Mr. Saylor moved that they accept the Senate figure plus \$15,200 which would allow for another purchasing agent. This would be \$455.2 in Personal Services, and a Total of \$528.2. There was no objection, it was so ordered.

Risk Management Administration. Sen. Groh moved the House figure (same as the Senate and Governor's). There was no objection, it was so ordered.

Central Mail Switchboard. Sen. Groh moved the Senate figure (same as the Governor's). There was no objection, it was so ordered.

Central Duplicating. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

Archives & Records. Mr. Warwick moved the Governor's Personal Services figure and the rest of the House figures. This made the Total \$256.0. Sen. Butrovich objected. He then removed his objection. The motion carried unanimously.

INTENT

Services/Central Administration. Mr. Warwick moved the House figure with the House INTENT. There was no objection, it was so ordered.

Services/Operating Agencies. Mr. Warwick moved the Senate Personal Services figure (860.0) and the House figures for the rest of the Codes. Sen. Groh objected. He asked whether this allowed the \$50,000 for Telecom Network Start-up. Mr. Warwick said yes. The question was called, and the motion carried with Sen. Groh objecting.

Data Processing. Administration & Support. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

State Telecom Network. Sen. Ray moved the House figure (same as the Senate and Governor's). There was no objection, it was so ordered.

Labor Relations Agency. Sen. Ray moved they change contractual to \$10,000 and accept the House figure. There was no objection, it was so ordered.

Retirement and Employee Benefits. PERS. Mr. Freeman moved the Senate figure (same as the Governor's). There was no objection, it was so ordered.

Retirement and Employee Benefits. TRS. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

Retirement and Employee Benefits. Employee Health Insurance. Mr. Warwick moved the House figure. There was no objection, it was so ordered.

Retirement and Employee Benefits. Territorial Employee Retirement. All three figures were the same, so the Committee unanimously accepted the figure of \$6.9.

Retirement & Employee Benefits. FICA. All three figures were the same, so the Committee unanimously accepted the figure of \$42.9.

Mr. Kent Dawson said this might be a good time to discuss the change in the budget for the Deferred Compensation Program. He said the administration could expand upon that.

Mr. Lind explained that it was a method whereby an employee of the State, under the State and Federal Tax Laws, is able to opt to let the State invest a portion of his money. This money would not be taxable to the employee until he withdraws it. The Divident Compensation Program would provide funding for this.

Mr. Warwick asked if they couldn't operate off of earnings of the fund. Mr. Lind said no.

RECESS

Meeting recessed at 2:15 P.M.

AFTER RECESS  
2:25 P.M.

Chairman Freeman called the meeting back to order.

DEPT. OF  
LAW

Legal Services. Operations. Sen. Ray moved the Senate figure. Mr. Freeman and Mr. Warwick objected. Sen. Ray said that if they could agree on the Washington Office, they could take the House figure for Contractual Services. He amended his motion so that they would be taking Senate figures for all Codes except Contractual Services, where they would be taking the House figure. This made the total \$1,967.8. There was no objection, it was so ordered.

INTENT

Legal Services. Special Projects. Mr. Warwick moved the Governor's figure. Sen. Groh objected because he thought the study could be done with existing staff. Sen. Butrovitch suggested compromising and adopting a figure of \$100,000. Mr. Warwick withdrew his motion. He then moved to adopt the figure of \$100,000. There was no objection, it was so ordered. The Committee voted to include House INTENT with the addition that it should be utilized to protect the State's interest before the Federal Pipeline Commission.

DEPT. OF  
REVENUE

Individual & Business Taxes. Sen. Ray moved the Senate figure plus \$19,700 in Personal Services for a Revenue Auditor III in Fairbanks. This was then \$710,500 in Personal Services for a new Total of \$986.0. There was no objection, it was so ordered.

Excise Taxes. Sen. Groh moved the Senate figure (same as the Governor's). There was no objection, it was so ordered.

Motor Vehicle Registration. Sen. Ray moved a Total figure of \$1030.9 using the Senate figures, but increasing Contractual to \$425.0. There was no objection, it was so ordered.

Fish & Game Licensing. Sen. Groh moved the Senate figure (same as the Governor's). There was no objection, it was so ordered.

Collection of Delinquent Taxes. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

Border Inspection Station. Mr. Saylor moved the Governor's figure. Sen. Ray objected. Sen. Butrovich wanted to add \$10,000 for the Haines Tourist Information Station. Mr. Saylor withdrew his motion. Sen. Ray moved they accept the Senate figures and add \$10,000 in Contractual with the INTENT that it be used for the Haines Tourist Information Station. Mr. Saylor objected. The question was called and there were 5 in favor of the motion. Mr. Saylor voted against the motion.

INTENT

Property Tax. Mr. Charney gave the following figures for a revised request:

|           |                          |
|-----------|--------------------------|
| Code 100: | \$ 175.9                 |
| 200:      | 25.0                     |
| 300:      | 272.5                    |
| 400:      | 3.5                      |
| 500:      | 2.0                      |
| Total     | 478.9 (for 12 positions) |

Sen. Ray moved the above figures. Sen. Groh and Mr. Freeman objected. The question was called and there were 4 in favor of the motion. Mr. Freeman and Sen. Groh voted against the motion. Thus, the motion carried.

Treasury Management. Sen. Groh moved the Governor's figure. There was no objection, it was so ordered.

Administration & Support. Office of Commissioner, Dept. of Revenue. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

Administrative Services, Dept. of Revenue. Sen. Ray moved the Senate figure. Mr. Freeman objected.

RECESS Meeting recessed at 2:50 P.M.

AFTER RECESS  
2:55 P.M.

Chairman Freeman called the meeting back to order.

Sen. Ray renewed his motion for Administrative Services, Dept. of Revenue, which was to adopt the Senate figure. There was no objection, it was so ordered.

DEPT. OF  
EDUCA-  
TION

Blue Book. Mr. Warwick moved the House figure (same as the Governor's). There was no objection, it was so ordered.

DEPT. OF  
H&SS

Public Services. Vital Statistics. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

DEPT. OF  
PUBLIC  
WORKS

Buildings. Planning & Design. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

Buildings. Construction Inspection. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

Buildings. Custodial Services. Mr. Saylor moved the House figure. Mr. Freeman objected. Discussion followed. Mr. Freeman removed his objection. Sen. Groh objected. Discussion followed. Sen. Groh removed his objection. Mr. Dawson explained that the House figures reflected the most recent estimate of completion dates. The question was called. There was no objection, it was so ordered.

Buildings. Maintenance Services. Budgeted Maintenance. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

Buildings. Administration & Support. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

Communications. Remote Village Radio. Sen. Ray moved the Senate figure, with the understanding that they could come back and look at it. There was no objection, it was so ordered. (Later in the meeting, this "understanding" was removed).

Communications. Teletype Operations. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

Communications. Support to State Agencies. Sen. Ray moved the Senate figure. There was no objection, it was so ordered.

Communications. Administration & Support. Sen. Groh moved the Senate figure. Sen. Ray objected. The question was called, and the vote was 5:1 with Sen. Ray voting against the motion. Thus, the motion carried.

DEPT. OF  
HIGHWAYS

Highways Working Capital Fund. Operations. Central District. Copies of a letter from Commissioner Campbell delineating new request figures for the Highways Working Capital Fund were distributed to the Committee members. The Total he had for the Central District was \$3,024.4. Sen. Ray moved that new figure. There was no objection, it was so ordered.

Highways Working Capital Fund. Operations. Interior District. The new request figure was \$2,469.9. Sen. Groh moved they accept the new figure. There was no objection, it was so ordered.

Highways Working Capital Fund. Operations. Southeast District. The new request figure was \$843.0. Sen. Groh moved the new figure. There was no objection, it was so ordered.

Highways Working Capital Fund. Operations. Western District. The new request figure was \$469.8. Sen. Groh moved the new figure. There was no objection, it was so ordered.

Highways Working Capital Fund. Operations. Southcentral District. The new request figure was \$1,512.4. Sen. Groh moved the new figure. There was no objection, it was so ordered.

Highways Working Capital Fund. Operations. Administration & Support. The new request figure was \$7,248.6. Sen. Groh moved the new figure. Sen. Ray objected. Discussion followed. Mr. Ron Lind explained that this was the area that they record depreciation. It is the cost of depreciation plus the increased cost of replacing vehicles in the future. They want to start recording this as an expenditure to get the accounting squared away. He said it was Working Capital Funds that would be used. They simply want to make depreciation a budgeted expense. Sen. Ray removed his objection. The question was called. There was no objection, it was so ordered.

LEGISLA-  
RE

Legislative Affairs. Sen. Ray moved the Senate figure. Mr. Freeman objected. Discussion followed. Mr. Freeman removed his objection. The question was called. There was no objection, it was so ordered.

Legislative Audit. Mr. Saylor moved the House figure. Mr. Warwick and Sen. Ray objected. The question was called, and the motion carried with Mr. Warwick and Sen. Ray voting against the motion.

Legislative Finance. Mr. Freeman moved the House figure. Sen. Ray amended the motion to add \$20,000 to automate certain functions of Legislative Finance.

RECESS

Meeting recessed at 3:25 P.M.

AFTER RECESS  
3:30 P.M.

Chairman Freeman called the meeting back to order. Sen. Ray withdrew his amendment. The question was called. There was no objection, it was so ordered.

Committee Expense. The Governor's figure was the same as the House and Senate figures. Therefore, there was no objection to adopting the \$25.0 figure.

Special Items. The House had allowed \$11,000.0 for this BRU, and the Senate had funded it on Separate Section "8" (Impact Section) of the Senate Appropriation Bill. Sen Groh suggested that rather than giving them the \$11 million total, they should take Section 8 of the Appropriation Bill, and go through it item by item and decide what they are going to approve, and what they are not going to. He thought that

for the purposes of this budget, they should establish it as nothing with the understanding that it wouldn't be less than \$11 million when they finished going through the separate items. The Committee agreed to this.

SPECIAL  
ITEMS

Special Items. Sen. Ray moved the House figure. Mr. Freeman objected. It was decided to leave this BRU open (page 1028).

Special Items. (page 1030). The House and the Senate had both allowed \$92.7. Therefore, the Free Conference Committee had no objection to adopting that figure.

Special Items. (page 1032). The House and the Senate had both allowed \$4,292.2. Therefore, the Free Conference Committee had no objection to adopting that figure.

Chairman Freeman noted that four BRU's were still open in GENERAL GOVERNMENT.

The first was on page 907. Mr. Freeman said that \$54.5 had been moved earlier. The Committee agreed to come back to this later.

The Second was the Police Standards Council on page 911. Sen. Groh moved the Senate figure. There was no objection, it was so ordered.

The Third was Executive Direction for the Office of the Commissioner of Education. Sen. Ray moved the Senate figure with all General Fund. There was no objection, it was so ordered.

The Fourth regarded Communications, Remote Village Radio, where they had adopted the Senate figure with the understanding that they could go back and look at it. This understanding was removed.

RECESS Meeting recessed at 3:35 P.M.

AFTER RECESS

4:20

SENATOR GROH moved and asked unanimous consent that General GEN. GOVT. Government be reopened. No objection, so ordered. Senator Groh said that on page 1008 (Support to State Agencies) he LEG. INTENT would like LEGISLATIVE INTENT that the Department establish a village radio in Telida. There being no objection, it was so ordered.

DEVELOP-  
MENT  
OFFICE OF  
GOVERNOR

Tokyo Office. Senator Ray moved and asked unanimous consent for acceptance of the \$78.0 figure (same in both houses). No objection, so ordered.

Planning and Research. Senator Ray moved and asked unanimous consent for acceptance of the \$286.0 figure (same in both houses). No objection, so ordered.

DEPT. OF  
ADMIN.

Surplus Property. Mr. Warwick moved and asked unanimous consent for acceptance of the \$192.4 figure (same in both houses). No objection, so ordered.

DEPT. OF  
COMMERCE

Developmental Loans. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure with the SENATE INTENT that LEG. INTENT starting with FY 76, program is to be funded from the loan fund. No objection, so ordered.

Veterans' Loan Fund. Senator Ray moved and asked unanimous consent for acceptance of the Department's request figure of \$428.1. No objection, so ordered.

DEPT. OF  
NAT. RS.  
Agric.  
Devel.

Small Grain Incentive. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure, which is \$40. No objection, so ordered.

Agricultural Loan Fund. Senator Groh moved and asked unanimous consent for acceptance of the Governor's figure of \$79.2 which is the same as the Senate figure. No objection, so ordered.

State Fairs. Senator Ray moved and asked unanimous consent for acceptance of the \$104.5 figure (same in both houses). No objection, so ordered.

Plant Materials Center. Senator Groh moved and asked unanimous consent for acceptance of the Senate figure, which is the same as the Governor's. Mr. Saylor objected. Senator Groh explained that the Senate allowed one new position. Mr. Saylor maintained his objection. On vote, motion carried 5-1.

Administration. Senator Groh moved and asked unanimous consent for acceptance of the Governor's figure of \$71.6. No objection, so ordered.

DEPT. OF King Crab Quality Board. Mr. Freeman moved the figure of  
ISH AND \$107.0 (same in both houses). No objection, so ordered.  
GAME

DEPT. OF Tourism Promotion. Mr. Warwick moved the Governor's figure.  
ECONOMIC Objection was heard. Mr. Freeman moved to add \$71,000 to the  
DEVEL. House figure (which brings it up approximately to the Governor's  
level). Senator Butrovich amended the motion to the Governor's  
figure with the Senate intent. Objection was heard.

Committee recessed at 4:30.

#### AFTER RECESS

4:30 p.m.

Mr. Freeman withdrew his motion. Mr. Saylor moved and asked  
unanimous consent that approximately \$150,000 be added (under  
Miscellaneous) to the Governor's request for staff support  
for the Department of Tourism in the event that the rest of  
Economic Development is deleted. Senator Groh objected. Committee  
decided to leave this BRU and the next BRU (Promotion of  
Economic Enterprise) open at this time.

Reindeer Development. Senator Groh moved the 0 figure for this  
BRU (same in both houses). No objection, so ordered.

Office of Commissioner. Committee decided to leave this BRU open.

COMM. & Rural Affairs Commission. Mr. Warwick moved and asked unanimous  
REG. AFF. consent for acceptance of the \$17.0 figure (same in both houses).  
No objection, so ordered.

Local Govt. Assistance. Senator Ray said that the difference  
between the House and Senate figures in in the Ad Valorem Study  
increase by the House. Senator Ray moved the Senate figure. Mr.  
Saylor objected. There was brief discussion during which Senator  
Groh expressed his strong objection to the study. Mr. Saylor  
felt that it was important to lay some groundwork. Senator Ray's  
motion was renewed and it carried unanimously.

Local Boundary Commission. Senator Ray moved and asked unanimous  
consent for acceptance of the Senate figure. No objection, so  
ordered. (This BRU was later reopened and the figure \$61.3 adopted  
instead of the \$41.6).

Local Planning Assistance. Senator Butrovich moved and asked unanimous  
consent for acceptance of the Senate figure of \$307.3. No objection,  
so ordered.

Economic Opportunity Office. Mr. Saylor moved and asked  
unanimous consent for acceptance of the Senate figure of \$328.3.  
No objection, so ordered.

Local Financial Assistance. Senator Groh read a letter to the  
committee which stated that this BRU was underfunded for this  
year and will be next year by the House and Senate figures, both.

LEG. INTENT

Senator Ray moved and asked unanimous consent for acceptance of their requested figure of \$1,050, with LEGISLATIVE INTENT that \$215,000 be available for immediate expenditure to fund FY74 shortfall for the tax exemption program. There is also \$50,000 for Community Assistance. There being no objection, it was so ordered.

Revenue Sharing. The committee decided to leave this BRU open.

There was a recess at 4:50 p.m.

AFTER RECESS

5:10 p.m.

National Forest Receipts. Senator Groh moved the \$479.0 figure (same in both houses). No objection, so ordered.

Native Claims Payments. Senator Groh moved the \$922.0 figure (same in both houses). No objection, so ordered.

Admin.

Office of Commissioner. Senator Groh moved the Senate figure, \$123.4. No objection, so ordered.

Administrative Services. Senator Ray moved the Senate figure, \$139.0. No objection, so ordered.

Rural Dev.  
Assistance

Grants. Senator Ray moved the Senate figure of \$620.0. No objection, so ordered.

Administration. Mr. Warwick moved the Senate figure of \$128.5. No objection, so ordered.

STATE BOND  
COMMITTEE  
DEBT SERV.

Remote Housing. Senator Ray moved and asked unanimous consent for acceptance of the \$273.4 figure (same in both houses). No objection, so ordered.

Flood Control. Senator Ray moved and asked unanimous consent for acceptance of the \$258.0 figure (same in both houses). No objection, so ordered.

Waters and Harbors. Senator Ray moved and asked unanimous consent for acceptance of the \$150.0 figure (same for both houses). No objection, so ordered.

Natural Disaster Coverage. Senator Ray moved and asked unanimous consent for acceptance of the \$390.2 figure (same in both houses). No objection, so ordered.

Senator Ray moved and asked unanimous consent that the Committee reopen Local Boundary Commission. No objection, so ordered. He said that they have been informed that the Commission's biggest single problem is in staffing. He moved that the committee add a local government specialist at \$19,700.

Motion was to increase the total to \$61.3, with the addition of one position. No objection, so ordered.

GENERAL  
GOVT.

Mr. Saylors moved and asked unanimous consent that General Government be reopened. No objection, so ordered. He requested that in the Office of the Commissioner of Administration, there be LEGISLATIVE INTENT that there be two new accounting clerks. No objection, so ordered.

LEG. INTENT

EDUCATION

Returning to unresolved areas, the committee turned to the Education category, Educational Broadcasting. Committee was still unable to resolve its differences in intent.

NATURAL  
RESOURCES

The committee had four unresolved BRU's in this category, Management Research and Administration under Commercial Fish, and the Director's Office under Protection. Senator Ray moved the Senate figures for Research and Management and the House figures for Administration and for the Director's Office in Protection. Objection was heard. Senator Groh moved the Senate figure for Contractual Services in Commercial Fish Research and the rest of the codes, the House figures. Mr. Warwick amended to the Governor's Personal Service and Contractual Services with the intent that all designated projects be taken care of. Objection was heard. Mr. Freeman moved the Governor's figure with the Senate intent. Mr. Saylors objected. On vote, motion failed. The Senate members did not feel there was sufficient money in the Governor's budget to accomplish all the projects. Senator Ray moved the Governor's figure with the exception of \$360,000 for Contractual Services. Mr. Saylors objected. Senator Ray withdrew his motion. Mr. Freeman moved the Governor's figure for Personal Services and the Senate figures for the rest of the codes, along with Senate intent. Senator Ray objected, feeling that would not allow for adequate administrative manpower. Senator Ray renewed his motion to accept the Governor's figures except in Code 300. Mr. Freeman amended to the Governor's figure for Code 100, the House travel figure, \$360,000 for contractual per Senator Ray's suggestion, House Commodities and Equipment figures, and Senate intent. Mr. Saylors objected. He asked why the Governor's budget cut out those projects included in Senate intent. Mr. Charney said that it was simply a matter of priorities. They took the top priorities to fund within the amount that they felt the State could afford. On vote, motion carried, 5-1 with Mr. Saylors objecting. Motion included Senate temporaries and Senate intent.

LEG. INTENT

Management. Mr. Warwick moved and asked unanimous consent for acceptance of the Senate figure. Mr. Saylors objected. Motion carried, 5-1.

Admin. and Support. Chairman Freeman moved the House figure with the adjusted personal services 4% amount, along with the House LEG. INTENT LEGISLATIVE INTENT for one Attorney IV to go into the Fish and Game Department, not the Department of Law. No objection, so ordered.

The Personal Services figure, then, is \$267.7, for a total of \$393.0.

LEG. INT. In Protection, Director's Office, Mr. Freeman moved the House figure with a corrected personal services amount to include the 4% and with the intent (LEGISLATIVE INTENT) of adding a liason officer for the Guide Board. No objection, so ordered. Mr. Charney noted that the House personal services figure was already all right, and so the committee rescinded its action and moved instead the House figure of \$345.8. No objection, so ordered. The new motion also included the Intent.

Alaska Commercial Fisheries Entry Commission. Senator Ray noted that by taking out the overtime, which had been committee intent, the correct personal services figure should have been \$454.5, for a total figure of \$693.4 rather than \$706.4. He moved that the committee rescind its earlier action and adopt the \$693.4 figure. No objection, so ordered.

HEALTH &  
SOC.SERV.

Old Age Assistance. Senator Ray moved the House figure. Mr. Warwick moved to amend to include the House back up. Motion and amendment carried unanimously.

Aid to the Blind. Senator Ray moved and asked unanimous consent for acceptance of the Senate figure. No objection, so ordered.

Aid to the Disabled. Senator Ray asked why the House had decreased its figure. Mr. Warwick explained that recently the federal government changed its definition of what constitutes disabled persons and under the new guidelines, the House figure would be appropriate. Mr. Barker said that if the Committee wishes to fund those people not fitting under the stricter requirements now, it would mean adding another \$520,000 to the House figure. This would bring the figure to \$1,969,800. Senator Groh moved and asked unanimous consent for acceptance of the figure of \$2,000,000. Mr. Warwick asked that this include the backup. No objection, so ordered.

Mr. Barker noted that since those people have been included in Aid to the Disabled, \$57,600 can be deducted from the House General Relief figure. Senator Ray then moved the Senate figure for General Relief. No objection, so ordered.

Mr. Saylors moved the figure \$230,000 for Homemaker Services. Senator Ray objected. Senator Butrovich moved the Governor's figure. Objection was heard. Senator Butrovich withdrew his motion. Mr. Saylors said that the House had heard testimony that this additional money is not needed. Mr. Warwick noted that the federal money could be used in other areas where it might be more valuable. Committee could not agree and left this BRU open. There was a recess at 6:30.

4/23/74

AFTER RECESS  
8:10 P.M.

Present: All members. Senate President Terry Miller; House Speaker Tom Fink; other interested legislators. Frederick P. McGinnis, Commissioner; James F. McClain, Acting Deputy Commissioner, Department of Health & Social Services; Myrton R. Charney, Director; Ronald B. Lind, Deputy Director, Division of Budget & Management.  
Reporters: Mary Pat Murphy, Frank Murphy, Andy Williams.

SOCIAL Rep. Freeman called the meeting to order to close the open items  
SERVICES in the SOCIAL SERVICES program category.

Referring to Homemaker Services, Rep. Saylor moved the Governor's recommended figure. No objection, so ordered.

Rep. Warwick moved the figure \$2,847.6 for Pioneers Homes, Central Office. No objection, so ordered.

Assistance Payments, Aid to Families with Dependent Children, was open, and Sen. Groh moved the Senate figure. Rep. Saylor objected. After committee discussion, Mr. McGinnis was asked his opinion of the House and Senate recommendations for this BRU. Mr. McGinnis stated he was concerned with the House's assumption, based on testimony from their consultant, Dr. Yankee, that the error rate could be reduced to zero. The federal government allowed a 3% to 5% error rate, and Mr. McGinnis said the department would not fall below that even with the improvement anticipated from the Quality Control unit. Mr. McGinnis said the department's strong recommendation would be to adopt the Senate figure. Pipeline impact could not be determined at this time; however, 5% would possibly be a minimum figure. AFDC would be impacted by the pipeline less than other assistance payments. Sen. Butrovich questioned federal funds; to which Mr. McGinnis replied the federal government would match 50% of whatever the state allowed and there would be no problem. The federal government allowed three six-month intervals to bring the error rate down to acceptable levels with no penalty. The committee discussed state's compliance with federal regulations.

The meeting recessed briefly at 8:50 P.M.

Rep. Saylor moved to accept the figure of \$9,670.5 for AFDC. Sen. Ray objected, stating intent should be included that payments required under existing law will be made and funded by supplemental if the allocation is insufficient. Rep. Warwick objected. Rep. Saylor suggested funding a reserve account for this BRU to be administered by the Budget & Audit Committee. Sen. Groh stated any figure would be acceptable if the department could return with a

supplemental request. Returning to the original motion, Rep. Saylor moved a total figure of \$9,670.5; Sen. Groh amended the motion to include the intent that legally obligated payments would be made. Motion carried.

Referring to Foster Care under Program Services, Rep. Warwick moved the House figure. Sen. Ray objected; then withdrew his objection. Motion carried.

Sen. Groh moved the Senate figure for Institutional Care under Program Services. Reps. Saylor and Warwick objected, and asked Mr. McGinnis for his opinion. Mr. McGinnis said the Senate figure would not allow the department to purchase services from institutions under the full cost-of-care program. The departmental recommendation was that projected costs should be provided. Nationwide intent was to move away from large institutions; however, Mr. McGinnis said they were referring to institutions with over 1,000 children whereas the largest institution in Alaska had 40 children. Replying to further questions from the committee, Mr. McGinnis agreed it would be a desirable goal to take care of children in their own communities. Rep. Warwick moved the figure of \$1,400. Sen. Groh objected. Rep. Saylor moved the figure of \$1,436.4. No objection, so ordered.

Sen. Ray moved the Senate figure for Alcantra. Upon vote, the motion failed and the Alcantra BRU was left open.

The meeting recessed at 9:15 P.M.

AFTER RECESS  
9:28 p.m.

Mr. Chairman proposed that if the Senate would agree to full revenue sharing, the House figure, ETV, and full funding at the Governor's recommended level for the Department of Tourism, the House would agree to inclusion of Alcantra and Economic Development at the Governor's level ~~or the Senate~~ figure, whichever is lower. He so moved. Senator Ray objected. Meeting recessed at 9:30.

AFTER RECESS  
9:35 p.m.

Alcantra. Senator Groh moved and asked unanimous consent for acceptance of \$585.1 for Alcantra. No objection, so ordered. (This was the Governor's request.)

DEVELOP. In Development, Municipal Services Revenue Sharing, Mr. Freeman moved and asked unanimous consent for acceptance of the figure \$11,822,000. No objection, so ordered.

For Promotion of Tourism, Mr. Freeman moved the figure \$1,180,500. No objection, so ordered.

For Promotion of Economic Enterprise, Mr. Freeman moved the Senate figure, \$460,900. Senator Ray objected and then removed his objection. No further objection, so ordered.

Mr. Freeman moved the Governor's figure, \$268,200, for the Office of the Commissioner of Economic Development. No objection, so ordered.

EDUCATION ETV. For Educational Television, Mr. Freeman moved \$645,500, to  
LG. INT. include both House and Senate LEGISLATIVE INTENT. No objection,  
so ordered.

GEN. Bicentennial Commission. Mr. Dawson, fiscal analyst, explained  
GOVT. that there is a request from the Commission for additional monies. He said that the House figure, \$44.3, acknowledges the reduction in available federal receipts. However, taking that amount as a base the Commission has found additional federal funds but thus needs additional money added to that appropriation to bring in this additional federal money available. New figures would be:

|           |         |
|-----------|---------|
| Code 100: | 39.5    |
| 200:      | 10.3    |
| 300:      | 3.9     |
| 400:      | .3      |
| 700:      | 93.6    |
| Total:    | \$147.6 |

Funding would be \$111.2 federal, \$36.4 general fund. Senator Groh moved and asked unanimous consent for acceptance of the figure \$147.6. There being no objection, it was so ordered.

Working capital fund. Senator Ray said that there needs to be additional money in the working capital fund. Increases

are due to two things: wage increases and increased costs in Commodities. He said that the new figure would be \$3,727,600, of which \$3,378,400 is general fund. He said that this will have the same effect as passage of Senate Bills 513 and 514. Senator Groh moved the \$3,727,600 figure. No objection, so ordered.

There was brief discussion on the pay increase, with the idea expressed that the Committee would fund at whatever the Free Conference Committee on the pay bill came up with.

Senator Ray asked that General Government be left open.

Meeting recessed at 9:50.

AFTER RECESS  
10:10 p.m.

SOCIAL  
SERVICES

In the Department of Health and Social Services, General Relief Program, Senator Ray moved to increase the figure to \$832.5. Mr. Warwick objected. Motion failed.

Senator Groh noted that they have received a letter from the Governor dated April 23 requesting the addition of \$150,000 to the Department of Labor, Office of Commissioner, budget, for the Alaska Plan. Objection was heard and on vote, motion failed (Yes votes - Ray, Freeman, Warwick; No votes - Butrovich, Saylor, Groh)

SOS

In State Operated Schools, Bilingual Program, Mr. Warwick moved that the Legislative Intent be removed. No objection, so ordered.

U of A

Mr. Warwick noted that with SOS and U of A, intent was adopted per the House intent. However, the Senate members did not have before them the full House intent. This was read to the committee and Mr. Warwick moved and asked unanimous consent that the full HOUSE

LEG. INT.

LEGISLATIVE INTENT be adopted. No objection, so ordered. (This is the intent relating to planning monies for community colleges.)

LEG. INT.

Mr. Warwick moved and asked unanimous consent that in Anchorage Community Colleges intent be included that \$110,000 of that would be for dental hygiene and medical laboratory program. Senator Ray objected. Senator Ray removed his objection. There being no further objection, it was so ordered.

Under U of A Research, Mr. Warwick moved that LEGISLATIVE INTENT be adopted that increased cooperation and joint assignments between Research and Instruction be encouraged. FY76 budget shall include a report on the number of joint assignments and other indices of comparison for FY 73-76. Senator Ray objected, then removed his objection. There being no further objection, it was so ordered.

Senator Groh noted that the Kuskokwim Community College is the third fastest growing community college in the state and he felt they needed an increase in the Personal Services figure accepted by the Committee. He moved and asked unanimous consent that an additional \$40,000 be added to their Code 100. No objection, so ordered.

DEVELOP.

In Development, Veterans' Loan Office, Mr. Warwick said that the

committee had included a loan officer and accounting clerk for the Fairbanks office. He said that he had talked with the Commissioner of Labor who had said that what they need is an appraiser in lieu of the loan officer in Fairbanks and a Statewide appraiser in lieu of the accounting clerk. He said that he sees no needed changes in funding and moved and asked unanimous consent that these two positions be accepted in lieu of the other two. No objection, so ordered.

Representative Freeman moved for acceptance of all the figures on the Capital Projects list which were the same (Governor's, Senate, and House). There being no objection, the motion was adopted.

Mr. Charney then advised the Committee that under Equipment Purchases the figure should be \$6,348,700 under Governor, Senate and House. There was no objection to this change.

Senator Groh requested a ten minute recess. There being no objection, the meeting recessed at 10:30 p.m., and reconvened at 11:10 p.m.

Senator Groh moved and asked unanimous consent that the amount for Library Books, University of Alaska, be set at \$300,000. Representative Freeman objected for the sake of information. He asked if it was the Senators' intention to go through each item individually. He said he wanted to take them all at once. He asked the Senators to list the items they want.

Senators Groh and Ray listed (by category) the following items they would like included in the capital projects budget:

Education, Dept. of Education: Museum security and  
fire protection, Juneau \$155,000

Kenai translators\* 35,000

Natural Resources, Dept. of Fish & Game: Pybus Bay  
project (aquaculture), Seward 25,000

Public Protection, Dept. of Military Affairs: Change  
amount for CAP Hangar, Fairbanks from \$9.0 to \$11,000.

Development, Dept. of Public Works, Add Harris Harbor  
in the amount of 100,000

Transportation, Public Transportation Equipment,  
Fairbanks. Change amount from \$125.0 to 200,000

Transportation, Dept. of Public Works, Add: Kodiak,  
Illiamna, Homer port & vessel study 50,000

Transportation, Dept. of Highways, Add: Whittier  
Shotgun Cove-service road 700,000

Senator Ray said the \$10.0 to Legislative Finance was deleted by the Senate since they already have that. Jay Hogan explained that this item has not been duplicated elsewhere--it is for committee rooms for chairmen of the house and senate finance committees. After hearing this explanation, Senator Ray said he had no objection to leaving that item in.

\*A question arose as to whether or not the Kenai translators (\$35.0) and the Barrow Radio Station (\$90.0) were included in the operating budget. Rich Guthrie explained that there is \$35.0 for the Kenai translators in the operating budget under Code 500, since the Senate figure had been adopted on that BRU. He said there is \$90.0 in Code 700 in the operating budget for the Barrow radio station. The staff was asked to research this further to be certain.

Senator Groh moved that the first two items under University of Alaska (Mobile Equipment and Library Books) be approved. No action was taken on the motion at this time.

Representative Warwick requested a recess. The meeting recessed at 11:25 p.m. and reconvened at 11:45 p.m.

Senator Groh announced that the senators will have to meet with their caucuses before settling the capital projects budget. There being no objection, the committee adjourned at 11:45 p.m.

Adjournment Chairman Freeman announced that Free Conference will meet at 9 a.m. tomorrow morning, at which time it will consider the Impact on State agencies.

FREE CONFERENCE COMMITTEE

April 24, 1974

9:10 a.m.

Present: Senators Groh, Butrovich, Ray; Representatives Freeman, Warwick, Savlors. Staff members present were Rich Guthrie, Kent Dawson, Bob Grogan, Milt Barker, Fiscal Analysts; Jay Hogan, Director, Legislative Finance; Mr. Myrt Charney and Mr. Ron Lind, Division of Budget and Management, Department of Administration.

Also present were the following: Senator T. Miller, Representative T. Gardiner; Commissioner of Health and Social Services, Fred McGinnis; Bill Miles, Administrative Assistant to Senator Groh; Members of the press, Elaine Mitchell, Ken Roberts, and other interested observers.

The meeting was called to order by Representative Freeman, Chairman.

IMPACT  
ON  
STATE  
AGENCIES

The Committee considered impact on state agencies.

Representative Freeman stated that the House figure for impact to state agencies is \$11.0 million available to the Governor to apportion out (and to match with federal funds). The Senate figure is \$11.6 million apportioned directly to the different departments.

The House and Senate delegations concurred that the decision must be made at the outset as to whether any impact funds will go to the agencies or to the Governor to apportion to the agencies.

Senator Groh said it is the Senate delegation's thought to put monies in for impact under various categories to give the Administration direction as to what the legislative priorities are for the impact money.

Representative Freeman stated that because the impact is an unknown factor and only guesswork has gone into the attempt of determining what the impact will be and in what areas, it is his personal feeling that the Legislature, in all areas possible, should provide as much flexibility for unforeseen contingencies. The original proposal was that municipalities were to be allowed to obtain impact funds when the need arose. Then, as the Senate has done, it would be necessary to line-item them out to those areas. Representative Freeman said that the problem with municipality impact is the difficulty in budgeting on the basis that they may or may not get the money. Therefore, Representative Freeman felt very strongly about the "direct grant" part of impact budgeting (the grants going directly to the municipalities), as seen in the House version. However, based on testimony he had received from various state

agencies, all impact budgeting has been pure guesswork.

Representative Freeman said that if the same amount of money is provided and the Administration is allowed as much latitude as possible (to use the money as the need arose and to match it to federal funds to the best of its ability) then perhaps the money can be used to a better advantage. Where there is a greater need than expected and a lesser need than expected, the funds for the latter can be shifted to meet the greater need.

Senator Groh said he wished to commend the House delegation for its concept of direct grants to municipalities; however, with regard to the money for state agencies, it might be advantageous to the Legislature to indicate to the Governor the areas in which general funds will be expended. The Legislature should indicate its priorities to the Executive Branch.

Senator Ray said he agreed with the concept of direct grants to municipalities but he also felt very strongly about the Legislature taking an active part in appropriations to state agencies.

Representative Warwick said it would be possible to combine both Senate and House approaches; appropriate the money to state agencies and leave the Governor money for unforeseen difficulties which would be approved by the Budget and Audit Committee.

Senator Groh agreed with Representative Warwick's suggestion. Perhaps the Committee could identify priority items and then expand those which have the greatest priority.

Representative Freeman assumed that the other members of the House delegation had no quarrel with the Senate's \$11.6 million figure. Representative Saylor and Representative Warwick indicated that they had no objection to the figure.

Representative Saylor suggested that the Senate figures and breakdowns of the \$11.6 million be adopted; \$1.4 million can then be added as a contingency figure which will bring the total to \$13.0 million.

Representative Warwick said it was the House's intent that the Foundation Program operate at full funding; however, there is a difficulty if too much or too little money is appropriated. He then said that it might be possible to include \$5 million or \$6 million in this contingency reserve without locking it into the Foundation Program. Legislative intent would state that the Foundation Program is to be fully funded.

Representative Freeman suggested that the Senate priorities be accepted but cut in half. The other half of the \$11.6 million can be put into the contingency fund. (Representative Freeman said he had no quarrel with the Senate priorities.) This approach will allow the flexibility of shuffling funds when and where the need arose.

Mr. Charney pointed out to the Committee that there is a technical problem in that the Executive Budget Act does not call for transfers between agencies; transfers must be done within an agency. However, if all appropriations are made to one agency and are spelled out for specific purposes, they could then be transferred.

Representative Warwick asked Senator Groh if there were any items listed under Senate priorities that the Senate delegation may not want to have transferred. Senator Groh replied that the CIB and Department of Public Safety impact funds should not be transferred.

If the total impact funding figure is placed within one agency for disbursement, there will be no problem with interchanging, but if funds are allocated directly to agencies, those funds cannot be shifted back.

Representative Warwick said that the Committee could take Representative Freeman's approach and use 50% (\$5.8 million) of the total figure to be appropriated to the agencies through the Office of the Governor with changes as the Budget and Audit Committee sees fit, and work within that figure.

Senator Ray said all money should be appropriated to the Office of the Governor; the Legislature should point out the priority areas and ask that the money be put in those areas. The Governor can, in the interim, approach legislative control on transfer items. He then said that there should be an additional contingency to take care of the unforeseen problems or needs that may arise. If the Legislature is going to give the Governor flexibility with the previous approach, the Legislature must put money in over and above what it has outlined (\$28 million [Senate] which is \$10 million under what the Governor had requested).

Representative Freeman disagreed. He said that because there is little justification for the requested impact funds, a lesser amount of money should be used. He added that he thought that by splitting the total impact figure of \$11.6 million, leaving \$5.8 million for the contingency, the problem could be solved.

Representative Warwick suggested accepting the Senate approach and appropriate items that the Legislature sees fit to the Office of the Governor which can be reallocated by the Budget and Audit Committee.

Recess: A recess was called at 9:55 a.m.

AFTER RECESS  
10:00 a.m.

Recess: The Committee reconvened but decided to recess for an additional half-hour.

AFTER RECESS  
11:35 a.m.

At this point, Senator Groh announced that the senate committee members have met with their caucuses and are prepared to propose a counter-offer for the capital projects budget. He outlined the following proposed additions to the budget (in addition to those proposed by the senate members yesterday):

CAPITAL

|           |                                                                                                                                                            |           |
|-----------|------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|
| Projects: | Kuskokwim Community College                                                                                                                                | \$ 60,000 |
|           | Healy School                                                                                                                                               | 25,000    |
|           | Anchor Point - voc ed grant                                                                                                                                | 5,000     |
|           | Alaska Retarded Children's Assn. Building<br>(in Anchorage)                                                                                                | 300,000   |
|           | Land Use & Community Development, St.<br>Lawrence Island (This adds a new sub-section<br>on page 3 under Department of Community &<br>Regional Affairs)    | 10,000    |
|           | State Fairs: Change amount from \$225.0 to \$300.0*                                                                                                        |           |
|           | Girdwood Environmental Protection Planning and<br>Engineering (This adds a new sub-section on<br>Page 4 under Department of Environmental<br>Conservation) | 150,000   |

Representative Freeman requested that a program similar to the one for Anchor Point be added to the list. It would be for voc. ed in Ketchikan, to run the fishery rehabilitation project in the school there: \$5,000. There was no objection to adding this.

At Representative Warwick's request, Senator Ray gave the following breakdown for the State Fairs money:

|           |         |
|-----------|---------|
| * Haines  | \$125.0 |
| Kodiak    | 75.0    |
| Palmer    | 50.0    |
| Ninilchik | 25.0    |
| Fairbanks | 25.0    |

Representative Warwick objected to the allocation of the State Fairs money.

Representative Warwick requested a short recess. There being no objection, the meeting recessed at 11:45 a.m. and reconvened at 11:47 a.m.

Representative Freeman requested that the amount for Legislative Finance (\$10.0 on page 6) be changed to \$19,500. There was no objection to this change.

Representatives Warwick and Freeman requested that \$400,000 be added under SOS for Advance Planning Revolving Fund. This is to be replaced by bond issue monies. Representative Freeman explained that they want SOS to have this money available for advance planning; however, it will be repaid from bond funds. There was no objection to addition of this \$400.0. It was stated by Rep. Warwick and confirmed by Mr. Charney that the Governor has endorsed this.

Recess from 11:50 - 11:52 a.m.

Two further additions were proposed by Senator Groh:

|                                |            |
|--------------------------------|------------|
| Tok School                     | \$35,000   |
| State Fairs - change amount to | \$325,000. |

Senator Groh moved and asked unanimous consent that the capital projects budget be adopted with all the items listed (both House and Senate priorities), with the intent that where contradictory, the staff shall call it to the committee's intention.

Senator Ray objected. Senator Ray moved for the Senate figure of \$1,362,500 for the Waters & Harbors Projects (WFT/GF). Representative Saylors questioned whether this is a duplication. Senator Ray said if it is a duplication, it can be forgotten. There was no objection to the Senate figure.

Outdoor Recreation Facilities (\$2,900,000 federal money). Senator Groh moved that this item be deleted. There being no objection, it was so ordered.

Explaining the difference between the Senate and House figures on the Dept. of Highways pipeline-related special projects, Jay Hogan stated that the House figure only includes the bridge. He stated that these are all programmed receipts from Alyeska.

Senator Ray moved the Senate figure for this item (\$24,900,000). There was no objection.

Barrow Radio Station (\$90,000). Representative Warwick asked Rep. Ferguson if this item was duplicated in the operating budget. Representative Ferguson indicated that this item is not duplicated. Therefore, there was no objection to its inclusion.

All items being cleared up, and there being no further objections, the capital projects budget was adopted.

The committee then took a brief recess. 12:00 noon.