

HOUSE/SENATE FINANCE COMMITTEE MINUTES - 1967-1982 2767

DEPARTMENT OF REVENUE

Child Support Enforcement, p. 29

Dr. Lehr stated that \$260.0 plus \$40.0 additional funding was needed. Representative Meekins moved \$260.0. Dr. Lehr stated that the \$40.0 was for legal and computer services to support the eight positions for non AFDC Child Enforcement. Representative Meekins moved to hold the page OPEN. No objection.

DEPARTMENT OF EDUCATION

Youth Employment Services, p. 31

Representative Meekins moved the figure of \$142.5. Senator Sumner moved an additional \$128.0 for youth employment. This page was held OPEN.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES

Assistance Payments

AFDC, p. 35

Jerry Schilz explained that there was a Governor's Budget Amendment coming in for a \$3 million reduction. Dr. Lehr explained that it was because the department had lowered their estimate. He said that the Senate figure of \$28096.7 would be acceptable. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES

Assistance Payments

Energy Assistance Program - NEW BRU - no page no.

This new BRU was created from the Governor's Budget Amendment B-06-24. 100% federal money (\$7 million) would be provided, with the exception of a 50% match for administrative costs. \$183.8 would come from Federal Receipts, and \$183.8 would come from the General Fund.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES

Assistance Payments

Aid to the Blind, p. 37

Representative Meekins moved the figure \$140.9. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES

Assistance Payments

Aid to the Disabled, p. 39

Jerry Schilz explained that the Governor's Budget Amendment BA-06-25 would reduce the figure by \$200.0. Chairman Sackett moved the Senate figure \$4691.7 minus the \$200.0. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Assistance Payments
General Relief, p. 41

Representative Meekins moved the Senate figure of \$800.0.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Public Assistance Eligibility
Eligibility Determination, p. 45

Jerry Schilz explained the difference between the House and Senate figures - a position in Wrangell and the transfer of \$120.3 for Mauneluk. Chairman Sackett moved that the page be held OPEN. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Public Assistance Eligibility
Staff Development, p. 47

Chairman Sackett moved the House figure of \$140.0. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Homemaker Services, p. 51

This page was held OPEN.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Foster Care, p. 53

Jerry Schilz explained that this would be transferred into a separate BRU combined with Justice, and that there would be no money change. Chairman Sackett moved to \$-0- this component. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Institutional Care, p. 55

Same as above. Chairman Sackett moved to \$-0- this component. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Day Care, p. 57

Representative Duncan moved the Senate figure of \$233.7, plus \$58.4 (grants/claims) to fully fund the program on an enrollment basis rather than an attendance basis. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Youth Services, p. 59

Senator Sumner moved that \$66.9 be added as a municipal grant to the Anchorage Minority Youth Employment Services for a summer '81 youth program. No objection. Chairman Sackett moved the Senate figure of \$233.7, plus the above \$66.9 and \$24.0 to "Big Brothers and Big Sisters of Southeast Alaska". No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Program Services
Adult Supportive Services, p. 61

Representative Duncan moved \$41.8 for N.W. Education Art Therapy Inc. in Juneau. Senator Sumner moved the Governor's figure of \$1140.0 plus the following additions: \$430.0; \$371.3 for Studio Club; \$189.2 for Heritage House; \$199.7 for Anchorage "sleep-off center". Representative Meekins objected. Representative Meekins moved the House figure of \$3537.7 plus the following: \$180.0 for Studio Club; \$70.0 for Heritage House; \$199.7 for the 24-hour "sleep-off" center; and \$41.8 for NWEAT. He asked unanimous consent. No objection. Senator Hohman moved \$49.3 for TWC in Bethel. No objection.

Jerry Schilz pointed out that the Legislative Intent on page 60-A was in error and should read: "...handicapped individuals who do not meet the state and federal...". Representative Meekins moved that the word "not" be inserted in the intent. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Foster Care, p. 63

\$ 3688.9

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Institutional Care, p. 67

\$10365.5

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Contract Services - Mauneluk, p. 69

This page was held OPEN.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Southcentral Region, p. 73

Chairman Sackett moved the Senate figure of \$2720.4. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Northern Region, p. 75

Representative Meekins moved the House figure of \$1464.6.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Southeastern Region, p. 77

Representative Meekins moved the Senate figure of \$499.2.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Western Region, p. 79

Representative Meekins moved the House figure of \$833.4.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Northwestern Region, p. 81

This page was held OPEN.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services
Southern Region, p. 83

Chairman Sackett moved the Senate figure of \$529.5. No
objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services Administration
Central Office, p. 89

\$ 882.6

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Social Services Administration
Staff Development, p. 91

This page was held OPEN.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
WIN, p. 93

\$ 293.6

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Office on Aging
Administration, p. 97

Chairman Sackett moved the Senate figure of \$884.8. No
objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Office on Aging
Grants, p. 99

Representative Duncan moved to add \$100.0 for White-House Conference on Aging. Chairman Sackett moved Intent that \$35.0 of existing grants go to Upper Tanana Development Corporation for program on aging. Representative Meekins moved the House figure of \$5442.9 with the House and Senate Intent. Senator Sumner moved \$50.0 for newspaper. Senator Hohman moved \$60.0 for a study on aging in S.W. Alaska. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Old Age Assistance Payments, p. 101

Chairman Sackett moved the Senate figure of \$4479.5. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Commissioner's Office, p. 103

Senator Sumner moved the Senate figure of \$493.4, plus \$105.4 to the Municipality of Anchorage for the Girls Club of Alaska, with Intent. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Director's Office, p. 107

Representative Meekins moved the Senate figure of \$334.5. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Personnel, p. 109

Representative Meekins moved the Senate figure of \$495.3. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Supply, p. 111

Representative Meekins moved the Senate figure of \$274.3. No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Finance, p. 113

Representative Meekins moved the Senate figure of \$679.3.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Graphic Arts, p. 115

Representative Meekins moved the Senate figure of \$36.7.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Audit, p. 119

Representative Meekins moved the Senate figure of \$427.0.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Fraud Investigation, p. 121

Representative Meekins moved the Senate figure of \$158.7.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Contract Internal Audit, p. 123

Representative Meekins moved the Senate figure of \$-0-.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Administration
Management and Budget, p. 125

Representative Meekins moved the Senate figure of \$403.7.
No objection.

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
Quality Control, p. 139

Representative Meekins moved the Senate figure of \$549.0.
No objection.

DEPARTMENT OF LABOR
Employment Security
Employment Services, p. 145

Chairman Sackett requested that Jerry Schilz explain ES Seafood Industry (page 161). Representative Meekins moved the House figure of \$8652.0, plus \$41.3 for Seafood Industry on page 161. Representative Duncan objected. Chairman Sackett moved the Senate figure of \$8906.6, plus \$67.3 for the Naknek Office (seafood industry). No objection.

DEPARTMENT OF LABOR
Employment Security
Unemployment Insurance, p. 147

Representative Meekins moved the Senate figure of \$11071.7.
No objection.

DEPARTMENT OF LABOR
Employment Security
Fraud Investigation, p. 149

The Senate figure of \$462.0 was adopted.

DEPARTMENT OF LABOR
Employment Security
CETA Services, p. 151 \$ 1283.6

DEPARTMENT OF LABOR
Employment Security
ESD Director's Office, p. 155 \$ 334.6

DEPARTMENT OF LABOR
Employment Security
DP Applications, p. 157 \$ 1432.3

DEPARTMENT OF LABOR
Employment Security
DP Operations, p. 159 \$ 966.5

DEPARTMENT OF LABOR
Employment Security
ES for Seafood Industry, p. 161

Funding for this BRU was transferred to Employment Services,
page 145.

DEPARTMENT OF LABOR
WIN, p. 167 \$ 1680.5

DEPARTMENT OF LABOR
Commissioner's Office, p. 169

Representative Meekins moved the Senate figure of \$534.4, minus
\$50.0 for interview tech. and speech writing. Dr. Lehr asked
for \$6.0 in Travel. No objection. Representative Meekins
moved Intent that Personal Services is appropriated so no
other positions will be effected. No objection.

DEPARTMENT OF LABOR
Administrative Services
Management Services, p. 173

Chairman Sackett moved the Senate figure of \$2334.9. Dr. Lehr explained the new Governor's Budget Amendment BA-B07-8 for \$200.00. Representative Meekins moved the Senate figure without the Budget Amendment. No objection.

DEPARTMENT OF LABOR
Administrative Services
Labor Market Information, p. 175

Chairman Sackett moved the House figure of \$594.3. No objection.

DEPARTMENT OF LABOR
Administrative Services
Research Contracts, p. 177

Chairman Sackett moved the House figure of \$548.9. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Veteran's Services, p. 183 \$ 80.5

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Senior Citizen's Tax Relief

Homeowners' Property Tax Exemption, p. 187	\$2787.0
Renters' Equivalency Rebate, p. 189	158.0
Water and Sewer Assessment Defer., p. 191	46.6
Motor Vehicle Exemption, p. 193	150.0

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Child Assistance
Day Care, p. 197

Representative Meekins moved the House figure of \$2982.9. No objection. Representative Duncan moved \$370.0 in Grants/Claims with Intent that funds be used for payments based on enrollment rather than attendance. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Child Assistance
Head Start Grants, p. 199

Chairman Sackett moved the Senate figure of \$600.0. Representative Meekins objected, and moved the House figure of \$1061.0. Senator Hohman moved \$15.0 for a Head Start music program in Bethel with Intent. Chairman Sackett moved \$60.0 for the Galena Head Start program. No objection. New figure \$1136.0.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
CETA

Representative Meekins moved the following figures. No objection.

Classroom Training, p. 205	\$ 1968.5
On the Job Training, p. 207	796.5
Work Experience, p. 209	2361.6
Public Service Employment, p. 211	8784.9
Services to Economic Dis., p. 213	518.9
Services and Administration, p. 215	3373.7

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Senior Citizen Housing Development, p. 217

Representative Meekins moved the Senate figure of \$86.2. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Community Services, p. 223

Representative Meekins moved the Senate figure of \$100.0. No objection.

The meeting adjourned at 10:00 a.m.

ADJOURN

MINUTES
FREE CONFERENCE COMMITTEE ON FY 81 BUDGET
May 19, 1980
8:45 a.m.

Chairman John Sackett convened the meeting at approximately 8:45 a.m. All committee members were present. Also in attendance were Ron Lehr, Director of Budget & Management; Representative Joe McKinnon; Rick Barrier, Assistant Director of the Court System; Bert Wagon, Deputy Commissioner of the Dept. of Commerce; Lois Cook, Director of Administrative Services for Dept. of Commerce; Fiscal Analysts Milt Barker and Jerry Schilz; and Administrative Assistants to the Finance Committees, Bill Hogan, Nancy Harvey, and John Crandahl.

PRESENT

The Chairman advised that the meeting was convened for the purpose of continued budget review and that further deliberation would commence with the HEALTH category.

HEALTH

NURSING
Field Nursing, p. 5

Senator Sackett moved for adoption of the Senate figure of 4354.6, advising that the Senate figure transfers some contractual service funding to Mauneluk for a pilot project on delivery of health and social services programs by a local area.

MAUNELUK

NURSING
Home Health Service, p. 7

Ron Lehr advised of a Governor's Budget Amendment spreading 320.0 throughout nine BRUs in order to correct short falls in federal funds. Senator Sackett moved for adoption of the Senate figure of 59.4 plus 16.2 in increased general funds to cover the federal short fall.

B.A.

NURSING
Administration, p. 9

Senator Sackett moved adoption of the Senate figure of 784.8.

NURSING
Early Screening, p. 11

Jerry Schilz noted that the thirteen requested positions are all new. Representative Joe McKinnon explained programs contemplated by the House budget, and Senator Sackett moved for adoption of the House figure of 432.9.

5/19/80

CONTRACT SERVICES-MAUNELUK, p. 13

Senator Sackett moved for adoption of the Senate figure of 171.4.

COMMUNICABLE DISEASE CONTROL
TB Control, p. 17

Jerry Schilz advised of a Budget Amendment increasing this component 40.3 in general funds. Senator Sackett moved for adoption of the Senate figure of 715.7 plus the Governor's Budget Amendment.

B.A.

COMMUNICABLE DISEASE CONTROL

Senator Sackett moved for adoption of Senate totals for the following components:

<u>Venereal Disease Control, p. 19</u>	248.4
<u>Immunization, p. 21</u>	147.4
<u>Epidemiology, p. 23</u>	328.8

ENVIRONMENTAL HEALTH
General Sanitation, p. 27

Ron Lehr advised of the restructure in Resources D.E.C., and Representative McKinnon explained the need for programs contemplated by the House budget. Representative Meekins moved adoption of the House figure of 1434.4.

CHILD & FAMILY HEALTH
Maternal & Child Health, p. 31

Senator Sackett moved the Senate figure of 775.2.

CHILD & FAMILY HEALTH
Handicapped Children, p. 33

Senator Sackett moved adoption of the Senate figure of 1612.8.

CHILD & FAMILY HEALTH
Communicative Disorders, p. 35

Senator Sackett originally moved the Senate figure of 454.6 but Representative Duncan objected, advising that he questioned the wisdom of eliminating one of the positions eliminated by both the House and Senate budget because the position represents a needed speech therapist. Mr. Duncan requested that the component remain open for later consideration.

OPEN

5/19/80

CHILD & FAMILY HEALTH
Child Development Service, p. 37

Senator Sackett moved for adoption of the Senate figure of 333.0 plus the 31.6 included in the Governor's Budget Amendment 06-22. B.A.

CHILD & FAMILY HEALTH

Senator Sackett moved for adoption of Senate totals for the following components:

<u>Administration, p. 39</u>	133.2
<u>Nutrition, p. 41</u>	1027.9
<u>Special Education Grants, p. 43</u>	358.4

LABORATORIES
Regional Labs., p. 47

Senator Sackett moved adoption of the Senate total of 1318.2 plus the Governor's Budget Amendment amounting to 35.0. B.A.

LABORATORIES
Administration, p. 49

Senator Sackett moved adoption of the Senate total of 131.5.

PUBLIC HEALTH ADMINISTRATION
Administration, p. 53

Ron Lehr advised of a Governor's Budget Admendment in the amount of 35.0. Representative McKinnon attested to the need for the Home Health Care Program run by the Municipality of Anchorage and further need for demonstration projects in Juneau, Ketchikan, and Fairbanks. Representative Meekins moved for adoption of the House figure of 1120.7 plus the Governor's Budget Amendment and 11.9 for the Fairbanks Breast Cancer Clinic. In addition, Mr. Meekins moved for adoption of 150.0 to be placed under "Grants" for a pilot program in preventative medical care to serve approximately 1,500 individuals in isolated communities throughout Southeast Alaska (Tenekee, Elfin Cove, etc.). B.A.

PUBLIC HEALTH ADMINISTRATION
Health Education, p. 55

Ron Lehl advised of a Governor's Budget Amendment in the amount of 13.2. The committee adopted 163.5 (the identical figure for Gov., House, and Senate budgets) plus the Budget Amendment. B.A.

5/19/80

EMERGENCY MEDICAL SERVICES
Administration, p. 63

Representative Duncan moved adoption of the Senate figure of 251.5 plus 7.5 in equipment for a monitor recorder fibulator at Haines. No objection having been voiced the new total of 259.0 was adopted.

EMERGENCY MEDICAL SERVICES

Senate totals were adopted for the following components:

<u>Advisory Council, p. 65</u>	28.5
<u>Grants, p. 67</u>	1279.3

MEDICAID, p. 69

Ron Lehr advised that 45698.1 represents the Administration's new projected total for Medicaid. He further attested to need for language directing that is federal revenue sharing funds used for medicaid fall short of the estimate, the amount of the short fall will be appropriated from the General Fund. Mr. Lehr submitted for committee review a Medicaid memorandum dated May 16, 1980, from the Dept. of Health & Social Services (copy attached to these minutes).

Jerry Schilz provided a brief explanation of Senate reductions in medicaid figures, and the Governor's projections which resulted in the above 45698.1 revised figure.

GENERAL RELIEF MEDICAL, p. 85

Jerry Schilz advised that the new recommended figure for General Relief is 12168.2, suggesting that the committee accept the Governor's revised figure.

PUBLIC ASSISTANCE ADMIN/COLL
Administration, p. 101

Ron Lehr advised that the difference between the House and Senate budget figures result from the fact that the Administration did not have information available for the House that it was able to supply the Senate. Discussion ensued concerning the Medicaid data processing controversy, i.e. whether such processing should occur in state or be permitted to go outside for processing. Senator Sumner attested to belief that such processing should occur outside the department but in state. The component was held open pending later consideration.

OPEN

PUBLIC ASSIST. ADMIN/COLL
Collection, p. 103

The Senate total of 47.4 was adopted.

5/19/80

INFO SYSTEMS

Data Services, p. 109

The Senate total of 1931.4 was adopted.

INFO SYSTEMS

Vital Statistics, p. 111

The Senate total of 354.8 was adopted.

SHPDA

Senate totals for the following components were moved and adopted:

<u>Health Planning & Development, p. 115</u>	454.2
<u>Certification & Licensinc, p. 117</u>	357.7
<u>Administration, p. 119</u>	128.6
<u>Health Planning Committee, p. 121</u>	91.7
<u>HSA Grants, p. 123</u>	300.0

ALCOHOL AND DRUG ABUSE

Administration, p. 127

Representative Meekins advised that the Legislation put about 5.0 million in HB 60 which funded five positions and the Office of Alcoholism and Drug Abuse. Funding for this component would provide innovative educational, treatment, and preventative programs in rural areas as well as evaluate such programs. Mr. Meekins urged adoption of the House total of 1303.8. No objection having been raised, the House total was adopted.

ALCOHOL AND DRUG ABUSE

Drug Abuse Grants, p. 131

The House figure of 1183.0 was moved and adopted. Senator Sumner added intent that API not terminate any of its employees because of contractual arrangements outside the state.

ALASKA PHYCHIATRIC INSTITUTE, p. 133

The House figure of 8574.1 was moved and adopted.

CONTRACT FORENSIC SERVICES, p. 135

The Senate figure of 267.2 was moved and adopted.

5/19/80

COMM MH SERVICES
Regional Administration, p. 139

The Senate figure of 230.4 was moved and adopted.

COMM M H SERVICES
Juneau Regional M H Clinic, p. 143

The House and Senate totals (identical figures) of 324.2 were moved and adopted.

COMM M H SERVICES
Community M H Grants, p. 145

Jerry Schilz advised that 32.0 should be added to the original 25.0 grant for the Gateway Project in Petersburg, producing a new total of 57.0. Mr. Schilz further advised of the need to decrease House grants by 17.0 for a new House total of 3714.7, recommending a new total for the grants component of 3726.7. No objection having been raised, the new total was adopted.

HARBORVIEW, p. 149

The Senate figure of 5710.6 was moved and adopted.

GOVERNOR'S COUNCIL/HANDICAPPED, p. 151

The Senate figure of 256.3 was moved and adopted.

COMMUNITY DD SERVICES
Client Program Management, p. 155

Jerry Schilz advised of contractual increases in the House budget. The House total of 63.8 was moved and adopted.

COMMUNITY DD SERVICES
Residential Care, p. 157

To the above component Senator Sumner added 70.5 for the Orthopedic Handicapped Facility. Senator Sackett moved for adoption of a new total of 2236.6 (the House figure of 2166.1 plus Senator Sumner's addition).

COMMUNITY DD SERVICES
Family Support, p. 159

To the Senate total of 1533.0 Senator Sumner added 113.1 for the Autistic Children's project for a new component total of 1646.1.

M H ADMINISTRATION AND SUPPORT
Central Office Administration, p. 163

The Senate total of 580.8 was moved and adopted.

M H ADMINISTRATION AND SUPPORT
MH Adv. Council and Land Board, p. 165

The Senate figure of 17.7 was moved and adopted.

M H ADMINISTRATION AND SUPPORT
Demonstration Grants, p. 167

Senator Sackett moved adoption of the Senate total of 351.8.

Having completed its review of the Health category, the committee next considered the DEVELOPMENT budget.

DEVELOPMENT

INTERNATIONAL AFFAIRS
Fisheries Commissions, p. 5

Senator Sackett moved for adoption of the Senate figure of 240.7.

INTERNATIONAL AFFAIRS
Asian Office, p. 7

Senator Sackett moved adoption of the Senate figure of 517.9.

INTERNATIONAL AFFAIRS
European Office, p. 9

Senator Sackett moved adoption of the Senate figure of 295.5.

AK. RENEWABLE RESOURCES CORP., p. 11

The House figure of 1476.1 was moved by Representative Meekins and adopted by committee.

SHARED TAXES

Senate figures for the following components were moved and adopted:

<u>Amusement and Gaming Tax, p. 17</u>	36.0
<u>Aviation Fuel Tax, p. 19</u>	134.0
<u>Electric & Telephone Coop. Tax., p. 21</u>	2000.0
<u>Liquor License Tax, p. 23</u>	600.0
<u>Fisheries Tax, p. 25</u>	2500.0

MUNICIPAL BOND BANK AUTHORITY, p. 27

Milt Barker explained Senate reductions in travel and

5/19/80

contractual. Senator Sackett moved for adoption of the Senate figure of 290.9.

ECONOMIC ENTERPRISE
General Operations, p. 31

Ron Lehr advised of reorganization within the Division of Economic Enterprise with a funding level as originally shown in the Governor's budget summation. Mr. Lehr distributed a department handout, advising that EDA general operations will occur within one BRU composed of three components. Questions were raised concerning 82.7 in Petrochemical funding as well as general operations in the area of hydrocarbons. Mr. Meekins proposed funding an additional 30.0 for geoduck research at the request of Representative Haugen, but later requested that the component remain open for further consideration.

OPEN

Subsequent components within Economic Enterprise, pages 33 through 37 were also held open for later review.

OPEN

VETERANS LOAN FUND, p. 39

The Senate total of 903.6 was moved and adopted.

TOURISM, p. 41

Senator Sumner advised that the Senate total of 3491.8 anticipates tourism at the current level. Mr. Duncan proposed intent that the appropriation be contingent upon Division of Tourism Headquarters remaining in Juneau. Representative Montgomery objected to such intent and the component was held open for later consideration.

OPEN

The meeting adjourned at approximately 10:00 a.m.

ADJOURN

MEMORANDUM

FCC - NB566 5/19/80
State of Alaska Health

TO: Ron Lehr, Director
Division of Budget & Management
Office of the Governor

DATE: May 16, 1980

FILE NO: D-15

TELEPHONE NO: 465-3331 (Hubbard)

FROM: 
Allen Korhonen, Deputy Commissioner
Office of the Commissioner
Dept. of Health & Social Services

SUBJECT: Medicaid

The Department of Health & Social Services would like to advise you of a reduction of our FY 81 Medicaid request.

The Department employed a basically simple projection system for calculating FY 80 - FY 81 Medicaid and General Relief Medical Budgets. There were no alternatives to using this system as the then current Medical payments system was not in operation, did not provide historical utilization data, and did not provide adequate payment data. As a consequence the Department had to rely on a system which simply projected the future value of dollars expended in a prior year adjusted for case load changes, inflation, and utilization.

The system provided the projections for FY 80 - FY 81 as shown on Attachment I. These figures were included by the Governor in his FY 80 Supplemental request (ultimately FCCSHB 60) and in the FY 81 Operating Budget Request.

At a later date, as you know, the Department sought a mechanism to allow the payment of any prior year bill with all appropriated Medicaid and General Relief Medical Funds. You provided such a mechanism in FCCSHB 60, Sec. 125 & 125. However, during debate on this matter the Legislature determined that the amount requested in the FY 80 Supplemental could be reduced. There was a lot of confusion over this matter. The Department's position was that the amount might be reduced only because of language in the FY 81 Operating Budget which allows prior year bills also to be paid from those sums. This would allow vendors to be paid in a timely manner though resulting any shortages would have to be covered in the FY 81 Supplemental.

Quite clearly the Department does not want to be in a situation where there is an automatic requirement for a FY 81 supplemental. We have recalculated our FY 81 projects employing the same projection system, but new data. The projection shows the full need for FY 80 to be in excess of what the Legislature authorized in FCCSHB 60 and in excess of what the Senate has authorized in their version of the FY 81 operating budget. (see attachment 2)

While we can not guarantee the validity of our projections, it must be recognized that they are the best estimates available to date and that there is no information available from any source that projects a downturn in medical inflation, a dramatic decrease in the Welfare Caseload, or a decrease in continuing growth in utilization.

5/19/80

- 67 -

A summarized comparison of the attached tables:

	Gov. 81 Request	House	Senate	New Projection
Medicaid	47960.2	47960.2	44165.1	45698.1
GR Medical	14640.2	14640.2	12106.2	12168.2
	(attachment 1 column 12)			(attachment 2 column 10)

February 25, 1980

DIVISION OF PUBLIC ASSISTANCE

	FY78		FY79				FY80				FY81	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
	FY 78 ACTUAL	FY 78 BASE	FY 79 ADJUSTMENT	FY 79 PROJECTED (Col. 2x3)	FY 79 ACTUAL (2/25/80)	INCREASE FY78 vs. FY79 (Col. 5+1)	FY 80 ADJUSTMENT	FY 80 PROJECTED (Col. 4x7)	FY 80 FCC	FY 80 SUPPLEMENTAL	FY 81 ADJUSTMENT	FY 81 GOV. REQ. (Col. 6x11)
<u>MEDICAID</u>												
Hospitals	3909.8	4115.3	28.3%	5279.9	5846.8	49.5%	26.6%	6684.4	5617.7	1066.7	33.5%	8923.7
Physicians	2543.0	2485.3	28.3%	3188.6	2624.5	3.2%	26.6%	4036.8	2819.2	1217.6	33.5%	5381.1
Other Services	608.5	720.9	28.3%	924.6	792.6	30.2%	26.6%	1170.9	735.1	435.8	33.5%	1563.1
EPSDT	1329.6	1349.2	28.3%	1731.0	1570.6	18.1%	26.6%	2191.5	1771.5	480.0	33.5%	2925.7
Nursing Homes	10248.6	10248.3	54.2%	15804.5	12947.8	26.3%	10.9%	17541.6	15825.6	1716.0	25.0%	21927.0
State Institut.	5704.8	5704.8	NA	4215.9	4215.9	NA	NA	-0-	-0-	-0-	NA	-0-
Indian Health	-0-	-0-	NA	1500.0	1435.3	NA	NA	6557.6	6557.6	-0-	10.4%	7239.6
TOTAL	24342.9	24623.8		32644.8	29433.5			38182.6	33266.7	4916.1		47960.2
<u>GR MEDICAL</u>												
Hospitals	3621.4	3389.0	28.3%	4348.1	4001.4	10.5%	26.6%	5504.7	4147.9	1356.8	33.5%	7348.8
Physicians	1239.9	1262.1	28.3%	1619.3	1589.5	28.1%	26.6%	2050.3	1150.3	899.7	33.5%	2737.1
Other Services	993.1	1045.1	28.3%	1340.9	1338.8	34.8%	26.6%	1697.3	1224.1	473.4	33.5%	2236.1
Nursing Homes	575.7	506.7	22.3%	704.3	328.8	(34.6%)	30.0%	915.6	683.9	231.7	25.0%	1144.5
Cat. Illness	449.1	450.0	78.5%	801.8	556.9	24.0%	(5.9%)	754.2	754.2	-0-	29.6%	977.5
Residential Care	-0-	-0-	-0-	-0-	-0-	-0-	-0-	166.4	166.4	-0-	-0-	166.4
TOTAL	6879.2	6652.9		8814.4	7815.4			11089.7	8126.8	2961.6		14640.2

ASSUMPTIONS:

	FY 79	FY 80	FY 81
Caseload Growth	9.0%	8.29%	14.2%
Utilization Growth	6.3%	5.29%	5.29%
Inflation	10.7%	10.37%	10.4%

COMPOSITE RATE

	28.3%	26.6%	33.5%
--	-------	-------	-------

Attachment 1

5/19/80

MINUTES
FREE CONFERENCE COMMITTEE ON FY 81 BUDGET
May 19, 1980
2:20 p.m.

Chairman Sackett called the meeting to order at 2:20 p.m. All committee members were present. Also in attendance were Administrative Assistant to House Finance Committee John Crandahl; Administrative Assistant to Senate Finance Committee Bill Hogan; Budget and Management Director Ron Lehr; Legislative Finance Director Jay Hogan; Legislative Finance Fiscal Analysts Milt Barker, Dave Scott, Elmer Lindstrom and Bob Schroeder.

ATTENDANCE

Chairman Sackett advised that the committee would continue budget review, commencing with the DEVELOPMENT CATEGORY.

DEVELOPMENT

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Energy and Power Development

Chairman Sackett moved the following Senate figures. No objection.

Energy Administration, p. 45	\$	308.7
Energy Conservation, p. 47		334.0
Energy Extension Service, p. 49		419.6

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Energy and Power Development
Weatherization, p. 51

Representative Meekins moved the House figure of \$2488.0. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Alaska Power Authority, p. 53

Representative Meekins moved the House figure of \$480.6. Chairman Sackett objected. Representative Meekins explained the need for three positions. Chairman Sackett withdrew his objection, and the figure was adopted.

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
Agricultural Development, p. 67

Chairman Sackett moved the Senate figure of \$122.7. Milt Barker explained that the Horticulturalist (\$40.0) had been added to the University of Alaska budget, and advised that it be deleted here. Representative Meekins moved the Senate figure, plus the House positions, minus the Horticulturalist. This page was held OPEN.

5/19/80

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
AG Financing and Promotion, p. 69

Representative Meekins moved the Senate figure of \$203.8.
No objection.

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
AG Research/Extension Services, p. 71

Chairman Sackett moved the Senate figure of \$361.9. No
objection.

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
State Fairs, p. 73

Senator Hohman moved the Senate figure of \$294.5. No
objection.

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
Director's Office, p. 75

Chairman Sackett moved the Senate figure of \$113.1. No
objection.

DEPARTMENT OF FISH AND GAME
King Crab Quality Control Board, p. 77

Chairman Sackett moved the Senate figure of \$395.6. No
objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Community Assistance Grants

Chairman Sackett moved the following Senate figures. No
objection.

Municipal Revenue Sharing, p. 81	\$ 26565.0
Agricultural Land Exemption, p. 83	189.6
National Forest Receipts, p. 85	1200.0
Rural Development Grants, p. 87	900.8
Organizational Grants, p. 89	25.0
Community Legal Assistance Grants p. 91	100.0

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
Training, Development & RDA, p. 95

This page was left OPEN.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
State Assessor, p. 97

Chairman Sackett moved the Senate figure of \$238.8. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
Local Boundary Commission, p. 99

Chairman Sackett moved the Senate figure of \$91.7. Representative Meekins moved \$20.0 to the Ketchikan Gateway Borough for a Quartz Hill Molybdenum Mine Study. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
Revenue Sharing Administration, p. 101

Chairman Sackett moved the Senate figure of \$73.7. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
Coast Energy Impact Program, p. 103

Chairman Sackett moved the Senate figure of \$991.2. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Community Planning Services
Community Planning Assistance, p. 109

Representative Meekins moved the House figure of \$4357.0, plus \$50.0 for a statewide cross-cultural community project. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Municipal Lands Trustee, p. 113

Representative Meekins moved the Senate figure of \$190.5. Dr. Lehr requested the addition of two positions that were in the Governor's original request. Chairman Sackett moved the Governor's figure of \$254.6. No objection.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Administration
Office of the Commissioner, p. 117

Chairman Sackett moved the House figure of \$190.1. No objection. Senator Sumner moved to add \$247.5 for Anchorage Minority Resource Center, and \$50.0 for the Coalition of Economic Justice. Representative Meekins moved to add \$350.0 to Alaska Legal Services Corporation. No objection. New figure total - \$837.6.

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Administration
Administrative Services, p. 119

Dr. Lehr explained an error in the original budget - \$27.6 should have been General Fund. He asked that no other funds be shown. Chairman Sackett moved the House figure of \$377.7. No objection.

Representative Meekins stated that Commissioner Ward of DOTPF had raised questions concerning the Operating Budget and rural airports, excluding runways. He questioned how these operating costs would be net savings to the state. Representative Meekins stated that this Free Conference Committee had agreed to fund the airports. In an attempt to prevent the Governor from vetoing this funding, Representative Meekins proposed that each member sign a letter he had drafted to the Governor showing how the State would be saving money. No objection.

Chairman Sackett stated that the committee would continue with budget review work, and would presently close out OPEN pages in the EDUCATION CATEGORY.

EDUCATION

DEPARTMENT OF EDUCATION
Foundation Program Components
Correspondence Study - DOE, p. 17

Representative Meekins moved the House figure of \$1327.7, plus positions # 4 and # 6. Dr. Lehr stated that positions # 1, 2 and 3 were temporary conversions to full-time. Representative Meekins moved that these be included, but not included in the new position total. No objection.

DEPARTMENT OF EDUCATION
Financial Support - Districts
Pupil Transportation, p. 27

Chairman Sackett asked if there was a Governor's revision. Dave Scott stated that without intent they will be required to pay 100% of current costs, and they think they can do that under the Governor's figure. Representative Meekins moved the Governor's figure of \$17990.5. Representative Montgomery made a statement about transportation costs going to the system; he asked for it to be fully funded. Representative Meekins moved the Governor's figure again. No objection. Chairman Sackett moved that Intent be added that the DOE would conduct a Hazardous Routes Study, and would report to the Legislature January 15, 1981. No additional funds would be provided for this study. No objection.

DEPARTMENT OF EDUCATION
Financial Support - Districts
State Contract Programs, p. 39

Senator Sumner moved the Senate figure of \$20975.1, with \$30.0 being added in Grants/Claims, for a total of \$150.0. He also moved that Intent be changed to account for this addition. No objection.

DEPARTMENT OF EDUCATION
K-12 Education Program Support
Special Education, p. 73

Representative Meekins moved the Senate figure of \$384.3. No objection.

DEPARTMENT OF EDUCATION
State Board of Education
Commissions & Associations - Support, p. 93

Representative Duncan moved that his original motion for \$45.0 for a Cultural Facility Development Committee be changed to \$60.0. No objection. All other figures remain the same.

DEPARTMENT OF EDUCATION

Chairman Sackett moved that a new BRU be created, funding a \$150.0 grant to Nenana for the Nenana School District for a one year change in area differential. Dave Scott suggested that the new BRU be placed in the section on page 25. No objection.

DEPARTMENT OF EDUCATION
Executive Administration
Planning Information & Research, p. 83

Dr. Lehr requested that the committee reconsider the funding on this page. He stated that positions # 4 and 6 were of high priority. Chairman Sackett moved that the Senate figure of \$764.1 be adopted rather than the previously adopted House figure of \$693.4. No objection.

The meeting adjourned at 3:00 p.m.

ADJOURN

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 20, 1980

8:45 a.m.

All Committee members were present. Also in attendance: PRESENT
Ron Lehr, Gary Bader, Marline Lesh, Budget and Management;
Ashok Dhringa, University of Alaska; Kerry Romesburg, Post-
secondary Education; Representative Rogers; Senator Hackney;
Dave Scott, Bob Grogan and Elmer Lindstrom, Legislative
Finance; various staff personnel.

Senator Sackett called the meeting to order and advised
the Committee would continue with the EDUCATION budget EDUCATION
closeouts.

DEPARTMENT OF EDUCATION

Adult & Postsecondary Support, Grants Admin, p 107: Ron
Lehr requested \$20.0 additional travel. Representative
Meekins moved travel be increased to \$77.7. No objection.

Representative Duncan asked if positions #1 and #2 were
filled, and Mr. Lehr indicated yes, they are temporary
conversions. Representative Duncan moved the positions.
No objection.

Postsecondary Education Commission, Student Fin Aid Admin,
p 119: Dave Scott explained the actual Senate figures are
under column 13--column 10 represents the short-funded
figures, until the move takes place. Representative Dun-
can moved the House figure with five positions. Repre-
sentative Meekins asked if the positions weren't the
priority of the Department. Mr. Scott indicated yes, the
four temporaries would be the highest priorities, then
positions #1-#4. Senator Hohman requested this be held OPEN
OPEN until Senator Hackney has a chance to testify before
the Committee. No objection. Representative Meekins re- REQUEST
quested Kerry Romesburg submit a statement on the loan
program. (See next page.)

Postsecondary Education Commission, p 121 and 123, were
also held OPEN. OPEN

Skill Center Programs, Seward Skill Center, p 127: Senator
Sumner moved the Senate figure plus the first four positions;
new total, \$3,377.7. No objection.

Skill Center Programs, Anchorage Center, p 129: Senator Sumner moved the Senate figure plus \$685.8 (from HB 60), breakdown as follows:

<u>\$332.9 - personal services</u>	<u>\$260.4 - contractual</u>
<u>\$ 12.5 - travel</u>	<u>\$ 80.0 - commodities</u>

Senator Hohman moved new total figure, \$726.0. No objection.

Post Secondary Education Commission, Student Fin Aid Admin, p 119: Senator Hackney arrived at this time and presented his statement on the proposed move to Fairbanks. Discussion. Representative Meekins read a letter from Mr. Romesburg, who indicated the move would require the firing of 26 people. Representative Meekins stated he feels the move would be disruptive and he didn't see what would be benefited by moving. Senator Hackney commented any move would be disruptive.

Representative Duncan withdrew his previous motion. Senator Hohman moved the Senate figure. Representative Meekins objected. Senator Hohman withdrew his motion. Representative Meekins moved the House figures, plus positions #1, #2, #5, #6, #7 and #8. Senator Hohman objected. The question was called for, and the motion failed (3 in favor). Senator Sackett indicated this would be held OPEN for one more day. OPEN No objection.

Administrative Support, Fin & Mgmt Services, p 63: Representative Meekins requested the Committee return to this page. Representative Meekins moved \$37.8 for a new position in management services; new total, \$536.7. No objection.

State Board of Education, Commissions & Association-Supp, p 93: Representative Montgomery moved \$50.0 for clinics for assisting coaches in safety, statewide (request from the Activities Association). No objection.

Representative Meekins moved \$60.4 for establishment of a new BRU for Klawock (p 25). No objection. NEW BRU

Vocational Rehabilitation, Counseling & Placement, p 133: Mr. Scott explained the House placed this in Wasilla, and the Senate placed it in Palmer. Representative Meekins moved it be placed in Wasilla, with \$20.2 in support costs. No objection. Senator Sackett moved the House figure, \$2,372.4. No objection.

Alaska Arts Council, p 155: Senator Hohman moved the addition of \$75.0 as a grant for the Bethel Arts Council. No objection.

Representative Duncan moved the addition of \$26.0 for the Juneau Symphony, \$50.0 for the Juneau Centennial, and \$15.0 for the Haines Centennial. No objection.

Representative Duncan moved INTENT that \$60.5 of the base INTENT figure is for the Haines Alaska Indian Arts. No objection.

Senator Sumner recapped his previous motion adding \$153.5 with INTENT designating \$15.0 for the Ballet Folklorical and \$241.5 for the Visual Arts Center. Using the Senate figure as base, Senator Sumner moved the figure \$2,289.5 under grants; new total figure, \$2,597.1. No objection.

Public Broadcasting Commission, p 159: Mr. Scott noted the House includes funding for Capital 81 here, and the Senate includes it under State Library. Senator Sumner moved \$74.0 for KSKA. Representative Meekins moved the House base figure. No objection.

Senator Hohman moved the addition of \$8.0 for KYUK-TV, and \$125.7 for translator maintenance; total BMS for KYUK-TV, \$568.8.

Representative Meekins moved \$41.0 for KRBD-Ketchikan, and an increase of \$5.0 for KMXT-Kodiak. No objection. He moved \$100.0--\$50.0 each for Petersburg-Wrangell and Ketchikan--appropriation transfer to equipment. Mr. Scott suggested this be a separate section of the appropriations bill. Representative Meekins so moved.

Mr. Scott asked about the Capital 81 INTENT. Senator Hohman so moved. No objection. INTENT

State Library, Regular Operations, p 167: Representative Meekins noted \$130.0 in miscellaneous should be deleted for Capital 81 and that there is a previous motion for \$17.1 for library services for the blind. He moved \$15.0 to the Humanities Forum for completion of a documentary film on rape in Alaska. No objection.

Mr. Scott noted \$75.0 for the Institute of Alaska Native Arts is included in HB 60 and recommended this page be reduced by that figure. Representative Meekins so moved.

Senator Hohman moved \$80.0 for the Ernest Gruening biography. No objection. New total (Senate base), \$2,933.4.

Senator Sackett advised the Committee would meet again at 2:20 p.m.

The meeting adjourned at 9:50 a.m.

ADJOURN

Tape FCC 80-8 Side 1 #378 - End
Side 2 #001 - #580

MINUTES
FREE CONFERENCE COMMITTEE ON FY 81 BUDGET
May 20, 1980
2:50 p.m.

Chairman Sackett called the meeting to order at 2:50 p.m. All members were present. Also in attendance were Administrative Assistant to House Finance Committee John Crandahl; Legislative Finance Fiscal Analysts Bob Grogan and Dave Scott; and Director of Budget and Management Ron Lehr.

ATTENDANCE

The Chairman advised that the meeting was convened for the purpose of continuing budget review. The EDUCATION CATEGORY was to be considered first.

EDUCATION
CATEGORY

DEPARTMENT OF EDUCATION
Financial Support - Districts
State Contract Programs, p. 39

Senator Hohman moved to add \$45.0 in grant money to the Lower Kuskokwim School District for high-school students to participate in a community college program. No objection.

The Chairman advised that the committee would then go on to continue close-outs in the NATURAL RESOURCES MANAGEMENT AND ENVIRONMENTAL CONSERVATION CATEGORY.

NATURAL RES.
MANAGEMENT
& ENVIRON-
MENTAL CON-
SERVATION
CATEGORY

Representative Meekins stated that he had prepared motions to make on pages that had already been closed out. He said that the House had 63 new positions in its budget, some CIP or RP, and what he was recommending would leave a total of only 23 new positions (deleting 40). He said that the department would prefer this action and that the other House conferees also felt strongly about it.

DEPARTMENT OF NATURAL RESOURCES
Management and Administration
Information/Records Management, p. 117

Representative Meekins stated that the committee had accepted the Senate figure of \$2599.6, and that the 7 positions here were all CIP conversions.

DEPARTMENT OF NATURAL RESOURCES
Management and Administration
Research/Special Projects, p. 119

Representative Meekins stated that the Senate figure of \$1702.2 had been adopted. He moved to allow positions 1, 3, 4, 5, 6, 7

and 9, which would be federally funded. Positions 2 and 8 would be the only General Fund positions. This would bring the total to \$1998.1. No objection.

DEPARTMENT OF NATURAL RESOURCES
State Pipeline Surveillance
Gas Pipeline Review, p. 123

Representative Meekins recommended keeping 7 positions and allowing the other 14 to be funded by RP later. Dr. Lehr confirmed that this would be possible. Representative Meekins stressed that full funding would only be provided for positions already there. He moved that \$769.2 be adopted, with the 7 positions and Intent to come to the Budget and Audit Committee if more positions are needed. No objection.

DEPARTMENT OF NATURAL RESOURCES
Land Management
Land Selection/Title Defense, p. 129

Representative Meekins stated that the Senate figure had been accepted. He moved that there be no converting of positions, and that the Governor's Budget Amendment for \$43.4 be adopted, for a total figure of \$538.6. No objection.

DEPARTMENT OF NATURAL RESOURCES
Land Management
Land Disposal/Fee Title, p. 131

Representative Meekins moved that the previously adopted Senate figure of \$3033.8 be maintained, but that the two CIP positions not be converted. No objection.

DEPARTMENT OF NATURAL RESOURCES
Water Management
Water Inventory/Assessment, p. 137

Representative Meekins stated that the Senate figure of \$164.8 had been accepted, but that there were projects associated with the positions. He moved that positions 3, 4 and 5 be put back in the budget for the Water Well and Surface Water project, for a new figure of \$351.3. No objection.

DEPARTMENT OF NATURAL RESOURCES
Water Management
Water Use Management, p. 139

Representative Meekins asked Dr. Lehr to explain the Water Rights Administration Program. Representative Meekins moved the House figure of \$1175.5. Senator Sumner objected only for the record. Representative Smith explained the positions. No further objection.

DEPARTMENT OF NATURAL RESOURCES
Water Management
Dam Safety, p. 141

Chairman Sackett moved the Senate figure of \$-0-. No objection.

DEPARTMENT OF NATURAL RESOURCES
Forest Management
Timber Inventory/Sales, p. 145

Representative Meekins moved the House figure of \$1106.5, with the Beach Log Salvage project and the Log Damming project. No objection.

DEPARTMENT OF NATURAL RESOURCES
Oil and Gas Management
Royalty Income Accounting, p. 161

Chairman Sackett asked Dr. Lehr what the project audit figure would be. It was \$35.4 and \$3.9. Chairman Sackett moved to transfer \$39.3 to the Department of Revenue. No objection. Representative Meekins moved that a figure of \$161.0 be adopted here. No objection.

DEPARTMENT OF NATURAL RESOURCES
Resource Inventory/Assessment
Geological Investigations/Mapping, p. 165

Representative Meekins stated that position # 4 had been deleted though it was an existing position. He moved that it be allowed. Chairman Sackett stated that it was a federally funded position, and the department wanted to make it General Fund. Representative Meekins moved that the conversion be made, for a total of \$234.6. No objection.

Representative Meekins requested that the Analysts make a position count so that the committee would have a more definite idea where it stood as far as numbers of positions. He asked that the information be made available the following afternoon. Chairman Sackett requested that in addition, he would like to have the RP and CIP conversions separated out.

The meeting adjourned at 3:35 p.m.

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 21, 1980

3:00 p.m.

All Committee members were present. Also in attendance: Ron Lehr, Budget and Management; Ashok Dhringa, University of Alaska; Rick Berrier, Alaska Court System; Attorney General Avrum Gross and Chief Prosecutor Dan Hickey; Director Jay Hogan and Bob Schroeder, Dave Scott, Bob Grogan, Jerry Schilz, and Milt Barker, Legislative Finance; various staff personnel.

PRESENT

Senator Sackett called the meeting to order and announced the UNIVERSITY budget, at the request of Committee members, will be addressed next week. Senator Hohman requested the Community College funding be considered now. There was no objection.

UNIVERSITY

UNIVERSITY OF ALASKA

CC-Statewide Admin, Community College Contract, p 77:
Senator Hohman moved the figure \$2,599.3. No objection.

At this time, Representative Meekins read from a sheet containing the current position count and general fund figure to date.

Senator Sackett advised the remainder of the PUBLIC PROTECTION budget would be taken up at this time.

PUBLIC PROTECTION

DEPARTMENT OF LAW

Office of Consumer Protection, p 3: Representative Meekins moved the House figure, \$580.3. No objection.

DEPARTMENT OF LABOR

Occupational Safety, General Administration, p 9: The Committee moved the Governor's figure, \$433.2. No objection.

Life & Prop Protection, Mechanical Inspection, p 33: Representative Meekins moved the House budget plus three new electrical inspectors; one in Southeast, one in Fairbanks and one at large, budgeted out of Anchorage. No objection.

DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

Banking, Securities & Corp, Financial Institutions, p 41:
Ron Lehr requested \$922.8, which is the Governor's figure

plus GBA #8-3. Senator Sackett moved the Senate figure plus \$164.5 in GBA #8-3; bank recodification to be done through Budget and Audit Committee; new total figure, \$790.8. No objection.

Occupational Licensing, p 55: Mr. Lehr requested the Senate figure. Senator Sackett moved the Senate figure, \$1,363.6. No objection.

DEPARTMENT OF MILITARY AFFAIRS

Alaska National Guard, Office of Adjutant General, p 85: Senator Sackett moved the House-Senate figure plus \$62.4 for the new position. No objection.

The remainder of the JUSTICE budget was addressed at this JUSTICE time.

DEPARTMENT OF LAW

Prosecution, Third Judicial District, p 27: Mr. Lehr requested the House budget as a minimum and strongly supported the positions. Senator Sumner disagreed. Dan Hickey explained the functions of the various positions and the reasons for the Kenai position being the Department's No. 1 priority. Discussion. Representative Meekins moved the Senate figure and positions #1, #2, #3, and #4. Senator Hohman moved position #5. Bob Schroeder noted positions #6 and #7 are already on board; new position count is five. No objection.

Prosecution, Fourth Judicial District, p 29: Representative Meekins moved \$37.2 for the new position for the Victim Witness program. No objection.

Prosecution, Criminal Appeals & Special Pro, p 33: Mr. Hickey noted the appeals positions. Representative Meekins moved those positions--#1, #2, #5 and #6. No objection.

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Div of Corrections, Directors Office, p 113: Representative Meekins moved to add \$50.0 in miscellaneous for community responses in jail locations. No objection.

DEPARTMENT OF PUBLIC SAFETY

Crime Ident & Apprehension, Detachments & CIB, p 121: Mr. Lehr requested the House budget plus \$88.4 for the Fairbanks Public Safety building. He noted positions #2-#6 are existing (federal) positions being converted to general fund. Representative Meekins moved the House figure. Senator Sumner moved the Senate figure. Senator Sackett moved the figure \$15,581.4, which includes the GBA. Sena-

tor Hohman moved \$75.0 for the existing jail facility in Dillingham, plus the \$88.4 GBA, plus the House figure.
No objection.

Crime Ident & Apprehension, Narcotics Unit, p 125: Senator Sackett moved the Senate figure, \$573.3. No objection.

Crime Ident & Apprehension, Commissioners Office, p 129: Mr. Lehr requested \$125.0 in contractual. Representative Meekins so moved; new total, \$531.3. No objection.

Crime Ident & Apprehension, Contract Jails, p 145: Representative Montgomery moved \$20.0 for the Glennallen jail (Branson request). Senator Sackett moved \$80.0 for the Kotzebue jail. New total, \$560.0. No objection.

ALASKA COURT SYSTEM

Supreme Court, p 157: Senator Sackett moved \$1,832.5, which includes \$25.0 for the Sentencing Guidelines program. Representative Meekins objected, then withdrew his objection. Representative Duncan moved INTENT that this appropriation INTENT does not move the clerk's office from Juneau. No objection.

Trial Courts, p 159: Senator Hohman called attention to footnote #1. Rick Berrier explained the position is funded through FY 81 in HB 60 and indicated intent would be helpful. Senator Hohman moved INTENT that the position be shown in HB 556 without funding, which is in HB 60. No objection.

Senator Sackett advised the Committee would meet tomorrow morning at 8:00 a.m.

The meeting adjourned at 4:00 p.m.

ADJOURN

Tape FCC 80-9 Side 1 #335 - End
Side 2 #001 - End
80-10 Side 1 #001 - #048

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 22, 1980
8:00 a.m.

All members of the Committee were present, with Senator Sumner arriving later in the meeting. Also in attendance: Ron Lehr, Budget and Management; Ron Lind, Department of Transportation and Public Facilities; Rick Berrier, Alaska Court System; Jay Hogan, Director, and Alison Elgee, Bob Grogan, Jerry Schilz and Bob Schroeder, Legislative Finance; various staff personnel.

PRESENT

Senator Sackett called the meeting to order and advised the Committee would finish the JUSTICE budget.

JUSTICE

ALASKA COURT SYSTEM

Trial Courts, p 159: Senator Sackett moved the figure \$17,758.9. No objection.

Administration & Support, p 165: Senator Sackett moved the figure \$2,919.2. No objection.

Judicial Council, p 169: Senator Sackett moved the figure \$432.5, allowing position #1 and converting #2 and #3 to contractual. No objection.

State Bond Committee, Justice Fac Debt Service, p 171: There was no objection to the House-Senate figure, \$2,618.9.

The PUBLIC PROTECTION budget was considered next:

PUBLIC
PROTECTION

DEPARTMENT OF MILITARY AFFAIRS

Alaska National Guard, State Armories, p 87: Senator Hohman moved \$5.0 for the Juneau armory. No objection.

The next budget to be addressed was TRANSPORTATION:

TRANSPORTATION

DEPARTMENT OF TRANSPORTATION & PUBLIC FACILITIES

Administration, Commissioner's Office, p 9: Senator Hohman moved the Senate figure, \$772.7, keeping rural airport improvement in this component. No objection.

Administration, Financial Management, p 19: Jay Hogan noted all four positions are new. Ron Lehr indicated this --data processing for the entire Department--is the Department's highest priority and added position #4 is already filled. Senator Sackett moved the House figure, \$2,861.8. No objection.

Maintenance & Operations, Administration, p 27: Mr. Hogan noted this is where \$617.3 would be added to the Senate figure under contractual; new total, \$1,400.7. Mr. Hogan called attention to the two intents. Senator Sackett moved the Senate INTENT regarding the Whittier Shuttle Service. INTENT No objection. There was discussion on the House INTENT (see verbatim transcript attached) regarding formula funding for road maintenance. This was held OPEN pending decision OPEN on House INTENT.

Maintenance & Operations, Airport Leasing, p 31: Senator Hohman moved the Senate figure, \$680.2. No objection.

Central Region O & M, Highways, p 65: Representative Meekins moved an increase of \$95.0 (Munson request) for the Avalanche Warning & Control System, with INTENT that \$285.0 be used for that purpose. No objection. INTENT

Representative Meekins moved to add \$50.0 (Zharoff request) for the Kodiak Island Borough for a study on realignment of the Anton-Larsen Road. No objection.

Representative Duncan brought up Kenai Peninsula road maintenance (Malone request). Royce Weller (Malone's office) indicated a \$391.0 increase for rural road maintenance. He also said local maintenance people submitted \$1 million higher. This was held OPEN pending a report from Ron Lind on the figures. OPEN

Fairbanks Int Airport, Security, p 115: The Committee added back \$28.0 to the Senate figure for U of A training; new total, \$1,833.7.

Senator Sackett brought up the question of the House-Senate 2%-3% figures. Ron Lehr indicated no problem with 3%, but 5% is too high. Representative Duncan moved to adopt 3%. No objection. 3% ADOPTED

The question of the funding source on the CIP conversions was discussed. Representative Meekins indicated it was done correctly the first time through the budget. CIP CONVERSIONS

The SOCIAL SERVICES budget was considered at this time: SOCIAL SERVICES
DEPARTMENT OF REVENUE

Child Support Enforcement, p 29: Mr. Lehr requested \$300.9 in a GBA for computer support. Discussion on fee schedule for non-AFDC. This component was held OPEN pending testimony from a Department representative. Representative Meekins requested Mr. Lehr contact Anchorage personnel for answers to the following questions: (1) How many OPEN REQUEST

people are served?; (2) How many dollars are collected?;
(3) How many in-State; how many out-of-State?

DEPARTMENT OF EDUCATION

Youth Employment Services, p 31: Senator Sumner moved to increase this to \$270.5. No objection.

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Public Assistance Eligibility, Eligibility Determination, p 45: Senator Sackett moved the Senate figure, which makes a transfer to Mauneluk BRU. Representative Duncan moved \$24.8 for the Wrangell position. No objection.

Representative Meekins moved to add \$90.3 (Carney request) to be split among line items for an eligibility worker and clerk typist, office space and equipment. No objection.

There was no objection to the Senate figures for the following:

Program Services, Homemaker Services, p 51, \$1,392.4
Foster Care, p 63, \$3,688.9
Contract Services-Mauneluk, p 69, \$400.2

Social Services, Northwestern Region, p 81: Senator Sackett moved to add \$53.1, which includes an additional person in Kotzebue; new total \$486.1. No objection.

Social Services Administration, Staff Development, p 91: Representative Meekins moved to add \$169.4 in general funds to replace projected loss in federal funding. Mr. Lehr indicated federal funds are not available and that the office has been shut down. New total, \$548.7. No objection.

Office on Aging, Grants, p 99: Senator Hohman moved \$200.0 --\$100.0 for the City of Dillingham and \$100.0 for the City of Bethel--for the Human Monuments program. No objection.

DEPARTMENT OF LABOR

Commissioner's Office, p 169: Mr. Lehr brought up a request for \$50.0 additional. Representative Meekins requested this be held OPEN. No objection.

OPEN

DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

Administrative Services, Management Services, p 173: Mr. Lehr requested \$200.0--GBA not previously accepted--due to loss of federal funds. Representative Meekins so moved. No objection.

Veterans Services, p 183: Senator Sumner moved \$48.5 in grants for the State contract for the American Legion and VFW. No objection.

At this time, the JUSTICE budget was addressed:

JUSTICE

ALASKA COURT SYSTEM

Administration & Support, p 165: Rick Berrier provided an explanation regarding a typographical error in the Senate equipment--should be \$114.2--and commodities--should be \$68.9--figures. New total, \$3,061.0 (includes \$59.3). No objection.

[The meeting recessed at 9:15 a.m. and reconvened at 9:35 a.m.]

RECESS

The HEALTH budget was taken up at this time:

HEALTH

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Child & Family Health, Communicative Disorders, p 35: Representative Duncan moved \$16.7 for full-time speech therapist. No objection.

Public Health Administration, Grant to GAAB, p 57: Representative Meekins moved the House figure, \$1,000.0. No objection.

Public Health Admin, Anch Ed Programs/Handicapped, p 59: Representative Meekins moved \$154.0. Senator Sumner moved \$69.3 for the Infant Learning Center. No objection.

Public Assistance Admin/Coll, Administration, p 101: Senator Sumner moved INTENT that \$100.0 of existing funds be used INTENT for a study through Delta Dental for Medicaid payment processing. No objection.

Public Assistance Admin/Coll, Medicaid Info System, p 105: ZERO
The Committee moved ZERO here.

Senator Sackett advised the Committee would meet again at 3:00 p.m. this afternoon to consider the GENERAL GOVERNMENT budget.

The meeting adjourned at 9:50 a.m.

ADJOURN

Tape FCC 80-10 Side 1 #048 - End
Side 2 #001 - #398

May 22, 1980

FCC ON HB 556 (FY 81 BUDGET)

TRANSPORTATION, p. 26 - Maintenance and Operations, Administration

Discussion of Intent re: Formula funding based on land/mile costs of maintaining various types of highways, roads, and trails.

MEEKINS - Is this Rogers' motion?

HOGAN - Yes.

HOHMAN - What does that do?

HOGAN - He would suggest that they come in with a recommendation based on the per lane mile cost of maintenance, so that regions could have their appropriations based on per lane mile costs among other factors.

MEEKINS - When this came up it was during the funding for revenue sharing and what they do is they give you so much money for so many miles of road, and the cities, like Anchorage and Fairbanks particularly, that have double lane roads get only half as much money because maintenance costs are like twice as much but if you do it on a road mile basis instead of a lane mile basis . . .

MONTGOMERY - Go to three surfaces as an example, you've got twice as many square feet if you've got a four lane as a two lane.

MEEKINS - And so for instance in Anchorage's case, because of all the double lane roads, we get 21% of the revenue sharing for road maintenance instead of normally 40 or 45% of all other revenue sharing bills.

MONTGOMERY - Only put the asphalt on half as thick.

MEEKINS - It was Brian's concern.

MONTGOMERY - It's genuine. I remember him talking about that.

HOHMAN - So what is your objective then, to go from the 21 to the 45?

MEEKINS - I guess, it's not my objective, it's his.

HOHMAN - Difficulty is that it doesn't generalize to everything. Can't use this same figure for road maintenance all over the state.

MEEKINS - That's why he said for the various types of highways, roads, and trails, because some roads are a lot easier to maintain than others. And part of the thinking in not counting double lane roads is that even though in some cases like resurfacing it costs twice as much, generally speaking it is more difficult to maintain a dirt road in a rural area than it is to maintain a paved road in Anchorage. So, right now it works a little bit but it goes too far the other way. I think what Brian's trying to do is to try to get back to where he can base it on what the real needs are in the areas. Actual cost kind of things. You get more realistic is all. Not that everybody with two lane roads ought to get more money, but for various types of roads, some are cheaper--and the kind we have in urban areas are cheaper to maintain except when you're resurfacing them.

HOHMAN - It's a laudable objective, but I don't know whether we're going to accomplish it. I don't have any objection to this.

SACKETT - Is there an objection? Without objection.

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 566

May 23, 1980

8:40 a.m.

All Committee members were present. Also in attendance: Ron Lehr and Jeff Morrison, Budget and Management; Ron Lind, Department of Transportation and Public Facilities; Tom Williams, Commissioner of Revenue; Dan Copeland, Administrator, Child Support Enforcement Agency; Director Jay Hogan and Alison Elgee, Milt Barker, Bob Grogan, Dave Scott, Jerry Schilz, Legislative Finance; various staff personnel.

PRESENT

Senator Sackett called the meeting to order and advised the SOCIAL SERVICES budget would be addressed at this time.

SOCIAL
SERVICES

DEPARTMENT OF REVENUE

Child Support Enforcement, p 29: Representative Meekins questioned Dan Copeland regarding the fee schedule and ability to pay. Mr. Copeland advised that, as of April 1 of this year, the federal government no longer provides funds for non-AFDC caseloads. Representative Meekins stated he feels some of the costs incurred by the State should be defrayed. Mr. Copeland indicated he has no problem with this; they haven't had to deal with it yet. He stated the AFDC collections structure is split 50-50 between the State and federal governments. He advised the law allows them to charge the obligee. He indicated to Senator Sumner there would have to be a change in the statutes to be able to charge the obligator. Senator Sumner requested Mr. Copeland provide him with that language. Mr. Copeland also noted they are dealing with a 60%-70% delinquency factor and that they would need some funding to handle the non-AFDC caseload.

REQUEST

Representative Meekins moved the figure \$300.9 (provided by Ron Lehr)--\$260.0 in personal services and \$40.9 in contractual--with INTENT they look to the possibility of program receipts. No objection.

INTENT

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Office on Aging, Grants, p 99: Senator Sumner moved INTENT that \$75.0 go to the Municipality of Anchorage for the Older Person's Action Group. No objection.

INTENT

Senator Sumner moved \$75.0 for emergency alarm installation.
No objection.

At this time, the GENERAL GOVERNMENT budget was considered: GENERAL GOVERNMENT
OFFICE OF THE GOVERNOR

Executive Operations, Executive Office, p 5: Senator OPEN
Hohman requested this be held OPEN. No objection.

Executive Operations: There was no objection to the
House-Senate figures for the following:

Special Projects Coordinator, p 9, \$513.0 - Senate
Contingency Fund, p 11, \$750.0
Executive Mansion, p 13, \$152.1

Executive Operations, Regulatory Reform Office, p 15: Ron
Lehr requested this be funded at \$100.0 general funds.
Senator Sackett so moved. No objection.

Executive Operations, Reapportionment Board, p 17: Mr. Lehr
requested this be raised to \$314.2, an increase of \$69.7 to
hire an attorney and secretary. Senator Sackett so moved REQUEST
and requested a GBA on this. No objection.

Executive Operations, Lieutenant Governor, p 19: Mr. Lehr
requested the original budget plus \$109.8 additional sup-
port or a total of \$868.1. He indicated he would submit
a GBA on this. The Committee held this OPEN. OPEN

Executive Operations, National Lands Legislation, p 21:
Mr. Lehr explained this is the regular D-2 lobbying effort
and he requested INTENT that, if the D-2 legislation (\$4.5
million) passes, this \$1,919.0 would lapse, as it becomes
moot. Representative Meekins moved the Governor's amended
figure, \$1,919.0, with the INTENT. No objection. INTENT

Senator Hohman requested Mr. Lehr provide a definition REQUEST
of the changing relationship between State and federal
funding regarding D-2 lands.

Executive Operations, Policy Development & Planning, p 23:
Senator Sackett moved the House-Senate figure, \$1,214.3.
No objection.

Executive Operations, Growth Policy Council, p 27: Senator
Sackett moved the House figure, \$75.5. No objection.
Mr. Lehr requested Senate figure, indicating the position
is vacant, but they are recruiting.

Executive Operations, Public Forum, p 29: Representative
Meekins moved ZERO. No objection. ZERO

Executive Operations, Budget & Management, p 31: There was no objection to the House-Senate figure, \$1,486.6.

Executive Operations, Internal Audit, p 33: Mr. Lehr requested the position. Representative Meekins moved the Governor's figure, \$625.8 (includes the position). No objection.

Executive Operations, Capital Site Planning Comm, p 37: Senator Sumner requested this be held OPEN. Senator Sackett objected. Representative Duncan moved the Senate figure, ZERO. Representative Montgomery objected and moved the House figure. The question was called for, and the motion failed (3 in favor). The Committee held this OPEN. OPEN

Executive Operations, Elections, p 41: Mr. Lehr indicated a GBA requesting \$2,014.4 total. Representative Meekins moved the figure. No objection. Lehr to submit GBA.

Salary & Benefits Increases, Executive Agencies Part I, p 45: Mr. Lehr distributed GBA on contracts for Labor, Trades and Crafts and Masters, Mates and Pilots. Senator Sackett so moved. No objection.

Salaries & Benefits Increases: There was no objection to the House-Senate figures for the following:

Legislature, p 47, \$2,406.5
Courts, p 49, \$3,258.0
University of Alaska, p 51, \$15,437.1

DEPARTMENT OF ADMINISTRATION

Elective Operations, Public Offices Commission, p 59: Representative Duncan moved the Senate figure plus position #3; new total, \$367.6. No objection.

Executive Administration, Office of the Commissioner, p 63: Alison Elgee called attention to \$150.0 GBA for data processing training. Representative Meekins moved the figure, \$968.9, which includes the GBA. No objection.

[The meeting recessed at 9:20 a.m. and reconvened at 9:25 a.m.] RECESS

Executive Administration, Administrative Services, p 65: Ms. Elgee explained this is tied to p 63 and that, if the House figure was accepted there, it should also be accepted here. The Committee accepted the House figure, \$448.6.

Risk Management, Operations, p 79: Ms. Elgee explained the two clerical positions are for loss recovery and are funded through program receipts. She distributed a memorandum on positions #1 and #2. Senator Sackett moved positions #3 and #4; total \$353.1. Representative Duncan objected and moved to amend the motion to include positions #1 and #2. Senator Sackett and Representative Montgomery objected. The question was called for and the motion failed (Duncan in favor). There was no further objection to the main motion.

Data Processing, Systems Services, p 117: Ms. Elgee distributed a memorandum on the proposed reorganization and explained. She advised her recommendation is on p 2 of the memorandum. Mr. Lehr indicated they prefer their own but can live with this. There was no objection to the ZERO ZERO recommendation.

Data Processing, Computing & Telecommunications, p 119: There was no objection to the recommended \$8,574.1 figure.

Data Processing, Management & Consulting Services, p 121: There was no objection to the recommended \$773.7 figure.

Ms. Elgee called attention to the INTENT on the last page of her memorandum that approximately \$177.5 in general funds and program receipts need to be added throughout the components for data processing chargeback reconciliations. Senator Sackett moved the INTENT. No objection. INTENT Mr. Lehr suggested adding language "except for shortfall for federal funds" to the INTENT. Senator Sackett amended the INTENT to include the additional language. No objection.

Labor Services, Equal Employment Opportunity, p 129: Senator Sackett moved the House figure, \$418.1, regarding CETA positions. No objection.

DEPARTMENT OF LAW

Legal Services, p 147: Ms. Elgee explained positions #9, #10 and #11 are federally funded and relate to the anti-trust effort; position #4 is inter-agency funded through DNR; positions #1, #2, #3, #5 and #13 are not filled; all others are filled through RP. Discussion.

Senator Sackett advised the Committee would meet at 2:00 p.m. this afternoon.

The meeting adjourned at 9:50 a.m.

ADJOURN

Tape FCC 80-11 Side 1 #001 - End
Side 2 #001 - #202

MINUTES
FREE CONFERENCE COMMITTEE ON FY 81 BUDGET
May 23, 1980
3:10 p.m.

Chairman Sackett called the meeting to order at 3:10 p.m. All conferees were present. Also in attendance were Administrative Assistant to House Finance John Crandahl; Administrative Assistant to Senate Finance Bill Hogan; Fiscal Analysts Dave Scott, Alison Elgee, Bob Grogan, Milt Barker, Elmer Lindstrom and Bob Schroeder; Director of Legislative Finance Jay Hogan; press person Joe LaRocca; Director of Budget and Management Ron Lehr; Senator Ferguson; Representatives Malone, Smith and Rogers; Ron Lind from Department of Transportation; Steve Pennoyer and R. Clark from Department of Fish and Game; K. Romesburg from Department of Education; and Commissioner Williams and P. Bushre from Department of Revenue.

ATTENDANCE

Chairman Sackett stated that the committee would continue with budget close-outs. beginning with the GENERAL GOVERNMENT CATEGORY.

GENERAL
GOVERNMENT
CATEGORY

DEPARTMENT OF LAW
Legal Services, p. 147

Chairman Sackett moved the Senate figure of \$5159.8. Senator Sumner objected, and moved the House figure of \$5293.3. No objection. Representative Meekins moved to add \$45.0 for Contractual for MNFS and MNOAA. No objection.

DEPARTMENT OF REVENUE
Taxes/Permanent Fund Shares, p. 169

Chairman Sackett advised that the question was whether or not the appropriation had to be made here. Alison Elgee responded that \$-0- was O.K. Chairman Sackett moved a \$-0- figure. No objection.

DEPARTMENT OF REVENUE
1979 Tax Refunds, p. 171

This page was also \$-0-'d.

DEPARTMENT OF TRANSPORTATION
Public Telecommunications
Remote Village Radio, p. 191

Chairman Sackett moved the House figure of \$205.7, with Intent that the department re-evaluate the whole program in view of

new technology. No objection. Representative Meekins moved to add \$231.0 for a Flight Services Emergency telephone system between 37 villages. No objection. Chairman Sackett moved to add \$5.0 for two communication transmitters for Girdwood. No objection.

DEPARTMENT OF TRANSPORTATION
Facilities Planning and Research
CIP Position Conversion - Admin., p. 215

Alison Elgee questioned the 50/50 funding here. She stated that if it is allowed, the department will end up with a short-fall on their bonding. They had asked that the program be funded 100%.

The meeting recessed at 3:27 p.m.

RECESS

AFTER RECESS

Chairman Sackett called the meeting back to order at 4:05 p.m., and advised that the committee would continue with the GENERAL GOVERNMENT CATEGORY.

OFFICE OF THE GOVERNOR
Executive Operations
Lieutenant Governor, p. 19

Representative Meekins moved the figure of \$868.1. No objection.

OFFICE OF THE GOVERNOR
Executive Operations
Reapportionment Board, p. 17

Representative Meekins moved the Senate figure of \$244.5. No objection.

OFFICE OF THE GOVERNOR
Elective Operations
Elections, p. 41

Representative Meekins moved to add \$34.7 to the previously adopted Senate figure of \$1979.7. No objection.

OFFICE OF THE GOVERNOR
Executive Operations
Capital Site Planning Commission, p. 37

Representative Meekins moved \$750.0. Representative Duncan objected. Representative Meekins moved \$200.0. Representative Duncan objected. The motions failed. Chairman Sackett moved that the figure be \$-0-. No objection.

5/23/80

Chairman Sackett advised that the committee would then commence with budget close-outs in the JUSTICE CATEGORY.

JUSTICE
CATEGORY

DEPARTMENT OF LAW

Prosecution

Third Judicial District, p. 27

Representative Meekins moved the figure \$510.0 to continue a pre-trial intervention program for Fairbanks, Juneau, Kenai and Kodiak. No objection

DEPARTMENT OF PUBLIC SAFETY

Crime Identification and Apprehension Unit

Narcotics Unit, p. 125

Dr. Lehr requested that the committee fund for narcotics "buy money". Senator Hohman moved that \$10.0 be added to the previously adopted Senate figure of \$573.3 for a "sniffer dog", for use by the Anchorage Metro Drug Unit. No objection. Representative Montgomery moved that \$100.0 be added for drug purchase. No objection.

Chairman Sackett advised that the committee would move on to budget close-outs in the DEVELOPMENT CATEGORY.

DEVELOP-
MENT
CATEGORY

DEPARTMENT OF REVENUE

Shared Taxes

Municipal Assistance, p. 15

Senator Sumner moved a figure of \$20 million. Representative Meekins objected and stated that the House conferees all preferred to leave this page OPEN. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT

Economic Enterprise

General Operations, p. 31

Representative Duncan moved \$30.0 for a "Gooeyduck" feasibility study. No objection. Milt Barker explained that the previously adopted figure was the Governor's figure of \$1354.4. Dr. Lehr recommended that \$66.0 for cultural facilities stay here. Senator Sumner moved to add \$295.7 to Contractual with Intent that of the total \$467.5 would go to the municipality of Anchorage for Minority Resource Services, Inc., and \$177.1 would go to the Fairbanks North Star Borough for MBE, Inc. for business participation in state sponsored capital projects. No objection. Representative Meekins stated that no further motions would be accepted until the re-organization was decided upon. Representative Meekins moved to accept the re-organization. Representative Duncan objected for a question on health facilities. Representative Meekins moved that the re-organization be accepted except for health facilities. No objection. Representative Meekins asked Milt Barker the difference between the House and Senate figures. Milt Barker explained that the Senate figure deleted the Pink Salmon Study and added in the Minority Resource contract. Representative Meekins moved the Senate figure of \$1567.3. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Economic Enterprise
Asian Trade and Commerce, p. 35

Representative Meekins moved the Senate figure of \$131.7. No objection.

Chairman Sackett moved the following figures, to be inserted somewhere in this BRU:

\$75.0 to Mat-Su Borough for an Economic Development Study
\$35.0 as grant to municipality of Anchorage for the Abbott Loop and Rabbit Creek Little League Fields.
\$300.0 for an Alaska Native Arts Marketing project.
\$76.5 for an Alaska Alternative Energy Research project.

No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Economic Enterprise
General Operations, p. 31

Representative Duncan moved that \$285.0 be added for the City of Haines to conduct a Haines/Klukwan resource study. No objection. Representative Montgomery moved that \$100.0 be added for Anchorage Winter Sports. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Loan Fund Administration, p. 37

Representative Meekins moved to add \$120.0 for the Wasilla Loan Office to fund three positions for nine months. No objection. Senator Hohman noted that Dillingham and Bethel Loan Offices had both received \$94.0 in HB 60. Dr. Lehr noted the \$55.0 Economic Development transfer for Economic Enterprise.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Tourism, p. 41

This page was left OPEN.

DEPARTMENT OF NATURAL RESOURCES
Agricultural Management
Agricultural Development, p. 67

Milt Barker explained that the Senate did not approve any other positions, and they had reduced travel. He added that the Horticulturist had been moved to the University of Alaska budget. Chairman Sackett moved \$60.4 for the Nenana Agriculture project. No objection.

5/23/80

DEPARTMENT OF COMMUNITY AND REGIONAL AFFAIRS
Local Government Assistance
Training, Development and RDA, p. 95

Chairman Sackett moved the House figure of \$871.1. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Loan Fund Administration, p. 37

Senator Hohman stated that he thought they had dropped the funding for the Dillingham Loan office in HB 60. He said he would like to bring Section 193 in HB 60 up to the same funding level as Section 219, (\$94.0). He said it had been funded at \$37.5, so the balance would be \$56.5, effective immediately in the FY 81 budget. No objection.

DEPARTMENT OF COMMERCE AND ECONOMIC DEVELOPMENT
Economic Enterprise
General Operations, p. 31

Senator Hohman moved to add \$170.0 for the Alaska Native Tourism Association. No objection. Representative Meekins moved to add \$469.0 for the Inupiat Science Training and Research Program. No objection.

Chairman Sackett advised that the committee would revert to budget close-outs in the UNIVERSITY OF ALASKA CATEGORY.

UNIVERSITY OF
ALASKA
CATEGORY

UNIVERSITY OF ALASKA
Board of Regents
Faculty Sabbatical Leave Program, p. 7

The committee increased the Senate figure of \$341.8 to \$374.8, allowing for 10 leaves at University of Alaska, Anchorage.

UNIVERSITY OF ALASKA
Board of Regents
Intercollegiate Athletics, p. 13

Discussion between Representative Meekins and Dave Scott ensued on whether or not to make the Anchorage intercollegiate appropriation separate. Representative Meekins moved that the Anchorage appropriation be pulled from this BRU and made a separate allocation, using the House figure of \$2210.0 as the base figure. No objection.

UNIVERSITY OF ALASKA
Statewide Administration
Statewide Staff and Support, p. 17

Chairman Sackett moved the House figure of \$4074.8, plus \$100.0. No objection.

UNIVERSITY OF ALASKA
Organized Research
General University Research, p. 27

Dave Scott reminded the committee that there was a motion to add a Horticulturalist position for \$40.0. No objection. Representative Duncan moved the House figure of \$40893.0. No objection.

UNIVERSITY OF ALASKA
Organized Research
Special State Projects, p. 29

Senator Sumner moved \$20.0 in grants with Intent that it be used for the '83 Geophysical Institute Perma-Frost Conference. No objection. Representative Duncan moved \$55.0 in grants to Sea-Search Limited, Auke Bay. No objection. Chairman Sackett moved the House figure of \$2249.4 as the base figure. No objection. Representative Rogers stated that there was a duplication in HB 60 for the Reindeer Program and recommended that it be removed here. No objection. Representative Meekins moved \$130.0 for the Alternative Energy Resource Program. No objection. Representative Meekins moved Intent for Sea-Grant to do marketing research on the fast food industry and report to the Legislature. No objection. The final figure was \$534.4.

Chairman Sackett advised that the committee would revert to further budget close-outs in the NATURAL RESOURCES CATEGORY.

NATURAL RES.
MGMT & EN-
VIRONMENTAL
CONSERVATION
CATEGORY

DEPARTMENT OF NATURAL RESOURCES
Resource Inventory/Assessment
Geol. Investigations/Mapping, p. 165

Senator Sumner moved the Senate figure of \$234.6, to include grants, and the position for \$54.0. No objection.

DEPARTMENT OF NATURAL RESOURCES
Resource Inventory/Assessment
Geological Hazard Identification, p. 167

Senator Sumner moved a total figure of \$176.4, to include Resource Inventory Assessment for geological hazards, but not to include the position. No objection.

OFFICE OF THE GOVERNOR
Coastal Zone Management
CZM Administration, p. 5

Chairman Sackett moved to add \$35.0 for Mauneluk CSCR Board. No objection.

DEPARTMENT OF NATURAL RESOURCES

Park Operations

Park Maintenance and Operations, p. 191

Representative Meekins moved \$40.0 for garbage pick-up in the Kenai area; \$30.9 for a Park Ranger in the Mat-Su District; and \$40.0 for park maintenance in the Mat-Su Valley. No objection. Representative Duncan moved to add \$20.4 for Chilkat State Park. No objection. Representative Meekins moved to add \$37.0 for a Ranger for the Independence Mine State Park. No objection.

DEPARTMENT OF FISH AND GAME

Commercial Fish

Special Projects, p. 205

\$ 860.5

DEPARTMENT OF FISH AND GAME

Commercial Fish

Salmon, p. 207

Dr. Lehr recommended adding \$396.3 to the Senate figure of \$6446.1 for salmon studies, and added that the funds were in the budget at one time. Representative Smith stated that when the department first came before the House Finance Committee, they did not tell the committee what the money would be used for. Bob Grogan stated that the House figure of \$6500.0 allowed for an 18% increase and the Senate figure something less than that. He said that the projects were not based on a priority order, so it was difficult to determine which projects had actually been cut. Representative Smith stated that although no specific projects had been cut, the \$396.3 amount had been taken out. Representative Montgomery moved the Senate figure of \$6500.0 and then withdrew his motion. Senator Sumner moved the Senate figure of \$6500.0. No objection.

DEPARTMENT OF FISH AND GAME

Commercial Fish

Shellfish, p. 209

Representative Meekins asked Bob Grogan the difference between the House figure of \$1915.8 and the Senate figure of \$2202.1. Bob Grogan responded that it was 30% for positions if you took the entire division figure. Senator Sumner moved the House figure. Dr. Lehr recommended adding back \$145.6 to the House figure for shrimp and crab charters for more open fishing and better fishing management. Meekins moved the above. No objection. The total figure at this point was \$2061.4.

Representative Meekins moved to add \$95.0 for the Kenai-Ninilchik Rivers. Bob Grogan suggested adding in a new BRU for special projects. Representative Meekins moved to establish a new BRU for Special Projects, and moved to fund \$95.0 for Sonar Monitoring in the Kenai and Ninilchik Rivers. No objection.

NEW
BRU

DEPARTMENT OF FISH AND GAME
Commercial Fish
Herring, p. 211

Representative Meekins moved the House figure of \$594.0. No objection.

DEPARTMENT OF FISH AND GAME
Commercial Fish
Administration, p. 213

Bob Grogan stated that there was a DP error in both the House and Senate figures. Representative Meekins proposed to bring up the data processing problem at this point. No objection. Discussion ensued. Dr. Lehr stated that \$150.0 too much had been taken out of the Data Processing Center funding. Representative Meekins stated that both the House and the Senate had agreed to move some data processing responsibilities to the CFDC, but that it was the position of the Administration that they wanted those responsibilities back. Chairman Sackett proposed the figure of \$1311.4. Bob Grogan stated that the Intent statement says what had been agreed upon by the Entry Commission and the Division of Data Processing; he said that everyone had agreed on these figures, and that only a base figure was now needed for Commercial Fish Administration. Representative Meekins moved Bob Grogan's suggested figure of \$1810.2. No objection.

DEPARTMENT OF FISH AND GAME
Commercial Fish
Ground Fish, p. 215

Dr. Lehr pointed out that if the Bottom Fish budget was funded as it was in the Capital budget, it would be the same as the Governor's figure of \$491.8. Chairman Sackett moved the House figure. Bob Grogan stated that these funds would be transferred over from the Department of Community and Regional Affairs. Dr. Lehr stated that they would be shown as inter-agency receipts. Representative Meekins moved the Governor's figure of \$491.8. No objection.

DEPARTMENT OF FISH AND GAME
Sport Fish
Investigations and Research, p. 219

Chairman Sackett moved the Senate figure of \$3052.7, with Intent that the King Salmon Office remain open. Bob Grogan explained that the difference between the House and Senate figures was \$163.2 in Miscellaneous. Representative Meekins asked about the 26 positions. Chairman Sackett moved the House figure of \$3106.2, with the above Intent. No objection.

DEPARTMENT OF FISH AND GAME
Sport Fish
Management, p. 221

Senator Sumner moved the House figure of \$943.1. No objection.
Representative Duncan moved \$35.0 for the Poland Creek "clip
and take" program in Skagway. No objection.

DEPARTMENT OF FISH AND GAME
Sport Fish
Sport Fish Restoration, p. 223

\$ 85.7

DEPARTMENT OF FISH AND GAME
Sport Fish
Administration, p. 225

\$ 253.3

DEPARTMENT OF FISH AND GAME
Sport Fish
King Salmon Office, p. 227

\$ -0-

DEPARTMENT OF FISH AND GAME
F.R.E.D.
Operations, p. 231

Chairman Sackett moved to add \$40.0 for the Clear area Inventory
and Access Program. No objection. Representative Meekins moved
the Senate figure of \$7153.3, plus \$315.0 for hatcheries. No
objection.

The meeting adjoured at 6:00 p.m.

ADJOURNMENT

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 24, 1980
3:15 p.m.

All Committee members were present. Also in attendance: Ron Lehr, Budget and Management; Russ Clark, Department of Fish and Game; Representatives Smith and Rogers; Bob Grogan, Milt Barker, Bob Schroeder, Dave Scott and Elmer Lindstrom, Legislative Finance Division; and various staff personnel.

PRESENT

Senator Sackett called the meeting to order and advised the Committee would consider the NATURAL RESOURCES budget.

NRMEC

DEPARTMENT OF FISH & GAME

Fisheries Rehabilitation Enhancement & Development: Senator Sackett moved the House figures for the following, without objection:

FRED, Administration, p 233, \$911.2

FRED, Technology & Development, p 235, \$1,176.4

Administration & Support, Office of the Commissioner, p 239: Ron Lehr requested \$65.6 over the Senate budget. Representative Meekins so moved. No objection. New total, \$792.0.

Administration & Support, Public Communication, p 241: Mr. Lehr requested \$38.0 for the position deleted by the House-Senate. Senator Sackett moved the House figure, \$271.3. No objection.

Administration & Support, Administrative Services, p 243: Mr. Lehr requested the House budget, as all 6 positions exist now and are filled. Senator Sumner moved the House figure plus \$40.0 for the Alaska Zoo in Anchorage. No objection.

Game, Investigations & Research, p 249: Senator Sackett requested Representative Smith explain how the House figure was arrived at. Representative Smith advised the House moved \$150.0 in general funds into a new BRU, Non-Game Fish & Wildlife, p 259.

Senator Sackett moved the House figure plus \$266.2 total --\$200.0 for federal research and \$66.2 for a game biologist II--with INTENT that a game biologist III be transferred from Fairbanks to McGrath and another be moved from Anchorage and located in Saint Mary's. He said this is a

\$66.2 general fund increase to move the two biologists. Representative Meekins objected. Discussion.

Senator Sackett then moved the House budget plus 3 game biologists, located in McGrath, Saint Mary's and one for king salmon. Representative Meekins objected for purposes of discussion and requested the entire Game Division be held OPEN regarding the reorganization. No objection.

OPEN

DEPARTMENT OF PUBLIC SAFETY

Fish & Wildlife Protection, Enforcement, p 289: There was discussion on the House \$400.0 miscellaneous difference. Senator Sumner moved the Senate figure. Representative Meekins objected. Senator Sackett stated this would be held OPEN. No objection.

OPEN

Fish & Wildlife Protection, Aircraft Section, p 293: Senator Sackett moved the Senate figure, \$865.3. Representative Meekins objected for purposes of explanation, then withdrew his objection. No further objection.

[The meeting recessed at 3:55 p.m. and reconvened at 4:10 p.m.]

RECESS

Fish & Wildlife Protection, Marine Enforcement, p 295: Senator Sackett moved the House figure, \$1,925.0. No objection.

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

Administration, Office of the Commissioner, p 335: Mr. Lehr distributed a GBA on reorganizing the inspection functions and explained how this affects the Health & Social Services, Environmental Conservation and Public Protection categories. He noted a \$125.0 additional request for one-year organizational expenses. Discussion. Representative Meekins moved the reorganization figures as presented by Mr. Lehr, including the addition of the \$125.0. No objection.

Environmental Quality Oper, Facility Construction & Oper, p 349: Representative Meekins moved the Senate figure, \$552.9. No objection.

Gas Pipeline Surveillance, p 367: Bob Grogan indicated the \$173.8 figure was okay.

DEPARTMENT OF NATURAL RESOURCES

Park Operations, Park Administration, p 193: Senator Sumner moved \$46.6 as a grant to the Municipality of Anchorage for an analysis of recreational safety and health hazards. No objection.

Representative Duncan moved \$367.0 as grant for Historical Sites program due to federal fund shortfall. Senator Sackett requested this be held OPEN. No objection. OPEN

DEPARTMENT OF FISH & GAME

Commercial Fish, Salmon, p 207: Mr. Lehr requested \$396.3 be reinstated for studies throughout the State. He read a list of the studies. Representative Montgomery requested this be held OPEN. No objection. OPEN

The UNIVERSITY budget was addressed at this time: UNIVERSITY

UNIVERSITY OF ALASKA

Board of Regents, Intercollegiate Athletics, p 13: Representative Meekins moved INTENT (Scott has language) that funds include athletic salaries only (\$975.0 general fund) and that a new BRU be created, UA-Anchorage/Men's Basketball, with \$240.0 (p 13 reduced by this amount). This makes two components for Anchorage, he said, and one for the rest of the State. No objection. INTENT

Univ Center-Fairbanks, Instruction, p 33: Representative Meekins moved the House figure, deleting positions #14, #15 and #16, and inserting \$107.8 for Alaska Native Heritage film project. Senator Sackett objected and held this OPEN. No objection. OPEN

UA-Anchorage, Instruction, p 47: Senator Sackett moved the figure \$7,002.0. No objection.

UA-Anchorage, Student Services, p 53: Representative Montgomery moved \$100.0 in miscellaneous for the Alumni Association. No objection.

UA-Juneau, SESC Instruction, p 59: Representative Meekins moved the Senate figure plus \$10.0 in equipment (includes all 4 positions). No objection.

UA-Juneau, JDCC Instruction, p 61: Representative Meekins moved the House figure minus position #5. Representative Duncan moved the Senate figure plus positions #1 and #2, adding \$74.8 to personal services; new total, \$1,909.3. No objection.

UA-Juneau, Academic Support, p 65: Representative Duncan moved INTENT to reinstate this to FY 81 level and to delete "In the event" and insert "Since". No objection.

UA-Anchorage, Res & Prof Centers, p 49: Representative Meekins moved \$250.0 be added to the House budget, which would fully fund the Criminal Justice Center but would not add any new positions. Discussion. Senator Sackett requested this be held OPEN. No objection. OPEN

CC-Statewide Admin, Statewide Staff & Support, p 74:
Mr. Scott explained the shortfall here and on p 81. Representative Meekins stated the real problem is with Anchorage Community College and that \$350.0 was in HB 60 to pay for the shortfall. He advised they need \$383.3 additional general funds in order to be able to function. Senator Sackett advised placing the \$383.3 here and moved the Senate figure. No objection.

Anchorage Community College, Instruction, p 81: Senator Sackett moved to increase the Senate figure to \$383.5 in miscellaneous and add \$12.0 for the dental hygiene program; new total, \$8,855.5. No objection. Representative Meekins mentioned the CIS computer positions and \$30.0 for a physical education instructor.

CC-Statewide Admin, Community College Contract, p 77:
Senator Sackett stated \$300.0 was for the area cost-of-living differential study and was included in SB 199. He recommends this be reduced by \$232.0; total figure, \$2,299.3. Representative Meekins suggested intent language. Senator OPEN Sackett requested this be held OPEN until Mr. Scott can check with staff.

Senator Sackett announced the Committee would meet tomorrow (Sunday) morning at 10:00 a.m.

The meeting adjourned at 5:10 p.m.

ADJOURN

Tape FCC 80-13 Side 1 #039 - End
 Side 2 #001 - End
 80-14 Side 1 #001 - #387

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 25, 1980
10:10 a.m.

All Committee members were present. Also in attendance: Ron Lehr and Jim Stey, Budget and Management; Russ Clark, Department of Fish and Game; Representatives Rogers and Zharoff; Director Jay Hogan and Dave Scott, Bob Grogan, Milt Barker and Elmer Lindstrom, Legislative Finance; various staff personnel.

PRESENT

[Senator Sackett had to leave, and Representative Meekins chaired the meeting.]

Representative Meekins called the meeting to order and announced the Committee would continue the UNIVERSITY budget closeouts. Representative Meekins questioned whether the University-Anchorage has an athletic director. Dave Scott explained it is his understanding the intent is that the athletic director is to be funded through program receipts or not at all.

UNIVERSITY

UNIVERSITY OF ALASKA

Chukchi Community College, Instruction, p 95: Mr. Scott explained the Senate created a new component; zeroed this page and transferred to Northwest REAA. Discussion followed. Mr. Scott advised this does not require a statute change. Senator Hohman moved the Senate change on p 95 and the new component in Financial Support-Districts. Representative Montgomery requested this be held OPEN as it has far reaching implications and could change the whole structure of the University. Senator Hohman stated the concept is not new and that he has introduced legislation on this. He moved to recess until Senator Ferguson can be called to support this view. Representative Duncan objected to recessing at this time, stating he wished to continue with the budget closeouts until Senator Ferguson arrives.

OPEN

[Senator Hohman left the meeting at this time to contact Senator Ferguson, and the meeting recessed at 10:20 a.m.]

RECESS

The meeting adjourned at 10:33 a.m. until the call of the chair.

ADJOURN

Tape FCC 80-14 Side 1 #387 - #608

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 26, 1980

8:40 a.m.

All Committee members were present. Also in attendance: Ron Lehr and Jim Stey, Budget and Management; Russ Clark, Department of Fish and Game; Senator Ferguson and Representatives Rogers, Zharoff and Fuller; Director Jay Hogan and Alison Elgee, Milt Barker, Bob Grogan, Jerry Schilz, Dave Scott and Bob Schroeder, Legislative Finance; and various staff personnel.

PRESENT

Senator Sackett called the meeting to order and advised the Committee would consider the UNIVERSITY budget.

UNIVERSITY

UNIVERSITY OF ALASKA

Chukchi Community College, Instruction, p 95: Senator Sackett recapped the difference is the House continues this component and the Senate creates a new BRU, Northwest REAA, with intent; and the House objected.

Senator Ferguson explained the community college function under the REAA. He stated he feels this would be a better coordinated or functioning program for K-12 and Voc Ed and Voc Tech. Senator Sackett indicated he is in favor of this concept, with a look to doing this in Galena. He described the situation in Galena and how difficult it is to maintain separate colleges or campuses. If it proves to be successful in Kotzebue, he stated he will definitely propose this in Galena. Senator Ferguson said the intent is to have an "arm's length" connection with the community college and that they would probably work through Alaska Pacific University.

Representative Montgomery expressed his concern with accreditation and teacher contracts. He noted it has been done for grades 13-14 where the local school board is the governing body. Senator Ferguson indicated this is how it would work and that accreditation would be handled through Alaska Pacific University. Mr. Scott explained the statute interpretation and how this would be set up for grades 13-14. In response to Senator Sackett, Senator Ferguson indicated he has contacted University President Jay Barton, who requested another 3-5 years before this is implemented. Representative Montgomery commented he is not opposed to this--being neither for it nor against it. However, he added, this would be setting a precedence and he is concerned with legality and accreditation.

Senator Sackett moved for adoption of the Senate action on p 95, ZERO, with INTENT that a separate BRU--Northwest REAA, \$671.4--be created under EDUCATION. No objection.

ZERO

INTENT

Univ Center-Fairbanks, Instruction, p 33: Representative Meekins moved \$107.8 (Rogers request) be added to the House figure for the Alaska Native Heritage program, with positions. No objection.

UA-Anchorage, Res & Prof Centers, p 49: Representative Meekins moved the House figure plus \$250.0; new total, \$1,537.9. No objection.

CC-Statewide Admin, Community College Contract, p 77: Representative Meekins stated the motion is to delete \$300.0 from the teachers' contract with INTENT language for the Budget and Audit Committee that provides for a joint study on the area cost-of-living differential. Mr. Scott stated the new total is \$2,299.3, and the fiscal note is \$232.0. No objection.

INTENT

Kodiak Community College, Instruction, p 125: Representative Duncan called attention to confusion with ABA money and the Adult Learning Center. He stated the recommendation by the campus president is to put this back under general fund. Senator Sackett moved the House figure and the \$150.0 (HB 670) should be general fund instead of program receipts. No objection.

Senator Sackett moved \$194.2 (Mulcahy request) for miscellaneous expenditure. No objection.

UA-Fairbanks, Academic Support, p 39: Representative Meekins moved to add back \$97.6 in commodities for library journals that was deleted. He stated this is the same as requested by the Board of Regents and accepted by the Governor and the House. Senator Sackett moved to amend the figure to \$50.0. No objection.

Kuskokwim Community College, p 134: Senator Hohman moved a total of \$427.0 additional funding. No objection.
Breakdown as follows:

Yupik Language Center, p 139, \$42.0, restoring the FY 80 funding level

Academic Support, p 137, \$110.0, for village library pilot project (8 villages)

Admin & Plant, p 143, \$50.0, for unorganized borough study

Instruction, p 135, \$225.0, for the Wilderness College project

Kenai Peninsula Community College, Admin & Plant, p 111: Representative Duncan moved the House figure and \$7.6 in contractual (for a debt). No objection.

Rural Education, Instruction, p 197: Senator Sackett moved \$25.0, bringing the existing part-time administrator to full-time (\$15.0-salary, \$10.0 travel). No objection.

Cooperative Extension Service, p 209: Senator Sackett moved \$63.1 to be added under grants for the Alaska Native Human Resources program. No objection.

[The meeting recessed at 9:20 a.m. and reconvened at 9:30 a.m. Senator Sumner arrived at this time.]

RECESS

The NATURAL RESOURCES budget was addressed at this time:

NRMEC

DEPARTMENT OF NATURAL RESOURCES

Parks Operations, Parks Administration, p 193: Senator Sackett moved to add \$367.0 for federal funds shortfall. No objection.

DEPARTMENT OF FISH & GAME

Game, Hunter Safety, p 253: Senator Sackett moved \$13.0 in miscellaneous for purchase of the Potter Marsh Rifle Range at Rabbit Creek. No objection.

Administration & Support, Administrative Services, p 243: Representative Meekins moved \$17.0 for two permanent part-time positions in Kodiak. He advised this was originally in HB 60, but he feels it is more appropriate here. No objection.

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

Environmental Quality Oper, Facility Construction & Oper, p 349: Representative Meekins moved a total of \$97.0--\$47.0 in contractual for the operating and training program and \$50.0 in grants for Klawock sewer facility study. No objection.

DEPARTMENT OF NATURAL RESOURCES

Youth Employment/Education, p 183: Bob Grogan noted this is a title change renaming the same program. Senator Hohman moved to change the name back to its original title, Youth Conservation Corp, unless there is a federal mandate. No objection. Senator Sackett requested Mr. Lehr find out if this jeopardizes federal funding.

REQUEST

DEPARTMENT OF FISH AND GAME

Subsistence Section, p 265: Representative Meekins moved to add \$180.2 for the Eskimo Walrus Commission. No objection.

The EDUCATION budget was brought up for consideration: EDUCATION

DEPARTMENT OF EDUCATION

Foundation Program Components, Correspondence Study-DOE, p 17: Mr. Lehr requested \$25.0 to upgrade and develop. Representative Meekins so moved. No objection. Mr. Lehr to send GBA.

Financial Support-Districts, State Contract Programs, p 38: Senator Sackett moved \$150.0 for the Northwest Arctic Technical Center in Kotzebue. No objection.

Financial Support-Other, p 57: Senator Sumner moved to add a new component, Alaska Repertory Theatre - \$600.0. Senator Sackett objected for the record. No further objection.

State Board of Education, Commissions & Association-Supp, p 93: Representative Duncan moved \$15.0 in grants to the Tlingit-Haida Central Council for the First American Emphasis Week - 1981. No objection.

Representative Montgomery moved \$228.0 for statewide travel --all school districts--for State tournaments and activities. No objection.

Postsecondary Education Commission: Representative Meekins moved the House figures for the following, without objection:

Student Fin Aid Admin, p 119, \$805.0, plus
positions #1, #2, #5, #6, #7 and #8
Wiche-Administration, p 121, \$59.5
General Administration, p 123, \$702.5

Alaska Historical Commission, p 151: Senator Sackett moved \$49.2 for Alaska Native Oral History--Shagluk, Anvik, Holy Cross and Grayling. No objection.

Representative Duncan moved \$75.0 to the Tlingit-Haida Central Council for Alaska Native Oral History-Southeast. No objection.

Senator Sumner moved \$150.0 to the Municipality of Anchorage for the Alaska Historical Commission, with INTENT it be used for documentation/oral history--emphasis on aviation. No objection. Senator Sackett said to put this in the Commissioner's Office. INTENT

UNIVERSITY OF ALASKA

UNIVERSITY

Univ Center-Juneau Support, Public Service, p 63: Representative Duncan moved position #1, which provides for the Out-Reach program and \$40.0 in contractual; new total, \$383.4. No objection.

There was general discussion on the UNIVERSITY budget. Representative Meekins stated the Committee needs to address three general questions: (1) The number of appropriations; (2) Whether they can utilize federal funds; (3) Question of 2%-3%. Discussion.

Senator Sackett moved 23 appropriations. No objection. Representative Meekins moved 2%. Senator Sackett moved 2.5%. Jay Hogan explained revised language in the Executive Budget Act. No objection. Mr. Hogan indicated no problem with federal funds.

The SOCIAL SERVICES was addressed at this time:

SOCIAL
SERVICES

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Office On Aging, Grants, p 99: Senator Sackett moved \$100.0 to the Senate Finance Committee, as a pass-through, for the Human Monuments program for Interior Alaska. No objection.

Representative Duncan moved \$32.0 to Kodiak Senior Citizens for the Homemaker's program. No objection.

Senator Hohman moved INTENT on the Human Monuments project INTENT for the City of Bethel. No objection.

DEPARTMENT OF LABOR

Commissioner's Office, p 169: Mr. Lehr requested the Committee restore the \$50.0 that was cut out. Senator Sackett so moved. No objection.

The HEALTH budget was brought up for consideration:

HEALTH

Senator Sumner moved to place the Delta dental study on
DEPARTMENT OF HEALTH & SOCIAL SERVICES

Public Assistance Admin/Coll, Administration, p 101: Senator Sumner moved to place \$100.0 for the Delta dental study on Medicaid data processing under the Budget and Audit Committee to develop data processing in-State. No objection.

The PUBLIC PROTECTION budget was addressed:

PUBLIC
PROTECTION

DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

Administration & Support, p 57: Senator Sumner moved \$100.0 in miscellaneous to conduct a study on Alaska employment needs for the Alaska public market. No objection.

The JUSTICE budget was brought up for consideration:

JUSTICE

OFFICE OF THE GOVERNOR

Due Process, Human Rights Commission, p 7: Senator Sackett moved \$65.3 (Stimson request) for itinerant rural officer. No objection.

DEPARTMENT OF HEALTH & SOCIAL SERVICES

Division of Corrections, Director's Office, p 113: Representative Duncan moved \$60.0 in contractual for consultant and coordinating work for the chaplain program. No objection.

Adult Confinement, Local Facilities, p 63: Representative Meekins moved \$225.0--\$105.0 to the University of Alaska and \$120.0 to Corrections for the Lemon Creek GED program. No objection.

[The meeting recessed at 11:10 a.m. and reconvened at 11:20 a.m.]

RECESS

ALASKA COURT SYSTEM

District & Superior Courts, Position Overflow, p 161: Representative Meekins moved to add positions #15 and #16. No objection.

The DEVELOPMENT budget was addressed:

DEVELOPMENT

DEPARTMENT OF REVENUE

Shared Taxes, Municipal Assistance, p 15: Representative Meekins moved the compromise figure \$13,500.0. No objection.

Mr. Lehr distributed a memorandum packet relating to information from p 17 and forward:

DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

Economic Enterprise, General Operations, p 31: Senator Hohman moved a municipal grant to the City of Bethel for \$100.0 for purchase of a computer. No objection.

Mr. Lehr requested \$100.0 be reinstated. Representative Meekins so moved. No objection.

Tourism, p 41: Representative Duncan moved INTENT that the Director's Office remain in Juneau. No objection. INTENT

Mr. Lehr requested \$250.0 be transferred to the Governor's Office to fund the German Office. Senator Sackett so moved. No objection.

Senator Hohman moved \$750.0 to the Alaska Visitor's Center for the "Alaska the Musical", with INTENT there be a 1-1 funding match and Alaska Visitor's Center would hold the securities. Representative Montgomery objected. The question was called for, and the motion FAILED (Hohman & Sumner in favor). Senator Hohman requested the option to come back to this.

DEPARTMENT OF COMMUNITY & REGIONAL AFFAIRS

Local Government Assistance, State Assessor, p 97: Representative Meekins moved \$100.0 to the City of Saxeman for CETA staff replacement funds. Representative Montgomery and Senator Sackett objected. The question was called for, and the motion FAILED (2 in favor).

Administration, Office of the Commissioner, p 117: Senator Sackett moved the addition of \$7.0 in travel. No objection.

The last budget to be considered was TRANSPORTATION: TRANSPORTATION

DEPARTMENT OF TRANSPORTATION

Central Region O & M, Highways, p 65: Royce Weller (Malone's Office) distributed a memorandum regarding Kenai Peninsula rural road maintenance. Discussion. Senator Sackett moved the additional \$340.0, to be allocated as indicated in the memorandum. No objection.

The meeting adjourned at 12:05 p.m. ADJOURN

Tape FCC 80-14 Side 1 #609 - End
 Side 2 #001 - End
 80-15 Side 1 #001 - End
 Side 2 #001 - End
 80-16 Side 1 #001 - #210

MINUTES
FREE CONFERENCE COMMITTEE
F Y 81 BUDGET
May 26, 1980
1:05 p.m.

Representative Meekins convened the meeting at approximately 1:05 p.m. All committee members were present. Also in attendance were House Speaker Terry Gardiner; Senator Fahrenkamp; Representative Dick Eliason; Myrt Charney, Executive Director, Legislative Affairs; Jay Hogan, Director, Legislative Finance; Fiscal Analysts Jerry Schilz, Dave Scott, Bob Schroeder, Bob Grogan, Milt Barker, and Alison Elgee; Director of Budget and Management Ron Lehr and his Deputy Director, Jim Stey; and representatives from the press including Joe LaRocca.

PRESENT

Mr. Meekins advised that the meeting was convened for the purpose of closing various budget categories previously held open. He thus directed committee attention to the following categories and components:

PUBLIC PROTECTION

LIFE & PROP. PROTECTION
Mechanical Inspection, p. 33

Mr. Meekins advised that classification of the Electrical Inspector should be changed to allow for a Plumbing Inspector. No objection to the change having been raised, it was effected.

Dept. of Commerce & Economic Development
Administration & Support, p. 57

Senator Sumner moved addition of 100.0 for an Analysis of the Alaska Job Market, and 100.0 for a Beluga International Marketing Study. No objection having been voiced, both studies were included in the budget.

ALASKA NATIONAL GUARD
State Armories, p. 87

Senator Hohman moved to add 36.0 for Bethel and 14.0 for Nome to cover cost overruns at both armories.

5/26/80

SOCIAL SERVICES

COMMISSIONER'S OFFICE, p. 103

Senator Sumner moved to add 66.6 as an equipment grant to Bartlett Memorial Hospital. Representative Duncan added 25.0 for x-ray equipment at Skagway. No objections to the above motions having been raised, the funding was included in the budget.

NATURAL RESOURCES

Representative Meekins proposed a compromise approach to funding a portion of the Natural Resources budget, suggesting adoption of House figures for non-game areas and enforcement (\$1.1 million total), advising that the above funding would be in addition to areas not named above where the lower figure would be agreeable. No objection to the above proposal having been raised, it was adopted by committee.

Senator Sackett moved for addition of 550.0 to the Dept. of Fish and Game for a variety of fisheries projects. No objection having been voiced, the addition was included in the budget.

Senator Hohman moved for addition of 200.0 for three fisheries projects including the Nushagak Pink Salmon Run and Kuskokwim Management Expansion, advising that the latter project relates to the "only economic basis that the Kuskokwim has." Representative Meekins objected to the above additions.

The meeting recessed at approximately 1:30 p.m.

ADJOURN

FREE CONFERENCE COMMITTEE

FY 81 BUDGET - HB 556

May 26, 1980

4:30 p.m.

All Committee members were present. Also in attendance: PRESENT
Ron Lehr and Jim Stey, Budget and Management; Representatives Smith, Zharoff and Fuller; Senator Ferguson; Director Jay Hogan and Milt Barker, Alison Elgee, Bob Grogan, Jerry Schilz, Bob Schroeder and Elmer Lindstrom, Legislative Finance; various staff personnel.

Senator Sackett called the meeting to order and advised the Committee would continue with the NATURAL REOURCES budget. NRMEC

DEPARTMENT OF FISH & GAME

Commercial Fish, Salmon, p 207: Senator Sackett referred to a prior motion that covered all the different categories of Fish & Game. Mr. Lehr advised that would take the Senate figure (Grogan's memorandum) and add \$396.3 on to that. Senator Sackett so moved. No objection.

Administration & Support, Office of the Commissioner, p 239: Senator Sackett moved \$175.0 for the Kuskokwim River management study. No objection.

Game, Investigations & Research, p 249: Senator Sackett moved \$50.0 for the Delta bison range. No objection.

Habitat Protection, Environmental Monitoring, p 277: Representative Duncan moved a total of \$131.0--\$53.9 for Petersburg biologist, \$52.1 for Sitka biologist, and \$25.0 for biologist in Haines. No objection.

Vessels, p 261: Senator Hohman moved the Senate figure. Mr. Lehr requested the House figure, \$1,701.1, as the position is the only on-going support and is filled. Representative Duncan so moved. No objection.

Game: Senator Sackett moved the House-Senate figures for the following, without objection:

Management, p 251, \$544.6
Hunter Safety, p 253, \$109.9

Game, Administration & Support, p 255: Senator Sackett moved the House-Senate figure, \$347.8, plus \$13.0. No objection.

Game, Special Projects, p 257: Senator Sackett moved the House-Senate figure, \$90.0. No objection.

CFEC, Commission, p 267: Mr. Lehr requested the House figure, \$1,107.4, with positions needed to catch up on backlog. Representative Meekins so moved. No objection.

CFEC, Fisheries Data Center, p 269: Representative Meekins OPEN requested this be held OPEN. No objection.

Habitat Protection, Administration & Support, p 275: Senator Sackett moved the Senate figure, \$204.9. No objection.

Habitat Protection, Special Federal Projects, p 279: Senator Sackett moved the House-Senate figure, \$1,726.5. No objection.

Habitat Protection, Gas Pipeline Monitoring, 283: Senator Sackett moved the continuation figure, \$823.1, with the same INTENT. No objection.

Habitat Protection, North Slope Haul Road, p 285: Representative Meekins moved the House-Senate figure, \$52.6. No objection.

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

Environ Quality Oper, Permit Section, p 345: Senator Sackett moved \$35.3 for an administrative assistant I, Fairbanks, for parking violations. No objection.

DEPARTMENT OF NATURAL RESOURCES

Youth Employment/Education, p 183: Senator Sackett moved INTENT that, should there be a shortfall in federal funds, this would be replaced with general funds. No objection.

At this time, the Committee addressed the CAPITAL BUDGET: CAPITAL BUDGET

Mr. Lehr distributed to Committee members the Governor's Omnibus Budget Amendment on the Capital Budget and explained. Jay Hogan distributed to the Committee the Capital Budget Summary Sheet.

[The meeting recessed at 4:55 p.m. and reconvened at 5:30 p.m.] RECESS

There was discussion on the Omnibus Budget Amendment packet. Mr. Lehr indicated a typographical error in the Senate figures on p 14; should be \$365.0 - Seward harbor, \$435.0 - Dillingham harbor, and \$50.0 - Homer harbor, for total of \$850.0 for the program. He explained the packet represents a total of \$75 million in general funds.

Senator Sumner indicated he will move INTENT, regarding backup by Ted Smith, that the State is not to buy any fire supression aircraft. He recommends leasing PVY's rather than CL-215's.

Senator Sumner moved \$1.5 million for the Studio Club that was not included in the Governor's budget in the HEALTH category.

In the NATURAL RESOURCES budget, Senator Sumner requested a summary with intent of land and where it is located from Mr. Lehr regarding the mandatory disposal figure. REQUEST

During discussion of the JUSTICE budget, Senator Hohman indicated it would be his intention to remove \$625.0 for Trooper housing.

Senator Sumner requested Mr. Lehr provide backup on bottom fish profiles. REQUEST

The meeting adjourned at 6:10 p.m.

ADJOURN

Tape FCC 80-16 Side 1 #431 - End
 Side 2 #001 - End
 80-17 Side 1 #001 - #293

FREE CONFERENCE COMMITTEE MINUTES
HOUSE BILL 556
PARTIAL TRANSCRIPT OF 5/26/80 MEETING

SACKETT: Justice?

HOHMAN: Mr. Chairman?

SACKETT: Representative^-- Senator? (laughter) Governor?

HOHMAN: It is my intent to remove the \$625,000 from Trooper

Housing, to provide monies for subsidizing rent or whatever
but to encourage, ah, discourage the development of government
ghettos, and --

SACKETT: Government ghettos? I don't (unclear), we always called
them government palaces. . . . Development, why did you put
\$2 million in Delta?

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

May 25, 1980

The Honorable John Sackett
Chairman, Senate Finance Committee
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Omnibus Budget Amendment #50-3

Dear Senator Sackett:

The purpose of this letter is to provide a current status of the Governor's capital budget request, as modified from the original request shown in HB 556. Included in this letter is a list of all changes to date that the Governor wishes to make to his original submission. Some of these changes have already been submitted as budget amendments, and these are noted. Attached to this letter is a copy of the Governor's capital budget request, with all changes included. The changes are listed below, in category order:

EDUCATION

FUNDING CHANGE

Oil Rig Enclosure/Seward - delete (in HB 60)	(\$ 260.0 GF)
Refrig. Piling Freezer Rep. Kilbuck (in HB 60)	(90.0 GF)
Major Maintenance - High School/Emmonak (in HB 60)	(158.6 GF)
District Code Upgrade/Iditarod (in HB 60)	(250.0 GF)

UNIVERSITY OF ALASKA

Instructional Equipment - reduce	(\$1,050.0 GF)
Geophysical Institute - Volcanic Research, Mt. Wrangell	
- new project	20.0 GF

SOCIAL SERVICES

Roof Repair/Kotzebue - modify project title and increase funding from original 220.3, new project title:	
Kotzebue Senior Citizen Center Repairs - addition needed	50.0 GF
UI Benefits System Redesign	- These two projects (375.0 FED)
UI Tax System	handled by RP80-282(325.0 FED)

HEALTH

Harborview Sprinkler System - new project	128.0 GF
Holistic Health Project - new project	500.0 GF
Health Care Study - new project	170.0 GF

NRMEC

Geologic/Geophysical Interpretation - BA 10-2	(1,179.0 GF)
Main Bay Hatchery - BA 11-1 requested 2,500.0 for this project, our request is being lowered to 2,000.0 and being funded with Renewable Resources Development Funds	2,000.0 RRDF
Municipal Land Program/Anchorage - BA 10-1	4,000.0 GF
Fire Suppression Equipment	1,250.0 GF
Lake Fertilization/Limnology - reduction	(150.0 GF)

PUBLIC PROTECTION

M.I.C.A. Capitalization- BA 08-6	1,500.0 GF
----------------------------------	------------

JUSTICE

Trooper Housing/Bethel - new project	625.0 GF
VHF-Microwave/Glenn-Palmer - reduction	(100.0 GF)

DEVELOPMENT

Energy Projects Assessment (Energy Supply and Demand)	- This project originally was to Department of Commerce & Economic Development. It is now being moved to the Governor's Office in the General Government Category and the scope being changed to an assessment of energy projects.	
Feasibility Analysis/Upper Susitna	- The funding on this project is being changed from GF to Renewable Resources Development Fund to be compatible with HB 60 funding for Susitna	(3,335.0 GF) 3,335.0 RRDF
Alaska Power Authority - Tidal Power - New Project		500.0 GF
Hydroelectric Project/Dillingham	- These nine projects	(100.0 GF)
Hydroelectric Project/Haines-Skagway	are being deleted	(100.0 GF)
Hydroelectric Project/Larsen Bay	since they are now in SB 424	(200.0 GF)

Hydroelectric Project/Kisaralik River	(100.0 GF)
Hydroelectric Project/Mennonite Creek-Port Lions	(200.0 GF)
Hydroelectric Project/Old Harbor	(200.0 GF)
AVEC Fuel Conversion Project	(125.0 GF)
Swan Lake Hydroelectric Project	(18,000.0 RRDF)
Tyee Lake Hydroelectric Project	(10,000.0 RRDF)
Agriculture Revolving Loan Fund - BA 10-3	(5,600.0 RRDF)
Delta Agriculture Project - Add 1,000.0 for Land Clearing	1,000.0 RRDF

TRANSPORTATION

Brandon & Cross Roads Paving	- New Project	95.0 GF
Seward Port Facility	- New Project	500.0 GF
Yukon Bridge Decking	- The next three projects	300.0 GF
Haul Road Culverts	were in HB 558	2,300.0 GF
Hooper Bay Repairs		1,500.0 GF
Haul Road Maintenance Camps	- BA 25-9	4,300.0 GF
Ports and Harbors	- BA 25-8	3,200.0 GF
Central Region Highways	- The next five projects	4,275.0 FED
Central Region Aviation	are due to changes	(3,150.0 FED)
Interior Region Aviation	because of HB 60	(2,439.0 FED)
Western Region Aviation		(3,208.3 FED)
Western Region Highways		(1,674.0 FED)

GENERAL GOVERNMENT

Automated Budget System	- Originally in HB 558	700.0 GF
Governor's Office Support	- This is presently in the Senate Capital Budget as Budget Review Committee Special Studies	300.0 GF
Office Systems Furniture	- BA 02-11	375.0 GF
Public Facilities Planning Fund	- BA 01-11	2,000.0 GF
Chernofski Development Plan	- New Project, addition to Bottomfish Budget	300.0 GF

The total of all the changes listed above is:

General Fund	17,015.4
Renewable Resources	(27,265.0)
Federal Funds	(6,896.3)

The Governor's original capital budget was \$58.0 million general funds. Including all of the above changes, the new request is \$75.0 million general funds.

Sincerely,

Ron Lehr
Dr. Ronald D. Lehr
Director

Enclosure

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

***** EDUCATION *****

	GOVERNOR	F. NOTES	SENATE	HOUSE
DEPARTMENT OF EDUCATION				
STATE LIBRARY				
COMMUNICATIONS EQUIPMENT	82.0		82.0	82.0
FILM ACQUISITION/STATEWIDE	75.0		75.0	75.0
RARE ALASKA/JUNEAU	10.0		10.0	10.0
COMPACT SHELVING/JUNEAU	90.0		90.0	90.0
PROGRAM TOTAL	257.0		257.0	257.0
SKILL CENTER PROGRAMS				
OIL RIG ENCLOSURE/SEWARD				260.0
LIBRARY BOOKS & EQUIP/SEWARD	94.5		94.5	94.5
PROGRAM TOTAL	94.5		94.5	354.5
MUSEUM				
ACQUISITION OF MUSEUM OBJECTS	62.7		62.7	62.7
EXHIBIT LIGHT UPG/JUNEAU	22.1		22.1	22.1
MUS. ANNEX COMPLETION/JUNEAU	58.0		58.0	58.0
PROGRAM TOTAL	142.8		142.8	142.8
DEPARTMENT OF TRANSPORTATION				
BERING STRAIT REAA				
REEROOF/UNALAKLEET	100.0		100.0	100.0
GAMBELL ENTRANCE ENCLOSURE	50.0		50.0	50.0
PROGRAM TOTAL	150.0		150.0	150.0
IDITAROD				
DIST CODE UPGRADE				250.0
PROGRAM TOTAL				250.0
LOWER KUSKOKWIM				
REFRIG FREEZ REP/BETHEL				90.0
PAINTING/BETHEL	200.0		200.0	200.0
PROGRAM TOTAL	200.0		200.0	290.0
LOWER YUKON				
MAJ MAINT/MTN VILLAGE	108.0		108.0	108.0
MAJ MAINT HS/EMMONAK				158.6

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

* * * * * EDUCATION * * * * *

	GOVERNOR	F. NOTES	SENATE	HOUSE
ELEM SCH/FORTUNA LEDGE	200.0		200.0	200.0
EL. SCH REPLACE/RUSSIAN MIS	300.0		300.0	300.0
PROGRAM TOTAL	608.0		608.0	766.6
PRIBILOF				
REN OV-CODE UFG/ST. PAUL	415.0		415.0	415.0
REN OV-CODE UPG/ST. GEORGE	30.0		30.0	30.0
PROGRAM TOTAL	445.0		445.0	445.0
YUKON KOYUKUK				
MAJOR MAINTENANCE	150.0		150.0	150.0
PROGRAM TOTAL	150.0		150.0	150.0

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

* * * * * UNIVERSITY OF ALASKA * * * * *

	GOVERNOR	F. NOTES	SENATE	HOUSE
UNIVERSITY OF ALASKA				
EQUIPMENT REPLACE & ADDITIONS				
INSTRUCTIONAL EQUIP.	150.0			1200.0
GEO. INST. VOLCANIC RESEARCH	20.0			
PROGRAM TOTAL	170.0			1200.0
HANDICAP BARRIER REMOVAL				
UNIV. CENTER-JUNEAU			100.0	100.0
CC-KETCHIKAN			120.0	120.0
CC-KUSKOKWIM			15.0	15.0
CC-MAT-SU			15.0	15.0
CC-NORTHWEST			25.0	25.0
PROGRAM TOTAL			275.0	275.0
BUILDING REPAIR & RENOVATION				
REPAIR ELEVEY BLDG. - GEOPHYS	120.0		120.0	120.0
PROGRAM TOTAL	120.0		120.0	120.0

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

* * * * * SOCIAL SERVICES * * * * *

	GOVERNOR	F. NOTES	SENATE	HOUSE
DEPARTMENT OF ADMINISTRATION				
PIONEERS HOMES				
ROOF REPAIR/KOTZEBUE			220.3	220.3
KOTZEBUE SENIOR CENTER REPAIRS	270.3	B		
GENERATOR AND MAINTENANCE/PALM	80.0		80.0	80.0
MAINTENANCE/FAIRBANKS	74.2		74.2	74.2
PROGRAM TOTAL	424.5		374.5	374.5
DEPARTMENT OF HEALTH & SOCIAL SERVICES				
PUBLIC ASSISTANCE ELIGIBILITY				
INSTALLATION OF INTEGRATED	1227.0		1227.0	1227.0
PROGRAM TOTAL	1227.0		1227.0	1227.0
DEPARTMENT OF LABOR				
EMPLOYMENT SECURITY				
UI WAGE SYSTEM	86.0		86.0	86.0
UI BENEFITS SYSTEM				375.0
UI TAX SYSTEM				325.0
UI MODEL CROSSMATCH	54.0		54.0	54.0
AUTOMATED FIELD AUDIT SELECTED	47.0		47.0	47.0
JOB SERVICES MATCHING SYS.	230.0		230.0	230.0
UI TELCOMM UPG. & TRAINING	231.0		231.0	
ES/UI FURN/EQUIP UPGRADE-ANC	277.5		277.5	
PROGRAM TOTAL	925.5		925.5	1117.0

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

* * * * * HEALTH * * * * *

	GOVERNOR	F. NOTES	SENATE	HOUSE
DEPARTMENT OF HEALTH & SOCIAL SERVICES				
PUBLIC HEALTH				
HOLISTIC HEALTH PROJECT	500.0			
HEALTH CARE STUDY	170.0			
PROGRAM TOTAL	670.0			
API				
POWER PLANT	50.0		50.0	50.0
LAUNDRY FILTERING SYSTEM	44.2		44.2	44.2
FURNITURE & EQUIP, CHILDREN	22.0		22.0	22.0
FURNITURE & PARTITIONS	34.0		34.0	34.0
PROGRAM TOTAL	150.2		150.2	150.2
HARBORVIEW				
CARPET FOR PATIENT DAYROOMS	78.2		78.2	78.2
PAVING	75.2		75.2	75.2
HARBORVIEW SPRINKLER SYSTEM	128.0			
PROGRAM TOTAL	281.4		153.4	153.4
API/HARBORVIEW				
HOSP. ACCNTG. & INFO SYSTEM	60.0		60.0	60.0
STUDIO CLUB-LONG TERM CARE FAC			1500.0	
REACH INC-PURCHASE GROUP HOME			150.0	

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

***** NATURAL RESOURCE MANAGEMENT *****

	GOVERNOR	F. NOTES	SENATE	HOUSE
DEPARTMENT OF NATURAL RESOURCES				
LAND DISPOSAL				
MUNICIPAL LAND PROGRAM/ANCHORAGE	4000.0			
ALARS	2233.7		2233.7	2233.7
LAND DISPOSAL SURVEYING	5500.0			5500.0
OFFSHORE/MARINE BOUND. SURVEY	1126.5		1126.5	1126.5
GEN GRANT SELECTIONS	161.3		161.3	161.3
PROGRAM TOTAL	13021.5		3521.5	9021.5
FOREST MANAGEMENT				
FIRE SUPPRESSION EQUIPMENT	1250.0			
STATE FOREST NURSERY	870.3		870.3	870.3
PROGRAM TOTAL	2120.3		870.3	870.3
RESOURCE INVEN/ASSESSMENT				
GEOLOGIC/GEOPHYSICAL INTERPRET	821.0		2000.0	2000.0
PARKS AND RECREATION				
LAND & WATER CONSERV. FUND	3000.0		3000.0	3000.0
HISTORIC PRESERVATION FUND	900.0		900.0	900.0
PROGRAM TOTAL	3900.0		3900.0	3900.0
DEPARTMENT OF FISH & GAME				
FRED				
LAKE FERTILIZATION	150.0		300.0	300.0
BIG LAKE WATER TREAT	170.0		170.0	170.0
TUTKA LAGOON HATCHERY WATER SY	300.0		300.0	300.0
INCUBATION EQUIPMENT	300.0		300.0	300.0
CLEAR HATCHERY EQUIP	40.0		40.0	40.0
FISH PASS DEVELOP. PROJ.	150.0		150.0	150.0
CHILKAT RIVER COHO/CHUM REHAB	75.0		75.0	75.0
MAIN BAY HATCHERY	2000.0			
PROGRAM TOTAL	3185.0		1335.0	1335.0
VESSELS				
MAIN: M/V STELLER, RESOLUTION	197.2		197.2	197.2
COMMERCIAL FISH MANAGEMENT				
HERRING ASSESSMENT SONAR	110.0		110.0	110.0

STATE OF ALASKA -- CAPITAL BUDGET SUMMARY

* * * * * NATURAL RESOURCE MANAGEMENT * * * * *

	GOVERNOR	F. NOTES	SENATE	HOUSE
BRISTOL BAY SMOLT ENUM.	189.9		189.9	189.9
SIDE SCANNING SONAR TAPE DECOD	28.8		28.8	28.8
COMMUNICATION EQUIP.	53.2		53.2	53.2
*PROGRAM TOTAL	381.9		381.9	381.9
SPORT FISH				
KENAI FISH TRAP FACILITY	291.5		291.5	291.5
ANGLING ACCESS ACQUISITION	252.5		252.5	252.5
PROGRAM TOTAL	544.0		544.0	544.0
FISH & GANE ADMINISTRATION				
MCNEIL RIVER GAME SANC. DEVELOP.	50.8		50.8	50.8
UGASHIK CABIN RELOCATION	25.3		25.3	25.3
CREAMER'S DAIRY ACQUISITION	217.2		217.2	217.2
WAREHOUSES-STATEWIDE	100.0		100.0	100.0
PROGRAM TOTAL	393.3		393.3	393.3
DEPARTMENT OF PUBLIC SAFETY				
FISH & WILDLIFE PROTECTION				
ENFORCEMENT EQUIP/STATEWIDE	100.0		100.0	100.0
38/42 FT PATROL VESSEL/SITKA	267.5		267.5	267.5
GRUMMAN GOOSE OVERHAUL/ANCHORA	77.7		77.7	77.7
TWO GRUMMAN NAVIGATION SYSTEMS	55.0		55.0	55.0
PROGRAM TOTAL	500.2		500.2	500.2