

SENATE BILL NO. 22

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTIETH LEGISLATURE - FIRST SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/18/17

Referred:

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating and loan program expenses of state
2 government and for certain programs; capitalizing funds; amending appropriations;
3 repealing appropriations; making supplemental appropriations and reappropriations,
4 and making appropriations under art. IX, sec. 17(c), Constitution of the State of Alaska,
5 from the constitutional budget reserve fund; and providing for an effective date."

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

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

1 * **Sec. 4. COSTS OF JOB RECLASSIFICATIONS.** The money appropriated in this Act
2 includes the amount necessary to pay the costs of personal services because of reclassification
3 of job classes during the fiscal year ending June 30, 2018.

4 * **Sec. 5. ALASKA AEROSPACE CORPORATION.** Federal receipts and other corporate
5 receipts of the Alaska Aerospace Corporation received during the fiscal year ending June 30,
6 2018, that are in excess of the amount appropriated in sec. 1 of this Act are appropriated to the
7 Alaska Aerospace Corporation for operations for the fiscal year ending June 30, 2018.

8 * **Sec. 6. ALASKA HOUSING FINANCE CORPORATION.** (a) The board of directors of
9 the Alaska Housing Finance Corporation anticipates that \$30,448,400 of the adjusted change
10 in net assets from the second preceding fiscal year will be available for appropriation for the
11 fiscal year ending June 30, 2018.

12 (b) The Alaska Housing Finance Corporation shall retain the amount set out in (a) of
13 this section for the purpose of paying debt service for the fiscal year ending June 30, 2017, in
14 the following estimated amounts:

15 (1) \$1,000,000 for debt service on University of Alaska, Anchorage,
16 dormitory construction, authorized under ch. 26, SLA 1996;

17 (2) \$7,217,757 for debt service on the bonds described under ch. 1, SSSLA
18 2002;

19 (3) \$3,786,256 for debt service on the bonds authorized under sec. 4, ch. 120,
20 SLA 2004.

21 (c) After deductions for the items set out in (b) of this section and deductions for
22 appropriations for operating and capital purposes are made, any remaining balance of the
23 amount set out in (a) of this section for the fiscal year ending June 30, 2018, is appropriated to
24 the unrestricted general fund.

25 (d) All unrestricted mortgage loan interest payments, mortgage loan commitment
26 fees, and other unrestricted receipts received by or accrued to the Alaska Housing Finance
27 Corporation during the fiscal year ending June 30, 2018, and all income earned on assets of
28 the corporation during that period are appropriated to the Alaska Housing Finance
29 Corporation to hold as corporate receipts for the purposes described in AS 18.55 and
30 AS 18.56. The corporation shall allocate its corporate receipts between the Alaska housing
31 finance revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a))

1 under procedures adopted by the board of directors.

2 (e) The sum of \$800,000,000 is appropriated from the corporate receipts appropriated
3 to the Alaska Housing Finance Corporation and allocated between the Alaska housing finance
4 revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a)) under
5 (d) of this section to the Alaska Housing Finance Corporation for the fiscal year ending
6 June 30, 2018, for housing loan programs not subsidized by the corporation.

7 (f) The sum of \$30,000,000 is appropriated from the portion of the corporate receipts
8 appropriated to the Alaska Housing Finance Corporation and allocated between the Alaska
9 housing finance revolving fund (AS 18.56.082) and senior housing revolving fund
10 (AS 18.56.710(a)) under (d) of this section that is derived from arbitrage earnings to the
11 Alaska Housing Finance Corporation for the fiscal year ending June 30, 2018, for housing
12 loan programs and projects subsidized by the corporation.

13 * **Sec. 7. ALASKA PERMANENT FUND CORPORATION.** (a) The amount required to be
14 deposited under AS 37.13.010(a), estimated to be \$244,300,000, during the fiscal year ending
15 June 30, 2018, is appropriated to the principal of the Alaska permanent fund in satisfaction of
16 that requirement.

17 (b) The amount necessary for the payment of a dividend to each eligible individual of
18 \$1,000, estimated to be \$695,650,000, is appropriated from the general fund to the dividend
19 fund (AS 43.23.045(a)) for the payment of permanent fund dividends and for administrative
20 and associated costs for the fiscal year ending June 30, 2018.

21 (c) The income earned during the fiscal year ending June 30, 2018, on revenue from
22 the sources set out in AS 37.13.145(d), estimated to be \$26,000,000, is appropriated to the
23 Alaska capital income fund (AS 37.05.565).

24 (d) The amount equal to five and one-quarter percent of the average market value of
25 the Alaska permanent fund for the first five of the preceding six fiscal years, including the
26 fiscal year ending June 30, 2016, and including the earnings reserve account established under
27 AS 37.13.145, estimated to be \$2,408,100,000, is appropriated from the earnings reserve
28 account (AS 37.13.145) to the general fund for the fiscal year ending June 30, 2017.

29 (e) The amount equal to five and one-quarter percent of the average market value of
30 the Alaska permanent fund, including the earnings reserve account established under
31 AS 37.13.145, for the first five of the preceding six fiscal years, including the fiscal year

1 ending June 30, 2017, estimated to be \$2,507,000,000, is appropriated from the earnings
2 reserve account (AS 37.13.145) to the general fund for the fiscal year ending June 30, 2018.

3 (f) The appropriation made in (e) of this section is reduced by the difference between
4 the amount calculated under (1) of this subsection and the amount under (2) of the subsection
5 if the amount calculated under (1) of this subsection exceeds the amount under (2) of this
6 subsection:

7 (1) the total amount of oil and gas production taxes under AS 43.55.011 -
8 43.55.180, mineral lease rentals, royalties, royalty sale proceeds, net profit shares under
9 AS 38.05.180(f) and (g), and federal mineral revenue sharing payments and bonuses received
10 by the state from mineral leases and deposited into the general fund in the fiscal year ending
11 June 30, 2017, less 20 percent of the appropriation made in (e) of this section;

12 (2) \$1,200,000,000.

13 * **Sec. 8.** ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY. (a)
14 An estimated \$9,500,000 will be declared available by the Alaska Industrial Development and
15 Export Authority board of directors under AS 44.88.088 for appropriation as the dividend for
16 the fiscal year ending June 30, 2018, from the unrestricted balance in the Alaska Industrial
17 Development and Export Authority revolving fund (AS 44.88.060).

18 (b) After deductions for appropriations made for operating and capital purposes are
19 made, any remaining balance of the amount set out in (a) of this section for the fiscal year
20 ending June 30, 2017, is appropriated to the unrestricted general fund.

21 * **Sec. 9.** DEPARTMENT OF ADMINISTRATION. (a) The amount necessary to fund the
22 uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is
23 appropriated from that account to the Department of Administration for those uses for the
24 fiscal year ending June 30, 2018.

25 (b) The amount necessary to fund the uses of the working reserve account described
26 in AS 37.05.510(a) is appropriated from that account to the Department of Administration for
27 those uses for the fiscal year ending June 30, 2018.

28 (c) The amount necessary to have an unobligated balance of \$5,000,000 in the
29 working reserve account described in AS 37.05.510(a) is appropriated from the
30 unencumbered balance of any appropriation enacted to finance the payment of employee
31 salaries and benefits that is determined to be available for lapse at the end of the fiscal year

1 ending June 30, 2018.

2 (d) The amount necessary to have an unobligated balance of \$5,000,000 in the group
3 health and life benefits fund (AS 39.30.095), after the appropriations in (b) and (c) of this
4 section, is appropriated from the unencumbered balance of any appropriation that is
5 determined to be available for lapse at the end of the fiscal year ending June 30, 2018.

6 (e) The amount received in settlement of a claim against a bond guaranteeing the
7 reclamation of state, federal, or private land, including the plugging or repair of a well,
8 estimated to be \$150,000, is appropriated to the Alaska Oil and Gas Conservation
9 Commission for the purpose of reclaiming the state, federal, or private land affected by a use
10 covered by the bond for the fiscal year ending June 30, 2018.

11 (f) If the amount appropriated is insufficient to cover actuarial costs for retirement
12 system benefit payment calculations, after all allowable payments from retirement system
13 fund sources, the amount, estimated to be \$0, is appropriated from the general fund to the
14 Department of Administration for that purpose for the fiscal year ending June 30, 2018.

15 * **Sec. 10.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC
16 DEVELOPMENT. (a) The unexpended and unobligated balance of federal money
17 apportioned to the state as national forest income that the Department of Commerce,
18 Community, and Economic Development determines would lapse into the unrestricted portion
19 of the general fund on June 30, 2018, under AS 41.15.180(j) is appropriated to home rule
20 cities, first class cities, second class cities, a municipality organized under federal law, or
21 regional educational attendance areas entitled to payment from the national forest income for
22 the fiscal year ending June 30, 2018, to be allocated among the recipients of national forest
23 income according to their pro rata share of the total amount distributed under AS 41.15.180(c)
24 and (d) for the fiscal year ending June 30, 2018.

25 (b) If the amount necessary to make national forest receipts payments under
26 AS 41.15.180 exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
27 amount necessary to make national forest receipt payments is appropriated from federal
28 receipts received for that purpose to the Department of Commerce, Community, and
29 Economic Development, revenue sharing, national forest receipts allocation, for the fiscal
30 year ending June 30, 2018.

31 (c) If the amount necessary to make payments in lieu of taxes for cities in the

1 unorganized borough under AS 44.33.020(a)(20) exceeds the amount appropriated for that
2 purpose in sec. 1 of this Act, the amount necessary to make those payments is appropriated
3 from federal receipts received for that purpose to the Department of Commerce, Community,
4 and Economic Development, revenue sharing, payment in lieu of taxes allocation, for the
5 fiscal year ending June 30, 2018.

6 (d) An amount equal to the salmon enhancement tax collected under AS 43.76.001 -
7 43.76.028 in calendar year 2016, estimated to be \$6,600,000, and deposited in the general
8 fund under AS 43.76.025(c) is appropriated from the general fund to the Department of
9 Commerce, Community, and Economic Development for payment in the fiscal year ending
10 June 30, 2018, to qualified regional associations operating within a region designated under
11 AS 16.10.375.

12 (e) An amount equal to the seafood development tax collected under AS 43.76.350 -
13 43.76.399 in calendar year 2016, estimated to be \$1,500,000, and deposited in the general
14 fund under AS 43.76.380(d), is appropriated from the general fund to the Department of
15 Commerce, Community, and Economic Development for payment in the fiscal year ending
16 June 30, 2018, to qualified regional seafood development associations for the following
17 purposes:

18 (1) promotion of seafood and seafood by-products that are harvested in the
19 region and processed for sale;

20 (2) promotion of improvements to the commercial fishing industry and
21 infrastructure in the seafood development region;

22 (3) establishment of education, research, advertising, or sales promotion
23 programs for seafood products harvested in the region;

24 (4) preparation of market research and product development plans for the
25 promotion of seafood and their by-products that are harvested in the region and processed for
26 sale;

27 (5) cooperation with the Alaska Seafood Marketing Institute and other public
28 or private boards, organizations, or agencies engaged in work or activities similar to the work
29 of the organization, including entering into contracts for joint programs of consumer
30 education, sales promotion, quality control, advertising, and research in the production,
31 processing, or distribution of seafood harvested in the region;

1 (6) cooperation with commercial fishermen, fishermen's organizations,
2 seafood processors, the Alaska Fisheries Development Foundation, the Fisheries Industrial
3 Technology Center, state and federal agencies, and other relevant persons and entities to
4 investigate market reception to new seafood product forms and to develop commodity
5 standards and future markets for seafood products.

6 (f) The amount necessary, estimated to be \$37,855,000, not to exceed the amount
7 determined under AS 42.45.085(a), is appropriated from the power cost equalization
8 endowment fund (AS 42.45.070(a)) to the Department of Commerce, Community, and
9 Economic Development, Alaska Energy Authority, power cost equalization allocation, for the
10 fiscal year ending June 30, 2018.

11 (g) The sum of \$55,000,000 is appropriated from the Alaska comprehensive health
12 insurance fund (AS 21.55.430) to the Department of Commerce, Community, and Economic
13 Development, division of insurance, for the calendar year 2018 Alaska Reinsurance program
14 for the fiscal year ending June 30, 2018, and June 30, 2019.

15 (h) The sum of \$55,000,000 is appropriated from the Alaska comprehensive health
16 insurance fund (AS 21.55.430) to the Department of Commerce, Community, and Economic
17 Development, division of insurance, for the calendar year 2017 Alaska Reinsurance program
18 for the fiscal year ending June 30, 2017, and June 30, 2018.

19 * **Sec. 11.** DEPARTMENT OF FISH AND GAME. (a) An amount equal to the dive fishery
20 management assessment collected under AS 43.76.150 - 43.76.210 in the fiscal year ending
21 June 30, 2017, estimated to be \$500,000, and deposited in the general fund, is appropriated
22 from the general fund to the Department of Fish and Game for payment in the fiscal year
23 ending June 30, 2018, to the qualified regional dive fishery development association in the
24 administrative area where the assessment was collected.

25 (b) After the appropriation made in sec. 21(j) of this Act, the remaining balance of the
26 Alaska sport fishing enterprise account (AS 16.05.130(e)) in the fish and game fund
27 (AS 16.05.100), not to exceed \$500,000, is appropriated to the Department of Fish and Game
28 for sport fish operations for the fiscal year ending June 30, 2018.

29 * **Sec. 12.** DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT. (a) If the
30 amount necessary to pay benefit payments from the workers' compensation benefits guaranty
31 fund (AS 23.30.082) exceeds the amount appropriated for that purpose in sec. 1 of this Act,

1 the additional amount necessary to pay those benefit payments is appropriated for that
2 purpose from that fund to the Department of Labor and Workforce Development, workers'
3 compensation benefits guaranty fund allocation, for the fiscal year ending June 30, 2018.

4 (b) If the amount necessary to pay benefit payments from the second injury fund
5 (AS 23.30.040(a)) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
6 additional amount necessary to make those benefit payments is appropriated for that purpose
7 from the second injury fund to the Department of Labor and Workforce Development, second
8 injury fund allocation, for the fiscal year ending June 30, 2018.

9 (c) If the amount necessary to pay benefit payments from the fishermen's fund
10 (AS 23.35.060) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
11 additional amount necessary to pay those benefit payments is appropriated for that purpose
12 from that fund to the Department of Labor and Workforce Development, fishermen's fund
13 allocation, for the fiscal year ending June 30, 2018.

14 (d) If the amount of contributions received by the Alaska Vocational Technical Center
15 under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018,
16 AS 43.75.018, and AS 43.77.045 during the fiscal year ending June 30, 2018, exceeds the
17 amount appropriated for the Department of Labor and Workforce Development, Alaska
18 Vocational Technical Center, in sec. 1 of this Act, the additional contributions are
19 appropriated to the Department of Labor and Workforce Development, Alaska Vocational
20 Technical Center, Alaska Vocational Technical Center allocation, for the purpose of operating
21 the center, for the fiscal year ending June 30, 2018.

22 * **Sec. 13.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. Five percent of
23 the average ending market value in the Alaska veterans' memorial endowment fund
24 (AS 37.14.700) for the fiscal years ending June 30, 2015, June 30, 2016, and June 30, 2017,
25 estimated to be \$11,400, is appropriated from the Alaska veterans' memorial endowment fund
26 to the Department of Military and Veterans' Affairs for the purposes specified in
27 AS 37.14.730(b) for the fiscal year ending June 30, 2018.

28 * **Sec. 14.** DEPARTMENT OF NATURAL RESOURCES. (a) The interest earned during
29 the fiscal year ending June 30, 2018, on the reclamation bond posted by Cook Inlet Energy for
30 operation of an oil production platform in Cook Inlet under lease with the Department of
31 Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general

1 fund to the Department of Natural Resources for the purpose of the bond for the fiscal years
2 ending June 30, 2018, June 30, 2019, and June 30, 2020.

3 (b) The amount necessary for the purposes specified in AS 37.14.820 for the fiscal
4 year ending June 30, 2018, estimated to be \$50,000, is appropriated from the mine
5 reclamation trust fund operating account (AS 37.14.800(a)) to the Department of Natural
6 Resources for those purposes for the fiscal year ending June 30, 2018.

7 (c) The amount received in settlement of a claim against a bond guaranteeing the
8 reclamation of state, federal, or private land, including the plugging or repair of a well,
9 estimated to be \$50,000, is appropriated to the Department of Natural Resources for the
10 purpose of reclaiming the state, federal, or private land affected by a use covered by the bond
11 for the fiscal year ending June 30, 2018.

12 (d) Federal receipts received for fire suppression during the fiscal year ending
13 June 30, 2018, estimated to be \$8,500,000, are appropriated to the Department of Natural
14 Resources for fire suppression activities for the fiscal year ending June 30, 2018.

15 (e) If any portion of the federal receipts appropriated to the Department of Natural
16 Resources for division of forestry wildland firefighting crews is not received, that amount, not
17 to exceed \$1,125,000, is appropriated from the general fund to the Department of Natural
18 Resources, fire suppression preparedness, for the purpose of paying costs of the division of
19 forestry wildland firefighting crews for the fiscal year ending June 30, 2018.

20 * **Sec. 15.** DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for
21 paternity testing administered by the child support services agency, as required under
22 AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be
23 \$46,000, are appropriated to the Department of Revenue, child support services agency, for
24 child support activities for the fiscal year ending June 30, 2018.

25 * **Sec. 16.** UNIVERSITY OF ALASKA. The amount of the fees collected under
26 AS 28.10.421(d) during the fiscal year ending June 30, 2017, for the issuance of special
27 request university plates, less the cost of issuing the license plates, estimated to be \$600, is
28 appropriated from the general fund to the University of Alaska for support of alumni
29 programs at the campuses of the university for the fiscal year ending June 30, 2018.

30 * **Sec. 17.** OFFICE OF THE GOVERNOR. The sum of \$1,847,000 is appropriated from the
31 general fund to the Office of the Governor, division of elections, for costs associated with

1 conducting the statewide primary and general elections for the fiscal years ending June 30,
2 2018, and June 30, 2019.

3 * **Sec. 18. BANKCARD SERVICE FEES.** (a) The amount necessary to compensate the
4 collector or trustee of fees, licenses, taxes, or other money belonging to the state during the
5 fiscal year ending June 30, 2018, is appropriated for that purpose for the fiscal year ending
6 June 30, 2018, to the agency authorized by law to generate the revenue, from the funds and
7 accounts in which the payments received by the state are deposited. In this subsection,
8 "collector or trustee" includes vendors retained by the state on a contingency fee basis.

9 (b) The amount necessary to compensate the provider of bankcard or credit card
10 services to the state during the fiscal year ending June 30, 2018, is appropriated for that
11 purpose for the fiscal year ending June 30, 2018, to each agency of the executive, legislative,
12 and judicial branches that accepts payment by bankcard or credit card for licenses, permits,
13 goods, and services provided by that agency on behalf of the state, from the funds and
14 accounts in which the payments received by the state are deposited.

15 (c) The amount necessary to compensate the provider of bankcard or credit card
16 services to the state during the fiscal year ending June 30, 2018, is appropriated for that
17 purpose for the fiscal year ending June 30, 2018, to the Department of Law for accepting
18 payment of restitution in accordance with AS 12.55.051 and AS 47.12.170 by bankcard or
19 credit card, from the funds and accounts in which the restitution payments received by the
20 Department of Law are deposited.

21 * **Sec. 19. DEBT AND OTHER OBLIGATIONS.** (a) The amount required to pay interest
22 on any revenue anticipation notes issued by the commissioner of revenue under AS 43.08
23 during the fiscal year ending June 30, 2018, estimated to be zero, is appropriated from the
24 general fund to the Department of Revenue for payment of the interest on those notes for the
25 fiscal year ending June 30, 2018.

26 (b) The amount required to be paid by the state for the principal of and interest on all
27 issued and outstanding state-guaranteed bonds, estimated to be zero, is appropriated from the
28 general fund to the Alaska Housing Finance Corporation for payment of the principal of and
29 interest on those bonds for the fiscal year ending June 30, 2018.

30 (c) The amount necessary for payment of principal and interest, redemption premium,
31 and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for

1 the fiscal year ending June 30, 2018, estimated to be \$1,602,900, is appropriated from interest
 2 earnings of the Alaska clean water fund (AS 46.03.032(a)) to the Alaska clean water fund
 3 revenue bond redemption fund (AS 37.15.565).

4 (d) The amount necessary for payment of principal and interest, redemption premium,
 5 and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for
 6 the fiscal year ending June 30, 2018, estimated to be \$1,669,900, is appropriated from interest
 7 earnings of the Alaska drinking water fund (AS 46.03.036(a)) to the Alaska drinking water
 8 fund revenue bond redemption fund (AS 37.15.565).

9 (e) The sum of \$4,561,454 is appropriated from the general fund to the following
 10 agencies for the fiscal year ending June 30, 2018, for payment of debt service on outstanding
 11 debt authorized by AS 14.40.257, AS 29.60.700, and AS 42.45.065, respectively, for the
 12 following projects:

13 AGENCY AND PROJECT	13 APPROPRIATION AMOUNT
14 (1) University of Alaska	\$1,215,650
15 Anchorage Community and Technical	
16 College Center	
17 Juneau Readiness Center/UAS Joint Facility	
18 (2) Department of Transportation and Public Facilities	
19 (A) Matanuska-Susitna Borough	709,913
20 (deep water port and road upgrade)	
21 (B) Aleutians East Borough/False Pass	157,667
22 (small boat harbor)	
23 (C) City of Valdez (harbor renovations)	207,850
24 (D) Aleutians East Borough/Akutan	274,668
25 (small boat harbor)	
26 (E) Fairbanks North Star Borough	332,955
27 (Eielson AFB Schools, major	
28 maintenance and upgrades)	
29 (F) City of Unalaska (Little South America	367,895
30 (LSA) Harbor)	
31 (3) Alaska Energy Authority	

1	(A) Kodiak Electric Association	943,676
2	(Nyman combined cycle cogeneration plant)	
3	(B) Copper Valley Electric Association	351,180
4	(cogeneration projects)	

5 (f) The amount necessary for payment of lease payments and trustee fees relating to
6 certificates of participation issued for real property for the fiscal year ending June 30, 2018,
7 estimated to be \$2,892,150, is appropriated from the general fund to the state bond committee
8 for that purpose for the fiscal year ending June 30, 2018.

9 (g) The sum of \$3,303,500 is appropriated from the general fund to the Department of
10 Administration for the purpose of paying the obligation of the Linny Pacillo Parking Garage
11 in Anchorage to the Alaska Housing Finance Corporation for the fiscal year ending June 30,
12 2018.

13 (h) The following amounts are appropriated to the state bond committee from the
14 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2018:

15 (1) the sum of \$10,000 from the investment earnings on the bond proceeds
16 deposited in the capital project funds for the series 2009A general obligation bonds, for
17 payment of debt service and accrued interest on outstanding State of Alaska general
18 obligation bonds, series 2009A;

19 (2) the amount necessary for payment of debt service and accrued interest on
20 outstanding State of Alaska general obligation bonds, series 2009A, after the payment made
21 in (1) of this subsection, estimated to be \$7,990,300, from the general fund for that purpose;

22 (3) the amount necessary for payment of debt service and accrued interest on
23 outstanding State of Alaska general obligation bonds, series 2010A and 2010B, estimated to
24 be \$2,194,004, from the amount received from the United States Treasury as a result of the
25 American Recovery and Reinvestment Act of 2009, Build America Bond credit payments due
26 on the series 2010A general obligation bonds;

27 (4) The amount necessary for payment of debt service and accrued interest on
28 outstanding State of Alaska general obligation bonds, series 2010A and 2010B, estimated to
29 be \$2,227,757, from the amount received from the United States Treasury as a result of the
30 American Recovery and Reinvestment Act of 2009, Qualified School Construction Bond
31 interest subsidy payments due on the series 2010B general obligation bonds;

1 (5) the amount necessary for payment of debt service and accrued interest on
2 outstanding State of Alaska general obligation bonds, series 2010A and 2010B, after
3 payments made in (3) and (4) of this subsection, estimated to be \$4,737,080, from the general
4 fund for that purpose;

5 (6) the sum of \$2,200 from the State of Alaska general obligation bonds,
6 series 2012A bond issue premium, interest earnings, and accrued interest held in the debt
7 service fund of the series 2012A bonds for payment of debt service and accrued interest on
8 outstanding State of Alaska general obligation bonds, series 2012A;

9 (7) the sum of \$37,000 from the Alaska debt retirement fund (AS 37.15.011)
10 for payment of debt service and accrued interest on outstanding State of Alaska general
11 obligation bonds, series 2012A;

12 (8) the amount necessary, estimated to be \$28,836,800, for payment of debt
13 service and accrued interest on outstanding State of Alaska general obligation bonds, series
14 2012A, from the general fund for that purpose;

15 (9) the amount necessary for payment of debt service and accrued interest on
16 outstanding State of Alaska general obligation bonds, series 2013A, estimated to be \$427,658,
17 from the amount received from the United States Treasury as a result of the American
18 Recovery and Reinvestment Act of 2009, Qualified School Construction Bond interest
19 subsidy payments due on the series 2013A general obligation bonds;

20 (10) the amount necessary for payment of debt service and accrued interest on
21 outstanding State of Alaska general obligation bonds, series 2013A, after payments made in
22 (9) of this subsection, estimated to be \$33,180, from the general fund for that purpose;

23 (11) the sum of \$66,000 from the investment earnings on the bond proceeds
24 deposited in the capital project funds for the series 2013B general obligation bonds, for
25 payment of debt service and accrued interest on outstanding State of Alaska general
26 obligation bonds, series 2013B;

27 (12) the amount necessary for payment of debt service and accrued interest on
28 outstanding State of Alaska general obligation bonds, series 2013B, after the payment made in
29 (11) of this subsection, estimated to be \$16,103,000, from the general fund for that purpose;

30 (13) the amount necessary for payment of debt service and accrued interest on
31 outstanding State of Alaska general obligation bonds, series 2015B, estimated to be

1 \$4,721,250, from the general fund for that purpose;

2 (14) the sum of \$1,900 from the State of Alaska general obligation bonds,
3 series 2016A and 2016B bond issue premium, interest earnings, and accrued interest held in
4 the debt service fund of the series 2016A and 2016B bonds for payment of debt service and
5 accrued interest on outstanding State of Alaska general obligation bonds, series 2016A and
6 2016B;

7 (15) the sum of \$226,000, from the investment earnings on the bond proceeds
8 deposited in the capital project funds for the series 2016B general obligation bonds, for
9 payment of debt service and accrued interest on outstanding State of Alaska general
10 obligation bonds, series 2016A and 2016B;

11 (16) the amount necessary for payment of debt service and accrued interest on
12 outstanding State of Alaska general obligation bonds, series 2016A and 2016B, after the
13 payments made in (14) and (15) of this subsection, estimated to be \$22,099,470, from the
14 general fund for that purpose;

15 (17) the amount necessary for payment of trustee fees on outstanding State of
16 Alaska general obligation bonds, series 2009A, 2010A, 2010B, 2012A, 2013A, 2013B,
17 2015B, 2016A, and 2016B, estimated to be \$3,000, from the general fund for that purpose;

18 (18) the amount necessary for the purpose of authorizing payment to the
19 United States Treasury for arbitrage rebate on outstanding State of Alaska general obligation
20 bonds, estimated to be \$100,000, from the general fund for that purpose;

21 (19) if the proceeds of state general obligation bonds issued are temporarily
22 insufficient to cover costs incurred on projects approved for funding with these proceeds, the
23 amount necessary to prevent this cash deficiency, from the general fund, contingent on
24 repayment to the general fund as soon as additional state general obligation bond proceeds
25 have been received by the state; and

26 (20) if the amount necessary for payment of debt service and accrued interest
27 on outstanding State of Alaska general obligation bonds exceeds the amounts appropriated in
28 this subsection, the additional amount necessary to pay the obligations, from the general fund
29 for that purpose.

30 (i) The following amounts are appropriated to the state bond committee from the
31 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2018:

1 (1) the amount necessary for debt service on outstanding international airports
2 revenue bonds, estimated to be \$5,200,000, from the collection of passenger facility charges
3 approved by the Federal Aviation Administration at the Alaska international airports system;

4 (2) the amount necessary for debt service and trustee fees on outstanding
5 international airports revenue bonds, estimated to be \$398,820, from the amount received
6 from the United States Treasury as a result of the American Recovery and Reinvestment Act
7 of 2009, Build America Bonds federal interest subsidy payments due on the series 2010D
8 general airport revenue bonds; and

9 (3) the amount necessary for payment of debt service and trustee fees on
10 outstanding international airports revenue bonds, after payments made in (1) and (2) of this
11 subsection, estimated to be \$39,819,394, from the International Airports Revenue Fund
12 (AS 37.15.430(a)) for that purpose.;

13 (j) The amount necessary for payment of obligations and fees for the Goose Creek
14 Correctional Center, estimated to be \$16,376,900, is appropriated from the general fund to the
15 Department of Administration for that purpose for the fiscal year ending June 30, 2018.

16 (k) The amount necessary for state aid for costs of school construction under
17 AS 14.11.100, estimated to be \$115,956,587, is appropriated to the Department of Education
18 and Early Development for the fiscal year ending June 30, 2018, from the following sources:

19 (1) \$18,600,000 from the School Fund (AS 43.50.140);

20 (2) the amount necessary, after the appropriation made in (1) of this
21 subsection, estimated to be \$97,356,587, from the general fund.

22 (l) The amounts appropriated to the Alaska fish and game revenue bond redemption
23 fund (AS 37.15.770) during fiscal year ending June 30, 2018, estimated to be \$6,211,000, are
24 appropriated to the state bond committee for payment of debt service, accrued interest, and
25 trustee fees on outstanding sport fish hatchery revenue bonds, for early redemption of those
26 bonds.

27 (m) Section 26(a), ch. 17, SLA 2012, is amended to read:

28 (a) The amount necessary to pay expenses incident to the sale and issuance of
29 general obligation bonds for transportation projects, estimated to be \$3,559,200, is
30 appropriated from the 2012 state transportation project fund to the Department of
31 Revenue, state bond committee, for the fiscal years ending June 30, 2013, June 30,

1 2014, June 30, 2015, [AND] June 30, 2016, June 30, 2017, June 30, 2018, and
 2 June 30, 2019.

3 * **Sec. 20.** FEDERAL AND OTHER PROGRAM RECEIPTS. (a) Federal receipts,
 4 designated program receipts under AS 37.05.146(b)(3), information services fund program
 5 receipts under AS 44.21.045(b), Exxon Valdez oil spill trust receipts under
 6 AS 37.05.146(b)(4), receipts of the Alaska Housing Finance Corporation, receipts of the
 7 Alaska marine highway system fund under AS 19.65.060(a), receipts of the University of
 8 Alaska under AS 37.05.146(b)(2), receipts of commercial fisheries test fishing operations
 9 under AS 37.05.146(c)(21), and receipts of the Alaska Aerospace Corporation, that are
 10 received during the fiscal year ending June 30, 2018, and that exceed the amounts
 11 appropriated by this Act, are appropriated conditioned on compliance with the program
 12 review provisions of AS 37.07.080(h).

13 (b) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
 14 are received during the fiscal year ending June 30, 2018, exceed the amounts appropriated by
 15 this Act, the appropriations from state funds for the affected program shall be reduced by the
 16 excess if the reductions are consistent with applicable federal statutes.

17 (c) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
 18 are received during the fiscal year ending June 30, 2018, fall short of the amounts
 19 appropriated by this Act, the affected appropriation is reduced by the amount of the shortfall
 20 in receipts.

21 * **Sec. 21.** FUND CAPITALIZATION. (a) The portions of the fees listed in this subsection
 22 that are collected during the fiscal year ending June 30, 2018, estimated to be \$23,900, are
 23 appropriated to the Alaska children's trust grant account (AS 37.14.205(a)):

24 (1) fees collected under AS 18.50.225, less the cost of supplies, for the
 25 issuance of heirloom birth certificates;

26 (2) fees collected under AS 18.50.272, less the cost of supplies, for the
 27 issuance of heirloom marriage certificates;

28 (3) fees collected under AS 28.10.421(d) for the issuance of special request
 29 Alaska children's trust license plates, less the cost of issuing the license plates.

30 (b) The amount of federal receipts received for disaster relief during the fiscal year
 31 ending June 30, 2017, estimated to be \$9,000,000, is appropriated to the disaster relief fund

1 (AS 26.23.300(a)).

2 (c) The sum of \$2,000,000 is appropriated from the general fund to the disaster relief
3 fund (AS 26.23.300(a)).

4 (d) The amount of municipal bond bank receipts determined under AS 44.85.270(h)
5 to be available for transfer by the Alaska Municipal Bond Bank Authority for the fiscal year
6 ending June 30, 2017, estimated to be \$0, is appropriated to the Alaska municipal bond bank
7 authority reserve fund (AS 44.85.270(a)).

8 (e) If the Alaska Municipal Bond Bank Authority must draw on the Alaska municipal
9 bond bank authority reserve fund (AS 44.85.270(a)) because of a default by a borrower, an
10 amount equal to the amount drawn from the reserve is appropriated from the general fund to
11 the Alaska municipal bond bank authority reserve fund (AS 44.85.270(a)).

12 (f) The amount of federal receipts awarded or received for capitalization of the Alaska
13 clean water fund during the fiscal year ending June 30, 2018, less the amount expended for
14 administering the loan fund and other eligible activities, estimated to be \$7,657,920, is
15 appropriated from federal receipts to the Alaska clean water fund (AS 46.03.032(a)).

16 (g) The amount necessary to match federal receipts awarded or received for
17 capitalization of the Alaska clean water fund during the fiscal year ending June 30, 2018,
18 estimated to be \$1,595,400, is appropriated from Alaska clean water fund revenue bond
19 receipts to the Alaska clean water fund (AS46.03.032(a)).

20 (h) The amount of federal receipts awarded or received for capitalization of the
21 Alaska drinking water fund during the fiscal year ending June 30, 2018, less the amount
22 expended for administering the loan fund and other eligible activities, estimated to be
23 \$5,735,280, is appropriated from federal receipts to the Alaska drinking water fund
24 (AS 46.03.036(a)).

25 (i) The amount necessary to match federal receipts awarded or received for
26 capitalization of the Alaska drinking water fund during the fiscal year ending June 30, 2018,
27 estimated to be \$1,662,400, is appropriated from Alaska drinking water fund revenue bond
28 receipts to the Alaska drinking water fund (AS 46.03.036(a)).

29 (j) The amount required for payment of debt service, accrued interest, and trustee fees
30 on outstanding sport fish hatchery revenue bonds for the fiscal year ending June 30, 2018,
31 estimated to be \$4,216,000, is appropriated from the Alaska sport fishing enterprise account

1 (AS 16.05.130(e)) in the fish and game fund (AS 16.05.100) to the Alaska fish and game
2 revenue bond redemption fund (AS 37.15.770) for that purpose.

3 (k) After the appropriations made in sec. 11(b) of this Act and (j) of this section, the
4 remaining balance of the Alaska sport fishing enterprise account (AS 16.05.130(e)) in the fish
5 and game fund (AS 16.05.100), estimated to be \$1,995,000, is appropriated from the Alaska
6 sport fishing enterprise account (AS 16.05.130(e)) in the fish and game fund (AS 16.05.100)
7 to the Alaska fish and game revenue bond redemption fund (AS 37.15.770) for early
8 redemption of outstanding sport fish hatchery revenue bonds for the fiscal year ending
9 June 30, 2018.

10 (l) If the amounts appropriated to the Alaska fish and game revenue bond redemption
11 fund (AS 37.15.770) in (k) of this section are less than the amount required for the payment of
12 debt service, accrued interest, and trustee fees on outstanding sport fish hatchery revenue
13 bonds for the fiscal year ending June 30, 2018, federal receipts equal to the lesser of \$102,000
14 or the deficiency balance, estimated to be \$0, are appropriated to the Alaska fish and game
15 revenue bond redemption fund (AS 37.15.770) for the payment of debt service, accrued
16 interest, and trustee fees on outstanding sport fish hatchery revenue bonds for the fiscal year
17 ending June 30, 2018.

18 (m) The amount received under AS 18.67.162 as program receipts, estimated to be
19 \$125,000, including donations and recoveries of or reimbursement for awards made from the
20 crime victim compensation fund (AS 18.67.162), during the fiscal year ending June 30, 2018,
21 is appropriated to the crime victim compensation fund (AS 18.67.162).

22 (n) The sum of \$1,422,500 is appropriated from that portion of the dividend fund
23 (AS 43.23.045(a)) that would have been paid to individuals who are not eligible to receive a
24 permanent fund dividend because of a conviction or incarceration under AS 43.23.005(d) to
25 the crime victim compensation fund (AS 18.67.162) for the purposes of the crime victim
26 compensation fund (AS 18.67.162).

27 (o) An amount equal to the interest earned on amounts in the election fund required
28 by the federal Help America Vote Act, estimated to be \$35,000, is appropriated to the election
29 fund for use in accordance with 42 U.S.C. 15404(b)(2).

30 (p) The amount calculated to be equal to 15 percent of all revenue from taxes levied
31 by AS 43.55.011 that is not required to be deposited in the constitutional budget reserve fund

1 established in art. IX, sec. 17(a), Constitution of the State of Alaska, estimated to be
2 \$74,000,000, is appropriated from the general fund to the oil and gas tax credit fund
3 (AS 43.55.028).

4 (q) The sum of \$1,176,466,600 is appropriated from the general fund to the public
5 education fund (AS 14.17.300) for state aid for public school funding for the fiscal year
6 ending June 30, 2018.

7 (r) If the appropriation made in (q) of this section is insufficient to provide the full
8 amount of state aid calculated under the school funding formula under AS 14.17.410(b), the
9 amount necessary to fund the total amount calculated under AS 14.17.410(b) is appropriated
10 from the general fund to the public education fund (AS 14.17.300).

11 (s) The sum of \$72,619,800 is appropriated from the general fund to the public
12 education fund (AS 14.17.300) to fund transportation of students under AS 14.09.010 for the
13 fiscal year ending June 30, 2018.

14 (t) The sum of \$40,640,000 is appropriated from the general fund to the regional
15 educational attendance area and small municipal school district school fund
16 (AS 14.11.030(a)).

17 * **Sec. 22.** FUND TRANSFERS. (a) The federal funds received by the state under 42 U.S.C.
18 6506a(l) or former 42 U.S.C. 6508 not appropriated for grants under AS 37.05.530(d) are
19 appropriated as follows:

20 (1) to the principal of the Alaska permanent fund (art. IX, sec. 15, Constitution
21 of the State of Alaska) and the public school trust fund (AS 37.14.110(a)), according to
22 AS 37.05.530(g)(1) and (2); and

23 (2) to the principal of the Alaska permanent fund (art. IX, sec. 15, Constitution
24 of the State of Alaska), the public school trust fund (AS 37.14.110(a)), and the power cost
25 equalization and rural electric capitalization fund (AS 42.45.100(a)), according to
26 AS 37.05.530(g)(3).

27 (b) The loan origination fees collected by the Alaska Commission on Postsecondary
28 Education for the fiscal year ending June 30, 2017, are appropriated to the origination fee
29 account (AS 14.43.120(u)) within the education loan fund (AS 14.42.210(a)) of the Alaska
30 Student Loan Corporation for the purposes specified in AS 14.43.120(u).

31 (c) The following amounts are appropriated to the oil and hazardous substance release

1 prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release
2 prevention and response fund (AS 46.08.010(a)) from the sources indicated:

3 (1) the balance of the oil and hazardous substance release prevention
4 mitigation account (AS 46.08.020(b)) in the general fund on July 1, 2017, estimated to be
5 \$1,500,000, not otherwise appropriated by this Act;

6 (2) the amount collected for the fiscal year ending June 30, 2017, estimated to
7 be \$6,640,000, from the surcharge levied under AS 43.55.300; and

8 (3) the amount collected for the fiscal year ending June 30, 2018, estimated to
9 be \$7,200,000, from the surcharge levied under AS 43.40.005.

10 (d) The following amounts are appropriated to the oil and hazardous substance release
11 response account (AS 46.08.010(a)(2)) in the oil and hazardous substance release prevention
12 and response fund (AS 46.08.010(a)) from the following sources:

13 (1) the balance of the oil and hazardous substance release response mitigation
14 account (AS 46.08.025(b)) in the general fund on July 1, 2017, estimated to be \$700,000, not
15 otherwise appropriated by this Act; and

16 (2) the amount collected for the fiscal year ending June 30, 2017, from the
17 surcharge levied under AS 43.55.201, estimated to be \$1,660,000.

18 (e) The unexpended and unobligated balance on June 30, 2017, estimated to be
19 \$646,154, of the Alaska clean water administrative income account (AS 46.03.034(a)(2)) in
20 the Alaska clean water administrative fund (AS 46.03.034) is appropriated to the Alaska clean
21 water administrative operating account (AS 46.03.034(a)(1)) in the Alaska clean water
22 administrative fund (AS 46.03.034).

23 (f) The unexpended and unobligated balance on June 30, 2017, estimated to be
24 \$582,070, of the Alaska drinking water administrative income account (AS 46.03.038(a)(2))
25 in the Alaska drinking water administrative fund (AS 46.03.038) is appropriated to the Alaska
26 drinking water administrative operating account (AS 46.03.038(a)(1)) in the Alaska drinking
27 water administrative fund (AS 46.03.038).

28 (g) The amount equal to the revenue collected from the following sources during the
29 fiscal year ending June 30, 2018, estimated to be \$960,500, is appropriated to the fish and
30 game fund (AS 16.05.100):

31 (1) range fees collected at shooting ranges operated by the Department of Fish

1 and Game (AS 16.05.050(a)(15)), estimated to be \$500,000;

2 (2) receipts from the sale of waterfowl conservation stamp limited edition
3 prints (AS 16.05.826(a)), estimated to be \$2,500;

4 (3) fees collected for sanctuary access permits (AS 16.05.050(a)(15)),
5 estimated to be \$83,000; and

6 (4) fees collected at boating and angling access sites managed by the
7 Department of Natural Resources, division of parks and outdoor recreation, under a
8 cooperative agreement authorized under AS 16.05.050(a)(6), estimated to be \$375,000.

9 (h) The balance of the mine reclamation trust fund income account (AS 37.14.800(a))
10 on June 30, 2017, and money deposited in that account during the fiscal year ending June 30,
11 2018, estimated to be \$50,000, are appropriated to the mine reclamation trust fund operating
12 account (AS 37.14.800(a)).

13 (i) The vaccine assessment program receipts collected under AS 18.09.220, estimated
14 to be \$10,500,000, are appropriated to the vaccine assessment account (AS 18.09.230).

15 (j) An amount equal to the interest earned on amounts in the aviation fuel tax account
16 (AS 43.10.010(e)) during the fiscal year ending June 30, 2018, is appropriated to the aviation
17 fuel tax account (AS 43.40.010(e)).

18 * **Sec. 23. RETIREMENT SYSTEM FUNDING.** (a) The following amounts are
19 appropriated to the Department of Administration from the specified sources for deposit in the
20 defined benefit plan account in the public employees' retirement system as an additional state
21 contribution under AS 39.35.280 for the fiscal year ending June 30, 2018:

22 (1) the sum of \$34,718,100 from the general fund;

23 (2) the sum of \$37,852,900 from the Alaska higher education investment fund
24 (AS 37.14.750).

25 (b) The following amounts are appropriated to the Department of Administration
26 from the specified sources for deposit in the defined benefit plan account in the teachers'
27 retirement system as an additional state contribution under AS 14.25.085 for the fiscal year
28 ending June 30, 2018:

29 (1) the sum of \$91,322,900 from the general fund;

30 (2) the sum of \$20,434,100 from the Alaska higher education investment fund
31 (AS 37.14.750).

1 (c) The sum of \$5,385,000 is appropriated from the general fund to the Department of
2 Administration for deposit in the defined benefit plan account in the judicial retirement
3 system for the purpose of funding the judicial retirement system under AS 22.25.046 for the
4 fiscal year ending June 30, 2018.

5 (d) The sum of \$835,495 is appropriated from the general fund to the Department of
6 Military and Veterans' Affairs for deposit in the defined benefit plan account in the Alaska
7 National Guard and Alaska Naval Militia retirement system for the purpose of funding the
8 Alaska National Guard and Alaska Naval Militia retirement system under AS 26.05.226 for
9 the fiscal year ending June 30, 2018.

10 (e) The sum of \$71,736 is appropriated from the general fund to the Department of
11 Military and Veterans' Affairs for deposit in the defined benefit plan account in the Alaska
12 National Guard and Alaska Naval Militia retirement system as an additional state contribution
13 for the purpose of funding past service liability for the Alaska National Guard and Alaska
14 Naval Militia retirement system under AS 26.05.226 for the fiscal year ending June 30, 2018.

15 (f) The sum of \$1,881,400 is appropriated from the general fund to the Department of
16 Administration to pay benefit payments to eligible members and survivors of eligible
17 members earned under the elected public officer's retirement system for the fiscal year ending
18 June 30, 2018.

19 (g) The sum of \$25,000 is appropriated from the general fund to the Department of
20 Administration to pay benefit payments to eligible members and survivors of eligible
21 members earned under the Unlicensed Vessel Personnel Annuity Retirement Plan for the
22 fiscal year ending June 30, 2018.

23 * **Sec. 24. SALARY AND BENEFIT ADJUSTMENTS.** (a) The operating budget
24 appropriations made in sec. 1 of this Act include amounts for salary and benefit adjustments
25 for public officials, officers, and employees of the executive branch, Alaska Court System
26 employees, employees of the legislature, and legislators and to implement the terms for the
27 fiscal year ending June 30, 2018, of the following ongoing collective bargaining agreements:

- 28 (1) Alaska Correctional Officers Association, representing the correctional
29 officers unit;
- 30 (2) Alaska State Employees Association, for the general government unit;
- 31 (3) Alaska Public Employees Association, for the supervisory unit;

1 (4) Public Employees Local 71, for the labor, trades and crafts unit.

2 (b) The operating budget appropriations made to the University of Alaska in sec. 1 of
3 this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30,
4 2018, for university employees who are not members of a collective bargaining unit and to
5 implement the terms for the fiscal year ending June 30, 2018, of the following collective
6 bargaining agreements:

7 (1) University of Alaska Federation of Teachers (UAFT).

8 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by
9 the membership of the respective collective bargaining unit, the appropriations made in this
10 Act applicable to the collective bargaining unit's agreement are adjusted proportionately by
11 the amount for that collective bargaining agreement, and the corresponding funding source
12 amounts are adjusted accordingly.

13 (d) If a collective bargaining agreement listed in (b) of this section is not ratified by
14 the membership of the respective collective bargaining unit and approved by the Board of
15 Regents of the University of Alaska, the appropriations made in this Act applicable to the
16 collective bargaining unit's agreement are adjusted proportionately by the amount for that
17 collective bargaining agreement, and the corresponding funding source amounts are adjusted
18 accordingly.

19 * **Sec. 25. SHARED TAXES AND FEES.** (a) The amount necessary to refund to local
20 governments and other entities their share of taxes and fees collected in the listed fiscal years
21 under the following programs is appropriated from the general fund to the Department of
22 Revenue for payment to local governments and other entities in the fiscal year ending
23 June 30, 2018:

24 REVENUE SOURCE	FISCAL YEAR	ESTIMATED
	25 COLLECTED	AMOUNT
26 Fisheries business tax (AS 43.75)	2017	\$21,900,000
27 Fishery resource landing tax (AS 43.77)	2017	6,800,000
28 Electric and telephone cooperative tax	2018	4,100,000
29 (AS 10.25.570)		
30 Liquor license fee (AS 04.11)	2018	900,000
31 Cost recovery fisheries (AS 16.10.455)	2018	700,000

1 (b) The amount necessary, estimated to be \$150,000, to refund to local governments
2 their share of an aviation fuel tax or surcharge under AS 43.40 for the fiscal year ending
3 June 30, 2017, is appropriated from the proceeds of the aviation fuel tax or surcharge levied
4 under AS 43.40 to the Department of Revenue for that purpose.

5 (c) The amount necessary to pay the first seven ports of call their share of the tax
6 collected under AS 43.52.220 in calendar year 2017 according to AS 43.52.230(b), estimated
7 to be \$16,500,000, is appropriated from the commercial vessel passenger tax account
8 (AS 43.52.230(a)) to the Department of Revenue for payment to the ports of call for the fiscal
9 year ending June 30, 2018.

10 (d) If the amount available for appropriation from the commercial vessel passenger
11 tax account (AS 43.52.230(a)) is less than the amount necessary to pay the first seven ports of
12 call their share of the tax collected under AS 43.52.220 in calendar year 2017 according to
13 AS 43.52.230(b), then the appropriation made in (c) of this section shall be reduced in
14 proportion to the amount of the shortfall.

15 * **Sec. 26.** RATIFICATIONS OF SMALL AMOUNTS IN STATE ACCOUNTING
16 SYSTEM. The appropriation to each department under this Act for the fiscal year ending
17 June 30, 2018, is reduced to reverse negative account balances in amounts of \$1,000 or less
18 for the department in the state accounting system for each prior fiscal year in which a negative
19 account balance of \$1,000 or less exists.

20 * **Sec. 27.** CONSTITUTIONAL BUDGET RESERVE FUND. (a) Deposits in the budget
21 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for fiscal year 2017 that are
22 made from subfunds and accounts other than the operating general fund (state accounting
23 system fund number 1004) by operation of art. IX, sec. 17(d), Constitution of the State of
24 Alaska, to repay appropriations from the budget reserve fund are appropriated from the
25 budget reserve fund to the subfunds and accounts from which those funds were transferred.

26 (b) If the unrestricted state revenue available for appropriation in fiscal year 2018 is
27 insufficient to cover the general fund appropriations that take effect in fiscal year 2018, the
28 amount necessary to balance revenue and general fund appropriations, after the appropriations
29 made in sec. 7 of this Act, is appropriated to the general fund from the budget reserve fund
30 (art. IX, sec. 17, Constitution of the State of Alaska).

31 (c) The appropriations made in (a) and (b) of this section are made under art. IX, sec. 17(c),

1 Constitution of the State of Alaska.

2 * **Sec. 28.** Section 2, ch. 3, 4SSSLA 2016, page 47, lines 23 - 27, is repealed.

3 * **Sec. 29.** LAPSE OF APPROPRIATIONS. The appropriations made in secs. 6(c), 7, 8(b),
4 9(d), and 21 - 23, of this Act are for the capitalization of funds and do not lapse.

5 * **Sec. 30.** RETROACTIVITY. The appropriations made in sec. 1 of this Act that
6 appropriate either the unexpended and unobligated balance of specific fiscal year 2017
7 program receipts or the unexpended and unobligated balance on June 30, 2017, of a specified
8 account are retroactive to June 30, 2017, solely for the purpose of carrying forward a prior
9 fiscal year balance.

10 * **Sec. 31.** CONTINGENT EFFECT. The appropriations made in sec. 27(a) and (b) of this
11 Act are contingent upon an affirmative vote of three-fourths of the members of each house of
12 the Thirtieth Alaska State Legislature in the First Regular Session.

13 * **Sec. 32.** Sections 7(d), 10(h), and 19(m) of this Act take effect June 30, 2017.

14 * **Sec. 33.** Section 30 of this Act takes effect immediately under AS 01.10.070(c).

15 * **Sec. 34.** Except as provided in secs. 32 and 33 of this Act, this Act takes effect July 1,
16 2017.