

CS FOR HOUSE BILL NO. 234(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 2/26/20

Referred: Today's Calendar

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 **"An Act making supplemental appropriations, reappropriations, and other**
2 **appropriations; amending appropriations; capitalizing funds; making appropriations**
3 **under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional**
4 **budget reserve fund; and providing for an effective date."**

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

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

* **Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in section 2 of this Act to the agencies named for the purposes expressed for the fiscal year beginning July 1, 2019 and ending June 30, 2020, unless otherwise indicated. A department-wide, agency-wide, or branch-wide unallocated reduction set out in this section may be allocated among the appropriations made in this section to that department, agency, or branch.

	Appropriation	General	Other
	Allocations	Items	Funds
	* * * * *	* * * * *	* * * * *
* * * * * Department of Administration * * * * *			
	* * * * *	* * * * *	
Legal and Advocacy Services		1,700,000	1,700,000
Office of Public Advocacy	1,700,000		
Motor Vehicles		550,000	550,000
Motor Vehicles	550,000		
	* * * * *	* * * * *	
* * * * * Department of Education and Early Development * * * * *			
	* * * * *	* * * * *	
Education Support and Administrative Services		10,000,000	10,000,000
Student and School Achievement	10,000,000		
Mt. Edgecumbe Boarding School		250,000	250,000
Mt. Edgecumbe Boarding School Facilities Maintenance	250,000		
	* * * * *	* * * * *	
* * * * * Department of Health and Social Services * * * * *			
	* * * * *	* * * * *	
Alaska Pioneer Homes		1,000,000	1,000,000
Alaska Pioneer Homes	1,000,000		

	Appropriation		General	Other
	Allocations	Items	Funds	Funds
1				
2				
3	Payment Assistance			
4	Alaska Psychiatric Institute	6,000,000	6,000,000	
5	Alaska Psychiatric	6,000,000		
6	Institute			
7	Public Assistance	8,600,000	8,600,000	
8	Adult Public Assistance	8,600,000		
9	Medicaid Services	271,673,600	128,273,600	143,400,000
10	Medicaid Services	263,400,000		
11	Adult Preventative Dental	8,273,600		
12	Medicaid Services			
13		*****	*****	
14		***** Department of Law *****		
15		*****	*****	
16	Criminal Division	400,000		400,000
17	Second Judicial District	150,000		
18	Criminal Appeals/Special	250,000		
19	Litigation			
20		*****	*****	
21		***** Department of Natural Resources *****		
22		*****	*****	
23	Fire Suppression, Land & Water	110,576,100	110,576,100	
24	Resources			
25	Mining, Land & Water	76,100		
26	Fire Suppression Activity	110,500,000		
27		*****	*****	
28		***** Department of Public Safety *****		
29		*****	*****	
30	Alaska State Troopers	6,743,400	6,743,400	
31	Alaska State Trooper	4,318,400		
32	Detachments			
33	Alaska Wildlife Troopers	1,725,000		

	Appropriation	General	Other
	Allocations	Items	Funds
			Funds
1			
2			
3	Alaska Wildlife Troopers	700,000	
4	Aircraft Section		
5		*****	*****
6		*****	*****
7		*****	*****
8	Taxation and Treasury	0	400,000
9	Tax Division	0	
10		*****	*****
11		*****	*****
12		*****	*****
13	Highways, Aviation and Facilities	158,100	158,100
14	Northern Region Highways	158,100	
15	and Aviation		
16	Marine Highway System	7,050,000	7,050,000
17	Marine Vessel Operations	7,050,000	
18		*****	*****
19		*****	*****
20		*****	*****
21	Alaska Court System	479,100	479,100
22	Appellate Courts	29,600	
23	Trial Courts	407,300	
24	Administration and Support	42,200	
25	Therapeutic Courts	5,300	5,300
26	Therapeutic Courts	5,300	
27	Commission on Judicial Conduct	1,300	1,300
28	Commission on Judicial	1,300	
29	Conduct		
30	Judicial Council	4,200	4,200
31	Judicial Council	4,200	
32			

(SECTION 2 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 2.** The following sets out the funding by agency for the appropriations made in sec. 1 of
2 this Act.

3	Funding Source	Amount
4	Department of Administration	
5	1004 Unrestricted General Fund Receipts	1,700,000
6	1005 General Fund/Program Receipts	550,000
7	*** Total Agency Funding ***	2,250,000
8	Department of Education and Early Development	
9	1002 Federal Receipts	10,000,000
10	1004 Unrestricted General Fund Receipts	100,000
11	1005 General Fund/Program Receipts	150,000
12	*** Total Agency Funding ***	10,250,000
13	Department of Health and Social Services	
14	1002 Federal Receipts	143,400,000
15	1003 General Fund Match	136,873,600
16	1004 Unrestricted General Fund Receipts	7,000,000
17	*** Total Agency Funding ***	287,273,600
18	Department of Law	
19	1002 Federal Receipts	250,000
20	1108 Statutory Designated Program Receipts	150,000
21	*** Total Agency Funding ***	400,000
22	Department of Natural Resources	
23	1004 Unrestricted General Fund Receipts	110,500,000
24	1005 General Fund/Program Receipts	76,100
25	*** Total Agency Funding ***	110,576,100
26	Department of Public Safety	
27	1004 Unrestricted General Fund Receipts	6,743,400
28	*** Total Agency Funding ***	6,743,400
29	Department of Revenue	
30	1004 Unrestricted General Fund Receipts	400,000
31	1061 Capital Improvement Project Receipts	-400,000

1	Department of Transportation and Public Facilities	
2	1004 Unrestricted General Fund Receipts	158,100
3	1061 Capital Improvement Project Receipts	-90,000
4	1076 Alaska Marine Highway System Fund	7,050,000
5	1215 Unified Carrier Registration Receipts	90,000
6	*** Total Agency Funding ***	7,208,100
7	Judiciary	
8	1004 Unrestricted General Fund Receipts	489,900
9	*** Total Agency Funding ***	489,900
10	* * * * * Total Budget * * * * *	425,191,100

11 (SECTION 3 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 3.** The following sets out the statewide funding for the appropriations made in sec. 1 of
2 this Act.

3	Funding Source	Amount
4	Unrestricted General	
5	1003 General Fund Match	136,873,600
6	1004 Unrestricted General Fund Receipts	127,091,400
7	*** Total Unrestricted General ***	263,965,000
8	Designated General	
9	1005 General Fund/Program Receipts	776,100
10	1076 Alaska Marine Highway System Fund	7,050,000
11	*** Total Designated General ***	7,826,100
12	Other Non-Duplicated	
13	1108 Statutory Designated Program Receipts	150,000
14	1215 Unified Carrier Registration Receipts	90,000
15	*** Total Other Non-Duplicated ***	240,000
16	Federal Receipts	
17	1002 Federal Receipts	153,650,000
18	*** Total Federal Receipts ***	153,650,000
19	Other Duplicated	
20	1061 Capital Improvement Project Receipts	-490,000
21	*** Total Other Duplicated ***	-490,000

22 (SECTION 4 OF THIS ACT BEGINS ON THE NEXT PAGE)

* **Sec. 4.** The following appropriation items are for capital projects and grants from the general fund or other funds as set out in section 5 of this Act by funding source to the agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise noted.

	Appropriation	General	Other
	Allocations	Items	Funds
	* * * * *	* * * * *	
	* * * * * Department of Commerce, Community and Economic Development * * * * *		
	* * * * *	* * * * *	
HUD Community Development Block Grant	35,856,000		35,856,000
- Disaster Recovery Program (HD 1-40)			
	* * * * *	* * * * *	
	* * * * * Office of the Governor * * * * *		
	* * * * *	* * * * *	
Help America Vote Act (HD 1-40)	3,700,000		3,700,000
	* * * * *	* * * * *	
	* * * * * Department of Military and Veterans Affairs * * * * *		
	* * * * *	* * * * *	
Alaska Land Mobile Radio Site Refresh	24,000,000	24,000,000	
(HD 1-40)			
	* * * * *	* * * * *	
	* * * * * Department of Public Safety * * * * *		
	* * * * *	* * * * *	
Automatic Dependent Surveillance	503,400	503,400	
Broadcast System for DPS Aircraft (HD			
1-40)			
Radio Replacement (HD 1-40)	500,000	500,000	
	* * * * *	* * * * *	
	* * * * * Department of Transportation and Public Facilities * * * * *		
	* * * * *	* * * * *	
Alaska Marine Highway System Vessel	5,000,000	5,000,000	

	Appropriation	General	Other
	Allocations	Funds	Funds
	Items		
1			
2			
3	Overhaul, Annual Certification and		
4	Shoreside Facilities Rehabilitation		
5	(HD 1-40)		
6	State Equipment Fleet Replacement (HD	3,155,000	3,155,000
7	1-40)		
8	Earthquake Relief - Federally	3,000,000	3,000,000
9	Ineligible Costs (HD 1-40)		
10	(SECTION 5 OF THIS ACT BEGINS ON THE NEXT PAGE)		

1 * **Sec. 5.** The following sets out the funding by agency for the appropriations made in sec. 4 of
2 this Act.

3	Funding Source	Amount
4	Department of Commerce, Community and Economic Development	
5	1002 Federal Receipts	35,856,000
6	*** Total Agency Funding ***	35,856,000
7	Office of the Governor	
8	1185 Election Fund	3,700,000
9	*** Total Agency Funding ***	3,700,000
10	Department of Military and Veterans Affairs	
11	1004 Unrestricted General Fund Receipts	24,000,000
12	*** Total Agency Funding ***	24,000,000
13	Department of Public Safety	
14	1004 Unrestricted General Fund Receipts	1,003,400
15	*** Total Agency Funding ***	1,003,400
16	Department of Transportation and Public Facilities	
17	1004 Unrestricted General Fund Receipts	3,000,000
18	1026 Highways Equipment Working Capital Fund	3,155,000
19	1076 Alaska Marine Highway System Fund	5,000,000
20	*** Total Agency Funding ***	11,155,000
21	*** Total Budget ***	75,714,400

22 (SECTION 6 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 6.** The following sets out the statewide funding for the appropriations made in sec. 4 of
2 this Act.

3	Funding Source	Amount
4	Unrestricted General	
5	1004 Unrestricted General Fund Receipts	28,003,400
6	*** Total Unrestricted General ***	28,003,400
7	Designated General	
8	1076 Alaska Marine Highway System Fund	5,000,000
9	*** Total Designated General ***	5,000,000
10	Federal Receipts	
11	1002 Federal Receipts	35,856,000
12	*** Total Federal Receipts ***	35,856,000
13	Other Duplicated	
14	1026 Highways Equipment Working Capital Fund	3,155,000
15	1185 Election Fund	3,700,000
16	*** Total Other Duplicated ***	6,855,000

17 (SECTION 7 OF THIS ACT BEGINS ON THE NEXT PAGE)

1 * **Sec. 7.** DEPARTMENT OF CORRECTIONS. (a) Section 14(a), ch. 3, FSSLA 2019, is
2 amended to read:

3 (a) The sum of \$6,000,000 is appropriated from the power cost equalization
4 endowment fund (AS 42.45.070(a)) to the Department of Corrections for the costs of
5 reopening the Palmer Correctional Center for the fiscal years [YEAR] ending June 30,
6 2020, and June 30, 2021.

7 (b) Section 14(b), ch. 3, FSSLA 2019, is amended to read:

8 (b) The sum of \$10,669,100 is appropriated from the power cost equalization
9 endowment fund (AS 42.45.070(a)) to the Department of Corrections for the costs of
10 reopening the Palmer Correctional Center for the fiscal years [YEAR] ending June 30,
11 2020, and June 30, 2021.

12 (c) The unexpended and unobligated balance on June 30, 2019, of federal receipts
13 received by the Department of Corrections through man-day billings, estimated to be
14 \$8,025,700, is appropriated to the Department of Corrections, population management.

15 * **Sec. 8.** DEPARTMENT OF LAW. (a) The sum of \$5,887,583 is appropriated from the
16 general fund to the Department of Law, civil division, deputy attorney general's office, for the
17 purpose of paying judgments and settlements against the state for the fiscal year ending
18 June 30, 2020.

19 (b) The amount necessary, after the appropriation in (a) of this section, to pay a
20 judgment or settlement awarded against the state in The Disability Law Center of Alaska, Inc.
21 v. State of Alaska, Department of Health and Social Services, 3AN-18-09814CI, on or before
22 June 30, 2020, is appropriated from the general fund to the Department of Law, civil division,
23 deputy attorney general's office, to fund the programs described in the court-ordered plan for
24 the fiscal years ending June 30, 2020, and June 30, 2021.

25 (c) The federal receipts received for the programs described in the court-ordered plan
26 under (b) of this section are appropriated to the Department of Law, civil division, deputy
27 attorney general's office, to fund the programs described in the court-ordered plan for the
28 fiscal years ending June 30, 2020, and June 30, 2021.

29 * **Sec. 9.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. The unexpended
30 and unobligated balance, estimated to be \$900,000, of the appropriation made in sec. 1, ch.
31 18, SLA 2014, page 56, line 3, and allocated on page 56, lines 9 - 10 (Department of Military

1 and Veterans' Affairs, armory facilities projects, statewide facilities projects - \$900,000) is
2 reappropriated to the Department of Military and Veterans' Affairs for a mass notification
3 system in certain department facilities required to meet Department of Defense unified
4 facilities criteria.

5 * **Sec. 10.** DEPARTMENT OF REVENUE. (a) Section 28, ch. 1, FSSLA 2019, is amended
6 to read:

7 Sec. 28. DEPARTMENT OF REVENUE. The amount determined to be
8 available in the Alaska Tax Credit Certificate Bond Corporation reserve fund
9 (AS 37.18.040) for purchases, refunds, or payments under AS 43.55.028, estimated to
10 be \$700,000,000, is appropriated from the Alaska Tax Credit Certificate Bond
11 Corporation reserve fund (AS 37.18.040) to the Department of Revenue, office of the
12 commissioner, for the purpose of making purchases, refunds, or payments under
13 AS 43.55.028 for the fiscal years [YEAR] ending June 30, 2020, and June 30, 2021.

14 * **Sec. 11.** DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. Section
15 14, ch. 19, SLA 2018, is amended to read:

16 Sec. 14. DEPARTMENT OF TRANSPORTATION AND PUBLIC
17 FACILITIES. The sum of \$2,000,000 is appropriated from the general fund to the
18 Department of Transportation and Public Facilities for the Knik-Goose Bay Road
19 reconstruction [, VINE ROAD TO SETTLERS BAY DRIVE PROJECT].

20 * **Sec. 12.** OFFICE OF THE GOVERNOR. (a) The sum of \$18,000 is appropriated from the
21 general fund to the Office of the Governor, Office of the Lieutenant Governor, for the purpose
22 of complying with AS 15.45.195 for the fiscal years ending June 30, 2020, and June 30, 2021.

23 (b) The sum of \$215,400 is appropriated from the general fund to the Office of the
24 Governor, division of elections, for the purpose of providing voter initiative review,
25 certification, and language translation for the fiscal years ending June 30, 2020, and June 30,
26 2021.

27 * **Sec. 13.** NATIONAL PETROLEUM RESERVE - ALASKA IMPACT GRANT
28 PROGRAM. (a) The unexpended and unobligated balance of the National Petroleum Reserve
29 - Alaska special revenue fund (AS 37.05.530(a)) under 42 U.S.C. 6506a(l) or former 42
30 U.S.C. 6508 on June 30, 2020, estimated to be \$6,670,177, is appropriated to the Department
31 of Commerce, Community, and Economic Development for capital project grants under the

1 National Petroleum Reserve - Alaska impact grant program.

2 (b) The portion of the amount appropriated by sec. 12(b), ch. 3, FSSLA 2019, and (a)
3 of this section that is not subject to a signed grant agreement between the Department of
4 Commerce, Community, and Economic Development and an impacted municipality on or
5 before August 31, 2020, lapses into the National Petroleum Reserve - Alaska special revenue
6 fund (AS 37.05.530(a)) on September 1, 2020.

7 * **Sec. 14. FUND CAPITALIZATION.** (a) The sum of \$600,000 is appropriated from the
8 general fund to the election fund to serve as match for federal election security grants.

9 (b) The amount received from the federal government associated with federal election
10 security grants is appropriated to the election fund.

11 * **Sec. 15. RATIFICATIONS OF CERTAIN EXPENDITURES.** The following
12 departmental expenditures made in fiscal years 2010, 2012, 2013, 2014, 2016, and 2017 are
13 ratified to reverse the negative account balances in the Alaska state accounting system in the
14 amount listed for the AR number. The appropriations from which those expenditures were
15 actually paid are amended by increasing those appropriations for the fiscal year ending
16 June 30, 2020, by the amount listed, as follows:

17	AGENCY	FISCAL YEAR	AMOUNT
18	Department of Transportation and Public Facilities		
19	(1) AR TYDE Federal Emergency Projects	2010	\$ 21,581.99
20	(2) AR TYUY Federal Emergency Projects	2012	57,837.47
21	(3) AR TZ2W Federal Emergency Projects	2013	99,679.25
22	(4) AR TA1Z Federal Emergency Projects	2014	396,982.74
23	(5) AR TB47 Federal Emergency Projects	2016	1,290,967.82
24	(6) AR TBM7 Federal Emergency Projects	2017	325,070.13
25	Department of Health and Social Services		
26	(7) AR H308 Medicaid Management	2007	211,444.27
27	System Completion		

28 * **Sec. 16. SALARY AND BENEFIT ADJUSTMENTS.** Section 36(b), ch. 1, FSSLA 2019,
29 is amended to read:

30 (b) The operating budget appropriations made to the University of Alaska in
31 sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year

1 ending June 30, 2020, for university employees who are not members of a collective
 2 bargaining unit and to implement the monetary terms for the fiscal year ending
 3 June 30, 2020, of the following collective bargaining agreements:

4 (1) Fairbanks Firefighters Union, IAFF Local 1324;

5 (2) United Academics - Adjuncts - American Association of
 6 University Professors, American Federation of Teachers;

7 (3) United Academics - American Association of University
 8 Professors, American Federation of Teachers;

9 **(4) Alaska Higher Education Crafts and Trades Employees, Local**

10 **6070.**

11 * **Sec. 17.** CONSTITUTIONAL BUDGET RESERVE FUND. (a) If the unrestricted state
 12 revenue available for appropriation in fiscal year 2020 is insufficient to cover the general fund
 13 appropriations that take effect in fiscal year 2020 that are made in this Act, as passed by the
 14 Thirty-First Alaska State Legislature in the Second Regular Session and enacted into law, the
 15 amount necessary to balance revenue and general fund appropriations that take effect in fiscal
 16 year 2020 that are made in this Act, as passed by the Thirty-First Alaska State Legislature in
 17 the Second Regular Session and enacted into law, is appropriated to the general fund from the
 18 budget reserve fund (art. IX, sec. 17, Constitution of the State of Alaska).

19 (b) The appropriation made in (a) of this section is made under art. IX, sec. 17(c),
 20 Constitution of the State of Alaska.

21 * **Sec. 18.** LAPSE. (a) Sections 4, 9, and 13(a) of this Act are for capital projects and lapse
 22 under AS 37.25.020.

23 (b) The appropriations made in secs. 13(b) and 14 of this Act are for the capitalization
 24 of funds and do not lapse.

25 * **Sec. 19.** This Act takes effect immediately under AS 01.10.070(c).