

HOUSE BILL NO. 94

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-NINTH LEGISLATURE - FIRST SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/4/15

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act making supplemental appropriations, capital appropriations, and other
2 appropriations; making reappropriations; amending appropriations; repealing
3 appropriations; making appropriations to capitalize funds; and providing for an
4 effective date."

5 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

6 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)

1 * Sec. 1. The following appropriation items are for operating expenditures from the general fund
 2 or other funds as set out in the fiscal year 2015 budget summary for the operating budget by
 3 funding source to the agencies named for the purposes expressed for the fiscal year beginning
 4 July 1, 2014 and ending June 30, 2015, unless otherwise indicated.

	Appropriation	General	Other
	Allocations	Funds	Funds
	* * * * *	* * * * *	
	* * * * * Department of Administration	* * * * *	
	* * * * *	* * * * *	
Centralized Administrative Services	110,000	110,000	
Finance	110,000		
Legal and Advocacy Services	300,000	300,000	
Office of Public Advocacy	150,000		
Public Defender Agency	150,000		
	* * * * *	* * * * *	
	* * * * * Department of Commerce, Community, and Economic Development	* * * * *	
	* * * * *	* * * * *	
Alcoholic Beverage Control Board	785,700	785,700	
Alcoholic Beverage Control Board	785,700		
	* * * * *	* * * * *	
	* * * * * Department of Education and Early Development	* * * * *	
	* * * * *	* * * * *	
K-12 Support	2,000,000	2,000,000	
Foundation Program	2,000,000		
	* * * * *	* * * * *	
	* * * * * Department of Fish and Game	* * * * *	
	* * * * *	* * * * *	
Wildlife Conservation	460,000		460,000
Wildlife Conservation	460,000		
	* * * * *	* * * * *	
	* * * * * Department of Health and Social Services	* * * * *	
	* * * * *	* * * * *	
Children's Services	6,650,000	4,950,000	1,700,000

1	Department of Health and Social Services (cont.)			
2		Appropriation	General	Other
3		Allocations	Funds	Funds
4	Foster Care Base Rate	2,300,000		
5	Foster Care Special Need	950,000		
6	Subsidized Adoptions & Guardianship	3,400,000		
7	Medicaid Services	92,000,000	92,000,000	
8	Health Care Medicaid Services	92,000,000		
9		* * * * *	* * * * *	
10	* * * * *	Department of Revenue	* * * * *	
11		* * * * *	* * * * *	
12	Taxation and Treasury	10,146,700	37,000	10,109,700
13	Treasury Division	46,700		
14	Alaska Retirement Management Board	10,100,000		
15	Custody and Management Fees			
16	Alaska Municipal Bond Bank Authority	50,000		50,000
17	AMBBA Operations	50,000		
18	* Sec. 2. The following sets out the funding by agency for the appropriations made in Sec. 1 of			
19	this Act.			
20	Department of Administration			
21	1004 General Fund Receipts	410,000		
22	1007 Interagency Receipts	-1,500		
23	1017 Benefits Systems Receipts	2,050,000		
24	1029 Public Employees Retirement System	-1,168,500		
25	Fund			
26	1034 Teachers Retirement System Fund	-900,000		
27	1042 Judicial Retirement System	-10,000		
28	1045 National Guard & Naval Militia	30,000		
29	Retirement System			
30	* * * Total Agency Funding * * *	\$410,000		
31	Department of Commerce, Community, and Economic Development			
32	1004 General Fund Receipts	785,700		
33	* * * Total Agency Funding * * *	\$785,700		

1	Department of Education and Early Development	
2	1066 Public School Trust Fund	2,000,000
3	*** Total Agency Funding ***	\$2,000,000
4	Department of Fish and Game	
5	1002 Federal Receipts	345,000
6	1108 Statutory Designated Program Receipts	115,000
7	*** Total Agency Funding ***	\$460,000
8	Department of Health and Social Services	
9	1002 Federal Receipts	1,700,000
10	1003 General Fund Match	1,700,000
11	1004 General Fund Receipts	92,950,000
12	1005 General Fund/Program Receipts	2,300,000
13	*** Total Agency Funding ***	\$98,650,000
14	Department of Revenue	
15	1017 Benefits Systems Receipts	25,915,600
16	1029 Public Employees Retirement System	-12,046,800
17	Fund	
18	1034 Teachers Retirement System Fund	-3,767,000
19	1042 Judicial Retirement System	-9,100
20	1045 National Guard & Naval Militia	17,000
21	Retirement System	
22	1066 Public School Trust Fund	12,300
23	1104 Alaska Municipal Bond Bank Receipts	50,000
24	1169 PCE Endowment Fund	24,700
25	*** Total Agency Funding ***	\$10,196,700
26	*** Total Budget ***	\$112,502,400

27 * Sec. 3. The following appropriations are for capital projects and grants from the general fund
28 or other funds as set out in Section 4 of this Act by funding source to the agencies named for the
29 purposes expressed. They lapse under AS 37.25.020, unless otherwise noted.

30		Appropriation	General	Other
31	Allocations	Items	Funds	Funds

1		Appropriation	General	Other
2		Allocations	Funds	Funds
3	* * * * *		* * * * *	
4	* * * * *	Department of Commerce, Community, and Economic Development	* * * * *	
5	* * * * *		* * * * *	

6 Edna Bay Organizational Grant (HD 35) 75,000 75,000

7 * Sec. 4. The following summarizes by agency the funding for appropriations made in section 3
8 of this Act.

9 **Department of Commerce, Community, and Economic Development**

10 1004 General Fund Receipts 75,000

11 * * * **Total Agency Funding** * * * **\$75,000**

12 * * * **Capital Total** * * * **\$75,000**

13 * Sec. 5. The following summarizes by fund source the funding for appropriations made in
14 sections 1 and 3 of this Act.

15 Funding Source Amount

16 **Unrestricted General Funds**

17 1003 General Fund Match 1,700,000

18 1004 General Fund Receipts 94,220,700

19 * * * Total Unrestricted General Funds * * * \$95,920,700

20 **Designated General Funds**

21 1005 General Fund/Program Receipts 2,300,000

22 1066 Public School Trust Fund 2,012,300

23 1169 PCE Endowment Fund 24,700

24 * * * Total Designated General Funds * * * \$4,337,000

25 **Federal Funds**

26 1002 Federal Receipts 2,045,000

27 * * * Federal Funds * * * \$2,045,000

28 **Other Non-Duplicated Funds**

29 1017 Benefits Systems Receipts 27,965,600

30 1029 Public Employees Retirement System -13,215,300

31 Fund

32 1034 Teachers Retirement System Fund -4,667,000

33 1042 Judicial Retirement System -19,100

1	1045 National Guard & Naval Militia Retirement	47,000
2	System	
3	1104 Alaska Municipal Bond Bank Receipts	50,000
4	1108 Statutory Designated Program Receipts	115,000
5	*** Total Other Non-Duplicated Funds ***	\$10,276,200
6	Duplicated Funds	
7	1007 Interagency Receipts	-1,500
8	*** Total Duplicated Funds ***	\$-1,500
9	*** Total Budget ***	\$112,577,400

1 * **Sec. 6.** DEPARTMENT OF ADMINISTRATION. (a) The sum of \$1,317,900 is
2 appropriated from the general fund to the Department of Administration, centralized
3 administrative services, finance, for the purpose of paying for the single audit for the
4 Department of Health and Social Services for the fiscal years ending June 30, 2015, June 30,
5 2016, and June 30, 2017.

6 (b) The sum of \$3,000,000 is appropriated from the general fund to the Department of
7 Administration, labor relations, for the purpose of paying costs associated with the Alaska
8 Correctional Officers Association settlement for the fiscal year ending June 30, 2015.

9 * **Sec. 7.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
10 DEVELOPMENT. (a) The sum of \$345,000 is appropriated from federal receipts for energy
11 projects to the Department of Commerce, Community, and Economic Development, Alaska
12 Energy Authority, for operating costs associated with emerging energy technology fund data
13 collection for the fiscal years ending June 30, 2015, June 30, 2016, and June 30, 2017.

14 (b) The unexpended and unobligated balance, estimated to be \$1,999,972, of the
15 appropriation made in sec. 4, ch. 5, FSSLA 2011, page 129, line 33, through page 130, line 4
16 (Ormat Nevada, Inc. - Mount Spurr Geothermal Project - \$1,999,972) is repealed.

17 (c) The unexpended and unobligated balance, estimated to be \$45,000,000, of the
18 appropriation made in sec. 26(b), ch. 16, SLA 2013, page 126, lines 24 - 29, (Alaska
19 Industrial Development and Export Authority, to advance the use of North Slope natural gas
20 for a liquefied natural gas production and distribution system - \$57,500,000) is reappropriated
21 to the Department of Commerce, Community, and Economic Development, Alaska Industrial
22 Development and Export Authority, to advance the use of natural gas for a liquefied natural
23 gas production and distribution system in the state.

24 * **Sec. 8.** DEPARTMENT OF EDUCATION. The unexpended and unobligated balance,
25 estimated to be \$750,000, of the appropriation made in sec.1, ch.18, SLA 2014, page 50, lines
26 20 - 22, (Department of Education and Early Development, Alaska Digital Teaching Initiative
27 Three-Year Demonstration Project - \$4,000,000) is repealed.

28 * **Sec. 9.** DEPARTMENT OF ENVIRONMENTAL CONSERVATION. The unexpended
29 and unobligated balances, estimated to be a total of \$3,179,058 of the following
30 appropriations are reappropriated to the oil and hazardous substance release prevention
31 account (AS 46.08.010(a)(1)) in the oil and hazardous substance release prevention and

1 response fund (AS 46.08.010(a)):

2 (1) sec. 1, ch. 3, FSSLA 2005, page 53, lines 20 - 22, and allocated on page
3 54, lines 12 - 14 (Department of Environmental Conservation, municipal water, sewer and
4 solid waste matching grant projects, Palmer wastewater treatment plant upgrades phase 3 -
5 \$250,000);

6 (2) sec. 4, ch. 30, SLA 2007, page 90, lines 8 - 9, and allocated on page 91,
7 lines 13 - 15 (Department of Environmental Conservation, water and wastewater
8 infrastructure projects, Ketchikan (City of) - disinfection by-products reduction project -
9 \$3,347,500);

10 (3) sec. 4, ch. 30, SLA 2007, page 90, lines 8 - 9, and allocated on page 92,
11 lines 8 - 9 (Department of Environmental Conservation, water and wastewater infrastructure
12 projects, Sitka cove lift station replacement - \$155,300);

13 (4) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page
14 139, lines 23 - 26 (Department of Environmental Conservation, municipal water, sewage, and
15 solid waste facilities grants, Juneau East Valley reservoir/Jordan Creek rehabilitation project -
16 \$419,175);

17 (5) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page
18 139, lines 27 - 29 (Department of Environmental Conservation, municipal water, sewage, and
19 solid waste facilities grants, Juneau North Douglas sewer expansion phase III - \$1,253,510);

20 (6) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page
21 139, line 33, through page 140, line 4 (Department of Environmental Conservation, municipal
22 water, sewage, and solid waste facilities grants, Kenai new water transmission main phase II
23 wellhouse - \$698,625);

24 (7) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page
25 140, lines 9 - 11 (Department of Environmental Conservation, municipal water, sewage, and
26 solid waste facilities grants, Kodiak ultraviolet secondary water treatment facility -
27 \$2,060,000);

28 (8) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page
29 140, lines 15 - 17 (Department of Environmental Conservation, municipal water, sewage, and
30 solid waste facilities grants, Palmer southwest utility extension phase II - \$1,766,605);

31 (9) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page

1 222, line 4 (Department of Environmental Conservation, municipal water, sewage, and solid
2 waste facilities grants, Juneau North Douglas sewer expansion phase III - \$125,351);

3 (10) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page
4 222, lines 5 - 6 (Department of Environmental Conservation, municipal water, sewage, and
5 solid waste facilities grants, Juneau East Valley reservoir/Jordan Creek rehabilitation project -
6 \$41,918);

7 (11) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page
8 222, lines 7 - 8 (Department of Environmental Conservation, municipal water, sewage, and
9 solid waste facilities grants, Kenai new water transmission main phase 2 wellhouse -
10 \$279,450);

11 (12) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page
12 222, lines 11 - 12 (Department of Environmental Conservation, municipal water, sewage, and
13 solid waste facilities grants, Kodiak ultraviolet secondary water treatment facility - \$824,000);

14 (13) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page
15 222, line 18 (Department of Environmental Conservation, municipal water, sewage, and solid
16 waste facilities grants, Palmer southwest utility extension phase 2 - \$706,642);

17 (14) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 6,
18 lines 28 - 30 (Department of Environmental Conservation, municipal water, sewage, and solid
19 waste facilities grants, Anchorage Girdwood wastewater treatment facility - \$4,182,000);

20 (15) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
21 lines 7 - 10 (Department of Environmental Conservation, municipal water, sewage, and solid
22 waste facilities grants, Juneau East Valley reservoir/Jordan Creek rehabilitation project -
23 \$41,400);

24 (16) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
25 lines 11 - 13 (Department of Environmental Conservation, municipal water, sewage, and solid
26 waste facilities grants, Juneau North Douglas sewer expansion phase III - \$123,165);

27 (17) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
28 lines 14 - 16 (Department of Environmental Conservation, municipal water, sewage, and solid
29 waste facilities grants, Juneau North Douglas sewer expansion phase IV - \$1,804,560);

30 (18) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
31 lines 23 - 26 (Department of Environmental Conservation, municipal water, sewage, and solid

1 waste facilities grants, Kenai new water transmission mains phase II and wellhouse -
2 \$2,132,100);

3 (19) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
4 lines 27 - 29 (Department of Environmental Conservation, municipal water, sewage, and solid
5 waste facilities grants, Kenai water treatment plant upgrades, phase III - \$648,945);

6 (20) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,
7 line 33 through page 8, line 5 (Department of Environmental Conservation, municipal water,
8 sewage, and solid waste facilities grants, Ketchikan Tongass Avenue water and sewer
9 replacement, phase II - \$1,691,260);

10 (21) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 24,
11 lines 7 - 9 (Department of Environmental Conservation, municipal water, sewage, and solid
12 waste facilities grants, Anchorage - Girdwood wastewater treatment facility - \$4,100,000);

13 (22) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,
14 lines 14 - 16 (Department of Environmental Conservation, municipal water, sewage, and solid
15 waste facilities grants, North Slope Borough Wainwright water and sewer upgrades -
16 \$3,090,000);

17 (23) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,
18 lines 27 - 29 (Department of Environmental Conservation, municipal water, sewage, and solid
19 waste facilities grants, Petersburg water treatment upgrades, phase 3 - \$253,697);

20 (24) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page
21 82, lines 5 - 6 (Department of Environmental Conservation, municipal water, sewage, and
22 solid waste facilities grants, Ketchikan water and sewer main replacement - \$2,616,824);

23 (25) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page
24 82, lines 16 - 17 (Department of Environmental Conservation, municipal water, sewage, and
25 solid waste facilities grants, Soldotna Well House B reconstruction - \$717,255);

26 (26) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
27 114, lines 5 - 6 (Department of Environmental Conservation, municipal water, sewage, and
28 solid waste facilities grants, Haines Barnett water tank replacement - \$699,143);

29 (27) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
30 114, lines 15 - 18 (Department of Environmental Conservation, municipal water, sewage, and
31 solid waste facilities grants, Kodiak Aleutian Homes water and sewer replacement phase 5 -

1 \$1,339,000);

2 (28) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
3 114, lines 19 - 21 (Department of Environmental Conservation, municipal water, sewage, and
4 solid waste facilities grants, Kodiak Island Borough landfill lateral expansion phase 2 -
5 \$3,090,000).

6 (29) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
7 114, lines 25 - 27 (Department of Environmental Conservation, municipal water, sewage, and
8 solid waste facilities grants, North Pole Techite sewer main and manholes rehabilitation -
9 \$2,590,450);

10 (30) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
11 114, lines 28 - 30 (Department of Environmental Conservation, municipal water, sewage, and
12 solid waste facilities grants, North Slope Borough Ahgeak Street water and sewer extension -
13 \$3,090,000)

14 (31) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
15 115, lines 4 - 6 (Department of Environmental Conservation, municipal water, sewage, and
16 solid waste facilities grants, Sitka Baranof Street water and sewer replacement - \$1,032,413);

17 (32) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page
18 115, lines 10 - 12 (Department of Environmental Conservation, municipal water, sewage, and
19 solid waste facilities grants, Soldotna Sterling Street water and sewer replacement -
20 \$377,465).

21 * **Sec. 10.** DEPARTMENT OF LAW. (a) The sum of \$6,365,600 is appropriated from the
22 general fund to the Department of Law, civil division, deputy attorney general's office, for the
23 purpose of paying judgments and settlements against the state for the fiscal year ending
24 June 30, 2015.

25 (b) The amount necessary, after application of the amount appropriated in (a) of this
26 section, to pay judgments awarded against the state on or before June 30, 2015, is
27 appropriated from the general fund to the Department of Law, civil division, deputy attorney
28 general's office, for the purpose of paying judgments against the state for the fiscal year
29 ending June 30, 2015.

30 * **Sec. 11.** DEPARTMENT OF PUBLIC SAFETY. Section 1, ch. 16, SLA 2013, page 75,
31 lines 9 - 12, is amended to read:

1	APPROPRIATION	GENERAL	OTHER
2	ALLOCATION	FUND	FUNDS
3	[NEW] Alaska Public Safety	875,000	875,000
4	Information Network		
5	(APSIN) <u>and Other Information Technology</u>		
6	[TRANSITIONAL]		
7	Contract Support (HD 1-40)		

8 * **Sec. 12.** DEPARTMENT OF NATURAL RESOURCES. The amount necessary to pay
9 for fire suppression activities, estimated to be \$3,000,000, is appropriated from the general
10 fund to the Department of Natural Resources, fire suppression activities, for the fiscal year
11 ending June 30, 2015.

12 * **Sec. 13.** OFFICE OF THE GOVERNOR. (a) Section 23(e), ch. 16, SLA 2014, is repealed
13 and reenacted to read:

14 (e) The governor shall allocate amounts appropriated in (a) and (b) of this
15 section to departments as needed to offset the effects of higher fuel and utility costs for
16 the fiscal year ending June 30, 2015.

17 (b) The unexpended and unobligated balance, estimated to be \$1,075,000 of the
18 appropriation made in sec. 16(a), and 16(c) ch. 16, SLA 2013, is repealed.

19 * **Sec. 14.** DEBT AND OTHER OBLIGATIONS. Section 25(k), ch. 16, SLA 2014, is
20 amended to read:

21 (k) The sum of **\$121,217,970** [\$126,642,396] is appropriated to the
22 Department of Education and Early Development for state aid for costs of school
23 construction under AS 14.11.100 for the fiscal year ending June 30, 2015, from the
24 following sources:

25	General fund	<u>\$101,917,970</u>
26		[107,342,396]
27	School Fund (AS 43.50.140)	19,300,000

28 * **Sec. 15.** RATIFICATIONS OF CERTAIN EXPENDITURES. The following
29 departmental expenditures are ratified to reverse the negative account balances in the Alaska
30 State Accounting System in the amount listed for the AR number. The appropriations from
31 which those expenditures were actually paid are amended by increasing those appropriations

1 for the fiscal year ending June 30, 2015, by the amount listed, as follows:

2 Department of Health and Social Services

3	(1) AR 23928-08 Medicaid School Based Admin Claim	3,272,240.61
4	(2) AR 23550-09 Senior and Disability Services Medicaid	3,299.38
5	Services	
6	(3) AR 22812-10 Probation Services, Unbudgeted RSA	8,309.80
7	(4) AR 22820-10 Residential Child Care, Unbudgeted RSA	4,122.81
8	(5) AR 23301-10 Health Care Services Medicaid Services	30,067.24
9	(6) AR 23550-10 Senior and Disability Services Medicaid	524,858.88
10	Services	
11	(7) AR 23847-10 Safety and Support Equipment for Public	30,662.63
12	Health Nurses, Probation Officers, and Social Workers	
13	(8) AR 26116-12 Deferred Maintenance, Renovation, Repair,	11,004.00
14	and Equipment	
15	(9) AR 26122-12 Replacement of the Public Health Center	15,224.27
16	and Pioneer Homes Telephone Systems	
17	(10) AR 26123-12 Safety and Support Equipment for Public	11,225.20
18	Health Nurses, Probation Officers, and Social Workers	
19	(11) AR 26220-12 MH Treatment and Recovery Based Special	15,000.00
20	Needs Housing	
21	(12) AR 26347-13 MH Treatment and Recovery Based Special	15,000.00
22	Needs Housing	
23	(13) AR 26117-14 E-Grants	4,587.00
24	(14) AR 26132-14 Denali Commission Grants for Health Care	2,620.80
25	Facility Improvements	
26	(15) AR 26137-14 Master Client Index	280,336.35

27 Judiciary

28	(1) AR 76400-14 Commission on Judicial Conduct	11,000.00
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29 * **Sec. 16.** REPEALS. (a) Section 28(f), ch. 16, SLA 2014 is repealed.

30 (b) Sections 32(c) and 32(d), ch. 18, SLA 2014, are repealed.

31 * **Sec. 17.** LAPSE. (a) The appropriation made in sec. 7(c) of this Act is for a capital project

1 and lapses under AS 37.25.020.

2 * **Sec. 18.** This Act takes effect April 19, 2015.