

SENATE BILL NO. 139

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-NINTH LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/19/16
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, making reappropriations,**
3 **making supplemental appropriations, and making appropriations under art. IX, sec.**
4 **17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund;**
5 **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. LEGISLATIVE INTENT.** It is the intent of the legislature that the amounts
2 appropriated by this Act are the full amounts that will be appropriated for those purposes for
3 the fiscal year ending June 30, 2017.

4 * **Sec. 5. COSTS OF JOB RECLASSIFICATIONS.** The money appropriated in this Act
5 includes the amount necessary to pay the costs of personal services because of reclassification
6 of job classes during the fiscal year ending June 30, 2017.

7 * **Sec. 6. ALASKA AEROSPACE CORPORATION.** Federal receipts and other corporate
8 receipts of the Alaska Aerospace Corporation received during the fiscal year ending June 30,
9 2017, that are in excess of the amount appropriated in sec. 1 of this Act are appropriated to the
10 Alaska Aerospace Corporation for operations for the fiscal year ending June 30, 2017.

11 * **Sec. 7. ALASKA HOUSING FINANCE CORPORATION.** (a) The board of directors of
12 the Alaska Housing Finance Corporation anticipates that \$25,924,900 of the adjusted change
13 in net assets from the second preceding fiscal year will be available for appropriation for the
14 fiscal year ending June 30, 2017.

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

18 (1) \$1,000,000 for debt service on University of Alaska, Anchorage,
19 dormitory construction, authorized under ch. 26, SLA 1996;

20 (2) \$7,221,890 for debt service on the bonds described under ch. 1, SSSLA
21 2002;

22 (3) \$4,206,381 for debt service on the bonds authorized under sec. 4, ch. 120,
23 SLA 2004.

24 (c) After deductions for the items set out in (b) of this section and deductions for
25 appropriations for operating and capital purposes are made, any remaining balance of the
26 amount set out in (a) of this section for the fiscal year ending June 30, 2017, is appropriated to
27 the budget reserve fund (AS 37.05.540(a)).

28 (d) All unrestricted mortgage loan interest payments, mortgage loan commitment
29 fees, and other unrestricted receipts received by or accrued to the Alaska Housing Finance
30 Corporation during the fiscal year ending June 30, 2017, and all income earned on assets of
31 the corporation during that period are appropriated to the Alaska Housing Finance

1 Corporation to hold as corporate receipts for the purposes described in AS 18.55 and
2 AS 18.56. The corporation shall allocate its corporate receipts between the Alaska housing
3 finance revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a))
4 under procedures adopted by the board of directors.

5 (e) The sum of \$800,000,000 is appropriated from the corporate receipts appropriated
6 to the Alaska Housing Finance Corporation and allocated between the Alaska housing finance
7 revolving fund (AS 18.56.082) and senior housing revolving fund (AS 18.56.710(a)) under
8 (d) of this section to the Alaska Housing Finance Corporation for the fiscal year ending
9 June 30, 2017, for housing loan programs not subsidized by the corporation.

10 (f) The sum of \$30,000,000 is appropriated from the portion of the corporate receipts
11 appropriated to the Alaska Housing Finance Corporation and allocated between the Alaska
12 housing finance revolving fund (AS 18.56.082) and senior housing revolving fund
13 (AS 18.56.710(a)) under (d) of this section that is derived from arbitrage earnings to the
14 Alaska Housing Finance Corporation for the fiscal year ending June 30, 2017, for housing
15 loan programs and projects subsidized by the corporation.

16 * **Sec. 8. ALASKA PERMANENT FUND CORPORATION.** (a) The amount required to be
17 deposited under AS 37.13.010(a)(1) and (2) during the fiscal year ending June 30, 2017, is
18 appropriated to the principal of the Alaska permanent fund in satisfaction of that requirement.

19 (b) Seventy-four and one-half percent of all mineral lease bonuses, rentals, royalties,
20 royalty sale proceeds, net profit shares under AS 38.05.180(f) and (g), and federal mineral
21 revenue sharing payments received by the state is appropriated to the earnings reserve account
22 (AS 37.13.145).

23 (c) One hundred percent of the money collected by the department of revenue under
24 AS 43.55.011 - 43.55.180 during the fiscal year ending June 30, 2017, that is not required to
25 be deposited in the constitutional budget reserve fund established in art. IX, sec. 17(a),
26 Constitution of the State of Alaska, estimated to be \$187,000,000, is appropriated to the
27 earnings reserve account (AS 37.13.145).

28 (d) The amount necessary for the payment of a dividend to each eligible individual of
29 \$1,000, estimated to be \$700,000,000, is appropriated from the dividend fund
30 (AS 43.23.045(a)) for the payment of permanent fund dividends and for administrative and
31 associated costs for the fiscal year ending June 30, 2017.

1 (e) The sum of \$3,200,000,000 is appropriated from the earnings reserve account
2 (AS 37.13.145) to the general fund.

3 (f) The income earned during the fiscal year ending June 30, 2017, on revenue from
4 the sources set out in AS 37.13.145(d), estimated to be \$21,000,000, is appropriated to the
5 Alaska capital income fund (AS 37.05.565).

6 * **Sec. 9.** ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY. (a)
7 An estimated \$6,328,000 will be declared available by the Alaska Industrial Development and
8 Export Authority board of directors under AS 44.88.088 for appropriation as the dividend for
9 the fiscal year ending June 30, 2017, from the unrestricted balance in the Alaska Industrial
10 Development and Export Authority revolving fund (AS 44.88.060).

11 (b) After deductions for appropriations made for operating and capital purposes are
12 made, any remaining balance of the amount set out in (a) of this section for the fiscal year
13 ending June 30, 2017, is appropriated to the budget reserve fund (AS 37.05.540(a)).

14 * **Sec. 10.** DEPARTMENT OF ADMINISTRATION. (a) The amount necessary to fund the
15 uses of the state insurance catastrophe reserve account described in AS 37.05.289(a) is
16 appropriated from that account to the Department of Administration for those uses for the
17 fiscal year ending June 30, 2017.

18 (b) The amount necessary to fund the uses of the working reserve account described
19 in AS 37.05.510(a) is appropriated from that account to the Department of Administration for
20 those uses for the fiscal year ending June 30, 2017.

21 (c) The amount necessary to have an unobligated balance of \$5,000,000 in the
22 working reserve account described in AS 37.05.510(a) is appropriated from the
23 unencumbered balance of any appropriation enacted to finance the payment of employee
24 salaries and benefits that is determined to be available for lapse at the end of the fiscal year
25 ending June 30, 2017.

26 (d) The amount received in settlement of a claim against a bond guaranteeing the
27 reclamation of state, federal, or private land, including the plugging or repair of a well,
28 estimated to be \$150,000, is appropriated to the Alaska Oil and Gas Conservation
29 Commission for the purpose of reclaiming the state, federal, or private land affected by a use
30 covered by the bond for the fiscal year ending June 30, 2017.

31 * **Sec. 11.** DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC

1 DEVELOPMENT. (a) The unexpended and unobligated balance of federal money
2 apportioned to the state as national forest income that the Department of Commerce,
3 Community, and Economic Development determines would lapse into the unrestricted portion
4 of the general fund on June 30, 2017, under AS 41.15.180(j) is appropriated to home rule
5 cities, first class cities, second class cities, a municipality organized under federal law, or
6 regional educational attendance areas entitled to payment from the national forest income for
7 the fiscal year ending June 30, 2017, to be allocated among the recipients of national forest
8 income according to their pro rata share of the total amount distributed under AS 41.15.180(c)
9 and (d) for the fiscal year ending June 30, 2017.

10 (b) If the amount necessary to make national forest receipts payments under
11 AS 41.15.180 exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
12 amount necessary to make national forest receipt payments is appropriated from federal
13 receipts received for that purpose to the Department of Commerce, Community, and
14 Economic Development, revenue sharing, national forest receipts allocation, for the fiscal
15 year ending June 30, 2017.

16 (c) If the amount necessary to make payments in lieu of taxes for cities in the
17 unorganized borough under AS 44.33.020(a)(20) exceeds the amount appropriated for that
18 purpose in sec. 1 of this Act, the amount necessary to make those payments is appropriated
19 from federal receipts received for that purpose to the Department of Commerce, Community,
20 and Economic Development, revenue sharing, payment in lieu of taxes allocation, for the
21 fiscal year ending June 30, 2017.

22 (d) An amount equal to the salmon enhancement tax collected under AS 43.76.001 -
23 43.76.028 in calendar year 2015, estimated to be \$6,000,000, and deposited in the general
24 fund under AS 43.76.025(c) is appropriated from the general fund to the Department of
25 Commerce, Community, and Economic Development for payment in the fiscal year ending
26 June 30, 2017, to qualified regional associations operating within a region designated under
27 AS 16.10.375.

28 (e) An amount equal to the seafood development tax collected under AS 43.76.350 -
29 43.76.399 in calendar year 2015, estimated to be \$1,700,000, and deposited in the general
30 fund under AS 43.76.380(d) is appropriated from the general fund to the Department of
31 Commerce, Community, and Economic Development for payment in the fiscal year ending

1 June 30, 2017, to qualified regional seafood development associations for the following
2 purposes:

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

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

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

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

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

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

22 (f) The amount necessary, estimated to be \$40,355,000, not to exceed the amount
23 determined under AS 42.45.085(a), is appropriated from the power cost equalization
24 endowment fund (AS 42.45.070(a)) to the Department of Commerce, Community, and
25 Economic Development, Alaska Energy Authority, power cost equalization allocation, for the
26 fiscal year ending June 30, 2017.

27 * **Sec. 12.** DEPARTMENT OF FISH AND GAME. (a) An amount equal to the dive fishery
28 management assessment collected under AS 43.76.150 - 43.76.210 in the fiscal year ending
29 June 30, 2016, estimated to be \$500,000, and deposited in the general fund is appropriated
30 from the general fund to the Department of Fish and Game for payment in the fiscal year
31 ending June 30, 2017, to the qualified regional dive fishery development association in the

1 administrative area where the assessment was collected.

2 (b) After the appropriation made in sec. 21(j) of this Act, the remaining balance of the
3 Alaska sport fishing enterprise account (AS 16.05.130(e)) in the fish and game fund
4 (AS 16.05.100), not to exceed \$500,000, is appropriated to the Department of Fish and Game
5 for sport fish operations for the fiscal year ending June 30, 2017.

6 * **Sec. 13.** DEPARTMENT OF LABOR AND WORKFORCE DEVELOPMENT. (a) If the
7 amount necessary to pay benefit payments from the workers' compensation benefits guaranty
8 fund (AS 23.30.082) exceeds the amount appropriated for that purpose in sec. 1 of this Act,
9 the additional amount necessary to pay those benefit payments is appropriated for that
10 purpose from that fund to the Department of Labor and Workforce Development, workers'
11 compensation benefits guaranty fund allocation, for the fiscal year ending June 30, 2017.

12 (b) If the amount necessary to pay benefit payments from the second injury fund
13 (AS 23.30.040(a)) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
14 additional amount necessary to make those benefit payments is appropriated for that purpose
15 from the second injury fund to the Department of Labor and Workforce Development, second
16 injury fund allocation, for the fiscal year ending June 30, 2017.

17 (c) If the amount necessary to pay benefit payments from the fishermen's fund
18 (AS 23.35.060) exceeds the amount appropriated for that purpose in sec. 1 of this Act, the
19 additional amount necessary to pay those benefit payments is appropriated for that purpose
20 from that fund to the Department of Labor and Workforce Development, fishermen's fund
21 allocation, for the fiscal year ending June 30, 2017.

22 (d) If the amount of contributions received by the Alaska Vocational Technical Center
23 under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018,
24 AS 43.75.018, and AS 43.77.045 during the fiscal year ending June 30, 2017, exceeds the
25 amount appropriated for the Department of Labor and Workforce Development, Alaska
26 Vocational Technical Center, in sec. 1 of this Act, the additional contributions are
27 appropriated to the Department of Labor and Workforce Development, Alaska Vocational
28 Technical Center, Alaska Vocational Technical Center allocation, for the purpose of operating
29 the center, for the fiscal year ending June 30, 2017.

30 * **Sec. 14.** DEPARTMENT OF MILITARY AND VETERANS' AFFAIRS. Five percent of
31 the average ending market value in the Alaska veterans' memorial endowment fund

1 (AS 37.14.700) for the fiscal years ending June 30, 2014, June 30, 2015, and June 30, 2016,
2 estimated to be \$12,800, is appropriated from the Alaska veterans' memorial endowment fund
3 to the Department of Military and Veterans' Affairs for the purposes specified in
4 AS 37.14.730(b) for the fiscal year ending June 30, 2017.

5 * **Sec. 15.** DEPARTMENT OF NATURAL RESOURCES. (a) The interest earned during
6 the fiscal year ending June 30, 2017, on the reclamation bond posted by Cook Inlet Energy for
7 operation of an oil production platform in Cook Inlet under lease with the Department of
8 Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general
9 fund to the Department of Natural Resources for the purpose of the bond for the fiscal years
10 ending June 30, 2017, June 30, 2018, and June 30, 2019.

11 (b) The amount necessary for the purposes specified in AS 37.14.820 for the fiscal
12 year ending June 30, 2017, estimated to be \$50,000, is appropriated from the mine
13 reclamation trust fund operating account (AS 37.14.800(a)) to the Department of Natural
14 Resources for those purposes for the fiscal year ending June 30, 2017.

15 (c) The amount received in settlement of a claim against a bond guaranteeing the
16 reclamation of state, federal, or private land, including the plugging or repair of a well,
17 estimated to be \$50,000, is appropriated to the Department of Natural Resources for the
18 purpose of reclaiming the state, federal, or private land affected by a use covered by the bond
19 for the fiscal year ending June 30, 2017.

20 (d) Federal receipts received for fire suppression during the fiscal year ending
21 June 30, 2017, estimated to be \$8,500,000, are appropriated to the Department of Natural
22 Resources for fire suppression activities for the fiscal year ending June 30, 2017.

23 (e) If any portion of the federal receipts appropriated to the Department of Natural
24 Resources for division of forestry wildland firefighting crews is not received, that amount is
25 appropriated from the general fund to the Department of Natural Resources, fire suppression
26 preparedness, for the purpose of paying costs of the division of forestry wildland firefighting
27 crews for the fiscal year ending June 30, 2017.

28 * **Sec. 16.** DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for
29 paternity testing administered by the child support services agency, as required under
30 AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be
31 \$46,000, are appropriated to the Department of Revenue, child support services agency, for

1 child support activities for the fiscal year ending June 30, 2017.

2 * **Sec. 17.** UNIVERSITY OF ALASKA. The amount of the fees collected under
3 AS 28.10.421(d) during the fiscal year ending June 30, 2016, for the issuance of special
4 request university plates, less the cost of issuing the license plates, estimated to be \$1,000, is
5 appropriated from the general fund to the University of Alaska for support of alumni
6 programs at the campuses of the university for the fiscal year ending June 30, 2017.

7 * **Sec. 18.** BANKCARD SERVICE FEES. (a) The amount necessary to compensate the
8 collector or trustee of fees, licenses, taxes, or other money belonging to the state during the
9 fiscal year ending June 30, 2017, is appropriated for that purpose for the fiscal year ending
10 June 30, 2017, to the agency authorized by law to generate the revenue, from the funds and
11 accounts in which the payments received by the state are deposited. In this subsection,
12 "collector or trustee" includes vendors retained by the state on a contingency fee basis.

13 (b) The amount necessary to compensate the provider of bankcard or credit card
14 services to the state during the fiscal year ending June 30, 2017, is appropriated for that
15 purpose for the fiscal year ending June 30, 2017, to each agency of the executive, legislative,
16 and judicial branches that accepts payment by bankcard or credit card for licenses, permits,
17 goods, and services provided by that agency on behalf of the state, from the funds and
18 accounts in which the payments received by the state are deposited.

19 (c) The amount necessary to compensate the provider of bankcard or credit card
20 services to the state during the fiscal year ending June 30, 2017, is appropriated for that
21 purpose for the fiscal year ending June 30, 2017, to the Department of Law for accepting
22 payment of restitution in accordance with AS 12.55.051 and AS 47.12.170 by bankcard or
23 credit card, from the funds and accounts in which the restitution payments received by the
24 Department of Law are deposited.

25 * **Sec. 19.** DEBT AND OTHER OBLIGATIONS. (a) The amount required to pay interest
26 on any revenue anticipation notes issued by the commissioner of revenue under AS 43.08
27 during the fiscal year ending June 30, 2017, is appropriated from the general fund to the
28 Department of Revenue for payment of the interest on those notes for the fiscal year ending
29 June 30, 2017.

30 (b) The amount required to be paid by the state for the principal of and interest on all
31 issued and outstanding state-guaranteed bonds is appropriated from the general fund to the

1 Alaska Housing Finance Corporation for payment of the principal of and interest on those
2 bonds for the fiscal year ending June 30, 2017.

3 (c) The amount necessary for payment of principal and interest, redemption premium,
4 and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for
5 the fiscal year ending June 30, 2017, estimated to be \$1,674,100, is appropriated from interest
6 earnings of the Alaska clean water fund (AS 46.03.032(a)) to the Alaska clean water fund
7 revenue bond redemption fund (AS 37.15.565).

8 (d) The amount necessary for payment of principal and interest, redemption premium,
9 and trustee fees, if any, on bonds issued by the state bond committee under AS 37.15.560 for
10 the fiscal year ending June 30, 2017, estimated to be \$1,764,900, is appropriated from interest
11 earnings of the Alaska drinking water fund (AS 46.03.036(a)) to the Alaska drinking water
12 fund revenue bond redemption fund (AS 37.15.565).

13 (e) The sum of \$4,625,242 is appropriated from the general fund to the following
14 agencies for the fiscal year ending June 30, 2017, for payment of debt service on outstanding
15 debt authorized by AS 14.40.257, AS 29.60.700, and AS 42.45.065, respectively, for the
16 following projects:

17 AGENCY AND PROJECT	17 APPROPRIATION AMOUNT
18 (1) University of Alaska	\$1,216,800
19 Anchorage Community and Technical	
20 College Center	
21 Juneau Readiness Center/UAS Joint Facility	
22 (2) Department of Transportation and Public Facilities	
23 (A) Matanuska-Susitna Borough	709,913
24 (deep water port and road upgrade)	
25 (B) Aleutians East Borough/False Pass	143,621
26 (small boat harbor)	
27 (C) City of Valdez (harbor renovations)	203,250
28 (D) Aleutians East Borough/Akutan	353,708
29 (small boat harbor)	
30 (E) Fairbanks North Star Borough	337,199
31 (Eielson AFB Schools, major	

1	maintenance and upgrades)	
2	(F) City of Unalaska (Little South America	365,895
3	(LSA) Harbor)	
4	(3) Alaska Energy Authority	
5	(A) Kodiak Electric Association	943,676
6	(Nyman combined cycle cogeneration plant)	
7	(B) Copper Valley Electric Association	351,180
8	(cogeneration projects)	

9 (f) The amount necessary for payment of lease payments and trustee fees relating to
10 certificates of participation issued for real property for the fiscal year ending June 30, 2017,
11 estimated to be \$2,894,150, is appropriated from the general fund to the state bond committee
12 for that purpose for the fiscal year ending June 30, 2017.

13 (g) The sum of \$6,770,505 is appropriated from the general fund to the Department of
14 Administration in the following amounts for the purpose of paying the following obligations
15 to the Alaska Housing Finance Corporation for the fiscal year ending June 30, 2017:

- 16 (1) \$3,467,005 for the Robert B. Atwood Building in Anchorage; and
17 (2) \$3,303,500 for the Linny Pacillo Parking Garage in Anchorage.

18 (h) The following amounts are appropriated to the state bond committee from the
19 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2017:

20 (1) the sum of \$18,900 from the investment earnings on the bond proceeds
21 deposited in the capital project funds for the series 2009A general obligation bonds, for
22 payment of debt service and accrued interest on outstanding State of Alaska general
23 obligation bonds, series 2009A;

24 (2) the amount necessary for payment of debt service and accrued interest on
25 outstanding State of Alaska general obligation bonds, series 2009A, after the payment made
26 in (1) of this subsection, estimated to be \$8,021,300, from the general fund for that purpose;

27 (3) 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 \$2,194,004, from the amount received from the United States Treasury as a result of the
30 American Recovery and Reinvestment Act of 2009, Build America Bond credit payments due
31 on the series 2010A general obligation bonds;

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

6 (5) the sum of \$3,400 from the investment earnings on the bond proceeds
7 deposited in the capital project funds for the series 2010A and 2010B general obligation
8 bonds, for payment of debt service and accrued interest on outstanding State of Alaska
9 general obligation bonds, series 2010A and 2010B;

10 (6) the amount necessary for payment of debt service and accrued interest on
11 outstanding State of Alaska general obligation bonds, series 2010A and 2010B, after
12 payments made in (3), (4), and (5) of this subsection, estimated to be \$4,733,680, from the
13 general fund for that purpose;

14 (7) the amount necessary, estimated to be \$28,989,875, for payment of debt
15 service and accrued interest on outstanding State of Alaska general obligation bonds, series
16 2012A, from the general fund for that purpose;

17 (8) the sum of \$17,300 from the investment earnings on the bond proceeds
18 deposited in the capital project funds for the series 2013A general obligation bonds, for
19 payment of debt service and accrued interest on outstanding State of Alaska general
20 obligation bonds, series 2013A;

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

26 (10) the amount necessary for payment of debt service and accrued interest on
27 outstanding State of Alaska general obligation bonds, series 2013A, after payments made in
28 (8) and (9) of this subsection, estimated to be \$15,900, from the general fund for that purpose;

29 (11) the sum of \$124,600 from the investment earnings on the bond proceeds
30 deposited in the capital project funds for the series 2013B general obligation bonds, for
31 payment of debt service and accrued interest on outstanding State of Alaska general

1 obligation bonds, series 2013B;

2 (12) the amount necessary for payment of debt service and accrued interest on
3 outstanding State of Alaska general obligation bonds, series 2013B, after the payment made in
4 (11) of this subsection, estimated to be \$16,043,525, from the general fund for that purpose;

5 (13) the amount necessary for payment of debt service and accrued interest on
6 outstanding State of Alaska general obligation bonds, series 2015B, estimated to be
7 \$4,721,250, from the general fund for that purpose;

8 (14) the amount necessary for payment of debt service and accrued interest on
9 outstanding State of Alaska general obligation bonds, series 2016A and 2016B, estimated to
10 be \$20,000,000, from the general fund for that purpose;

11 (15) the amount necessary for payment of trustee fees on outstanding State of
12 Alaska general obligation bonds, series 2009A, 2010A, 2010B, 2012A, 2013A, 2013B,
13 2015B, 2016A and 2016B, estimated to be \$5,300, from the general fund for that purpose;

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

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

22 (18) if the amount necessary for payment of debt service and accrued interest
23 on outstanding State of Alaska general obligation bonds exceeds the amounts appropriated in
24 this subsection, the additional amount necessary to pay the obligations, from the general fund
25 for that purpose.

26 (i) The following amounts are appropriated to the state bond committee from the
27 specified sources, and for the stated purposes, for the fiscal year ending June 30, 2017:

28 (1) the sum of \$32,000,000, from the International Airports Revenue Fund
29 (AS 37.15.430(a)), for the payment of principal and interest, redemption premium, and trustee
30 fees, if any, associated with the early redemption of international airports revenue bonds
31 authorized by AS 37.15.410 - 37.15.550;

1 (2) 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 (3) 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 (4) the amount necessary for payment of debt service and trustee fees on
10 outstanding international airports revenue bonds, after payments made in (2) and (3) of this
11 subsection, estimated to be \$38,801,173, from the International Airports Revenue Fund
12 (AS 37.15.430(a)) for that purpose.

13 (j) The sum of \$16,908,763 is appropriated from the general fund to the Department
14 of Administration for payment of obligations and fees for the following facilities for the fiscal
15 year ending June 30, 2017:

FACILITY AND FEES	ALLOCATION
16 (1) Goose Creek Correctional Center	16,906,763
17 (2) Fees	2,000

18 (k) The amount necessary for state aid for costs of school construction under
19 AS 14.11.100, estimated to be \$121,996,375, is appropriated to the Department of Education
20 and Early Development for the fiscal year ending June 30, 2017, from the following sources:

21 (1) \$18,300,000 from the School Fund (AS 43.50.140); and

22 (2) the amount necessary after the appropriation made in (1) of this
23 subsection, estimated to be \$103,696,375, from the general fund.

24 (l) The amounts appropriated to the Alaska fish and game revenue bond redemption
25 fund (AS 37.15.770) during fiscal year ending June 30, 2017, estimated to be \$5,300,000, are
26 appropriated to the state bond committee for payment of debt service, accrued interest, and
27 trustee fees on outstanding sport fish hatchery revenue bonds, for early redemption of those
28 bonds.

29 (m) The amount necessary for payment of the cost of issuance of pension obligation
30 bonds, estimated to be \$12,725,000, is appropriated to the Alaska Pension Obligation Bond
31

1 Corporation from proceeds of the sale of bonds authorized under AS 37.16.030.

2 * **Sec. 20. FEDERAL AND OTHER PROGRAM RECEIPTS.** (a) Federal receipts,
3 designated program receipts under AS 37.05.146(b)(3), information services fund program
4 receipts under AS 44.21.045(b), Exxon Valdez oil spill trust receipts under
5 AS 37.05.146(b)(4), receipts of the Alaska Housing Finance Corporation, receipts of the
6 Alaska marine highway system fund under AS 19.65.060(a), receipts of the University of
7 Alaska under AS 37.05.146(b)(2), receipts of commercial fisheries test fishing operations
8 under AS 37.05.146(c)(21), and receipts of the Alaska Aerospace Corporation, that are
9 received during the fiscal year ending June 30, 2017, and that exceed the amounts
10 appropriated by this Act, are appropriated conditioned on compliance with the program
11 review provisions of AS 37.07.080(h).

12 (b) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
13 are received during the fiscal year ending June 30, 2017, exceed the amounts appropriated by
14 this Act, the appropriations from state funds for the affected program shall be reduced by the
15 excess if the reductions are consistent with applicable federal statutes.

16 (c) If federal or other program receipts under AS 37.05.146 and AS 44.21.045(b) that
17 are received during the fiscal year ending June 30, 2017, fall short of the amounts
18 appropriated by this Act, the affected appropriation is reduced by the amount of the shortfall
19 in receipts.

20 * **Sec. 21. FUND CAPITALIZATION.** (a) The portions of the fees listed in this subsection
21 that are collected during the fiscal year ending June 30, 2017, estimated to be \$24,000, are
22 appropriated to the Alaska children's trust grant account (AS 37.14.205(a)):

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

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

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

29 (b) The amount of federal receipts received for disaster relief during the fiscal year
30 ending June 30, 2017, estimated to be \$9,000,000, is appropriated to the disaster relief fund
31 (AS 26.23.300(a)).

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

3 (d) The amount of municipal bond bank receipts determined under AS 44.85.270(h)
4 to be available for transfer by the Alaska Municipal Bond Bank Authority for the fiscal year
5 ending June 30, 2016, estimated to be \$0, is appropriated to the Alaska municipal bond bank
6 authority reserve fund (AS 44.85.270(a)).

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

11 (f) The amount of federal receipts awarded or received for capitalization of the Alaska
12 clean water fund during the fiscal year ending June 30, 2017, less the amount expended for
13 administering the loan fund and other eligible activities, estimated to be \$8,333,000, is
14 appropriated from federal receipts to the Alaska clean water fund (AS 46.03.032(a)).

15 (g) The amount necessary to match federal receipts awarded or received for
16 capitalization of the Alaska clean water fund during the fiscal year ending June 30, 2017,
17 estimated to be \$1,666,600, is appropriated from Alaska clean water fund revenue bond
18 receipts to the Alaska clean water fund (AS46.03.032(a)).

19 (h) The amount of federal receipts awarded or received for capitalization of the
20 Alaska drinking water fund during the fiscal year ending June 30, 2017, less the amount
21 expended for administering the loan fund and other eligible activities, estimated to be
22 \$6,063,030, is appropriated from federal receipts to the Alaska drinking water fund
23 (AS 46.03.036(a)).

24 (i) The amount necessary to match federal receipts awarded or received for
25 capitalization of the Alaska drinking water fund during the fiscal year ending June 30, 2017,
26 estimated to be \$1,757,400, is appropriated from Alaska drinking water fund revenue bond
27 receipts to the Alaska drinking water fund (AS 46.03.036(a)).

28 (j) The amount required for payment of debt service, accrued interest, and trustee fees
29 on outstanding sport fish hatchery revenue bonds for the fiscal year ending June 30, 2017,
30 estimated to be \$1,554,838, is appropriated from the Alaska sport fishing enterprise account
31 (AS 16.05.130(e)) in the fish and game fund (AS 16.05.100) to the Alaska fish and game

1 revenue bond redemption fund (AS 37.15.770) for that purpose.

2 (k) After the appropriations made in sec. 12(b) of this Act and (j) of this section, the
3 remaining balance of the Alaska sport fishing enterprise account (AS 16.05.130(e)) in the fish
4 and game fund (AS 16.05.100), estimated to be \$3,745,162, is appropriated from the Alaska
5 sport fishing enterprise account (AS 16.05.130(e)) in the fish and game fund (AS 16.05.100)
6 to the Alaska fish and game revenue bond redemption fund (AS 37.15.770) for early
7 redemption of outstanding sport fish hatchery revenue bonds for the fiscal year ending
8 June 30, 2017.

9 (l) If the amounts appropriated to the Alaska fish and game revenue bond redemption
10 fund (AS 37.15.770) in (k) of this section are less than the amount required for the payment of
11 debt service, accrued interest, and trustee fees on outstanding sport fish hatchery revenue
12 bonds for the fiscal year ending June 30, 2017, federal receipts equal to the lesser of \$102,000
13 or the deficiency balance, estimated to be \$0, are appropriated to the Alaska fish and game
14 revenue bond redemption fund (AS 37.15.770) for the payment of debt service, accrued
15 interest, and trustee fees on outstanding sport fish hatchery revenue bonds for the fiscal year
16 ending June 30, 2017.

17 (m) The amount received under AS 18.67.162 as program receipts, estimated to be
18 \$125,000, including donations and recoveries of or reimbursement for awards made from the
19 crime victim compensation fund (AS 18.67.162), during the fiscal year ending June 30, 2017,
20 is appropriated to the crime victim compensation fund (AS 18.67.162).

21 (n) The sum of \$1,411,400 is appropriated from that portion of the dividend fund
22 (AS 43.23.045(a)) that would have been paid to individuals who are not eligible to receive a
23 permanent fund dividend because of a conviction or incarceration under AS 43.23.005(d) to
24 the crime victim compensation fund (AS 18.67.162) for the purposes of the crime victim
25 compensation fund (AS 18.67.162).

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

29 (p) The amount that, when added to the fund balance of the fiscal year ending
30 June 30, 2016, equals \$150,000,000, estimated to be \$35,370,205, is appropriated from the
31 general fund to the community revenue sharing fund (AS 29.60.850).

1 (q) The amount calculated to be equal to 15 percent of all revenue from taxes levied
2 by AS 43.55.011 that is not required to be deposited in the constitutional budget reserve fund
3 established in art. IX, sec. 17(a), Constitution of the State of Alaska, estimated to be
4 \$73,425,000, is appropriated from the general fund to the oil and gas tax credit fund
5 (AS 43.55.028).

6 * **Sec. 22. FUND TRANSFERS.** (a) The federal funds received by the state under 42 U.S.C.
7 6506a(l) or former 42 U.S.C. 6508 not appropriated for grants under AS 37.05.530(d) are
8 appropriated as follows:

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

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

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

20 (c) The sum of \$1,242,954,300 is appropriated from the general fund to the public
21 education fund (AS 14.17.300).

22 (d) The following amounts are appropriated to the oil and hazardous substance release
23 prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release
24 prevention and response fund (AS 46.08.010(a)) from the sources indicated:

25 (1) the balance of the oil and hazardous substance release prevention
26 mitigation account (AS 46.08.020(b)) in the general fund on July 1, 2016, estimated to be
27 \$6,500,000, not otherwise appropriated by this Act;

28 (2) the amount collected for the fiscal year ending June 30, 2016, estimated to
29 be \$6,670,000, from the surcharge levied under AS 43.55.300; and

30 (3) the amount collected for the fiscal year ending June 30, 2017, estimated to
31 be \$7,200,000, from the surcharge levied under AS 43.40.005.

1 (e) The following amounts are appropriated to the oil and hazardous substance release
2 response account (AS 46.08.010(a)(2)) in the oil and hazardous substance release prevention
3 and response fund (AS 46.08.010(a)) from the following sources:

4 (1) the balance of the oil and hazardous substance release response mitigation
5 account (AS 46.08.025(b)) in the general fund on July 1, 2016, estimated to be \$700,000, not
6 otherwise appropriated by this Act; and

7 (2) the amount collected for the fiscal year ending June 30, 2016, from the
8 surcharge levied under AS 43.55.201, estimated to be \$1,670,000.

9 (f) The sum of \$41,640,000 is appropriated from the general fund to the regional
10 educational attendance area and small municipal school district school fund
11 (AS 14.11.030(a)).

12 (g) The unexpended and unobligated balance on June 30, 2016, estimated to be
13 \$516,000, of the Alaska clean water administrative income account (AS 46.03.034(a)(2)) in
14 the Alaska clean water administrative fund (AS 46.03.034) is appropriated to the Alaska clean
15 water administrative operating account (AS 46.03.034(a)(1)) in the Alaska clean water
16 administrative fund (AS 46.03.034).

17 (h) The unexpended and unobligated balance on June 30, 2016, estimated to be
18 \$594,000, of the Alaska drinking water administrative income account (AS 46.03.038(a)(2))
19 in the Alaska drinking water administrative fund (AS 46.03.038) is appropriated to the Alaska
20 drinking water administrative operating account (AS 46.03.038(a)(1)) in the Alaska drinking
21 water administrative fund (AS 46.03.038).

22 (i) The amount equal to the revenue collected from the following sources during the
23 fiscal year ending June 30, 2017, estimated to be \$888,000, is appropriated to the fish and
24 game fund (AS 16.05.100):

25 (1) range fees collected at shooting ranges operated by the Department of Fish
26 and Game (AS 16.05.050(a)(15)), estimated to be \$425,000;

27 (2) receipts from the sale of waterfowl conservation stamp limited edition
28 prints (AS 16.05.826(a)), estimated to be \$5,000;

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

31 (4) fees collected at boating and angling access sites managed by the

1 Department of Natural Resources, division of parks and outdoor recreation, under a
2 cooperative agreement authorized under AS 16.05.050(a)(6), estimated to be \$375,000.

3 (j) The balance of the mine reclamation trust fund income account (AS 37.14.800(a))
4 on June 30, 2016, and money deposited in that account during the fiscal year ending June 30,
5 2017, estimated to be \$50,000, are appropriated to the mine reclamation trust fund operating
6 account (AS 37.14.800(a)).

7 (k) The vaccine assessment program receipts collected under AS 18.09.220, estimated
8 to be \$31,200,000, are appropriated to the vaccine assessment account (AS 18.09.230).

9 (l) The sum of \$5,000,000 is appropriated from the general fund to the renewable
10 energy grant fund (AS 42.45.045(a)).

11 * **Sec. 23. RETIREMENT SYSTEM FUNDING.** (a) The amount necessary for payment of
12 debt service and accrued interest on outstanding pension obligation bonds issued for deposit
13 in the defined benefit plan account in the public employees' retirement system, estimated to be
14 \$129,365,000, is appropriated from the general fund to the Department of Administration for
15 deposit into the Alaska pension obligation bond corporation reserve fund, contingent on
16 pension obligation bonds being issued with the proceeds for deposit in the defined benefit
17 plan account in the public employees' retirement system in the fiscal year ending June 30,
18 2016, or the fiscal year ending June 30, 2017.

19 (b) The amount necessary for payment of debt service and accrued interest on
20 outstanding pension obligation bonds issued for deposit in the defined benefit plan account in
21 the teachers' retirement system, estimated to be \$89,599,000, is appropriated from the general
22 fund to the Department of Administration for deposit into the Alaska pension obligation bond
23 corporation reserve fund, contingent on pension obligation bonds being issued with the
24 proceeds for deposit in the defined benefit plan account in the teachers' retirement system in
25 the fiscal year ending June 30, 2016 or the fiscal year ending June 30, 2017.

26 (c) The sum of \$43,444,000 is appropriated from the general fund to the Department
27 of Administration for deposit in the defined benefit plan account in the teachers' retirement
28 system as an additional state contribution under AS 14.25.085 for the fiscal year ending
29 June 30, 2017, contingent on pension obligation bonds being issued with the proceeds for
30 deposit in the defined benefit plan account in the teachers' retirement system in the fiscal year
31 ending June 30, 2016, or the fiscal year ending June 30, 2017.

1 (d) The sum of \$99,166,576 is appropriated from the general fund to the Department
2 of Administration for deposit in the defined benefit plan account in the public employees'
3 retirement system as an additional state contribution under AS 39.35.280 for the fiscal year
4 ending June 30, 2017, contingent on pension obligation bonds not being issued with the
5 proceeds for deposit in the defined benefit plan account in the public employees' retirement
6 system in the fiscal year ending June 30, 2016 or the fiscal year ending June 30, 2017.

7 (e) The sum of \$116,699,959 is appropriated from the general fund to the Department
8 of Administration for deposit in the defined benefit plan account in the teachers' retirement
9 system as an additional state contribution under AS 14.25.085 for the fiscal year ending
10 June 30, 2017, contingent on pension obligation bonds not being issued with the proceeds for
11 deposit in the defined benefit plan account in the teachers' retirement system in the fiscal year
12 ending June 30, 2016 or the fiscal year ending June 30, 2017.

13 (f) The sum of \$5,412,366 is appropriated from the general fund to the Department of
14 Administration for deposit in the defined benefit plan account in the judicial retirement
15 system for the purpose of funding the judicial retirement system under AS 22.25.046 for the
16 fiscal year ending June 30, 2017.

17 (g) The sum of \$69,405 is appropriated from the general fund to the Department of
18 Military and Veterans' Affairs for deposit in the defined benefit plan account in the Alaska
19 National Guard and Alaska Naval Militia retirement system for the purpose of funding the
20 Alaska National Guard Naval Military retirement system under AS 26.05.226 for the fiscal
21 year ending June 30, 2017.

22 (h) If, at June 30, 2017, the amount necessary for payment of debt service and accrued
23 interest on outstanding State of Alaska pension obligation bonds for the subsequent 12-month
24 period exceeds the amounts appropriated, the additional amount necessary to satisfy the
25 deficiency and to pay the obligations are appropriated from the general fund to the Alaska
26 pension obligation bond corporation reserve fund (AS 37.16.040).

27 (i) The amount, estimated to be \$1,435,819,800, is appropriated from proceeds of the
28 sale of bonds authorized under AS 37.16.030 to the Department of Administration for deposit
29 in the defined benefit plan account in the public employees' retirement system as an additional
30 state contribution for the fiscal year ending June 30, 2016, or the fiscal year ending June 30,
31 2017, contingent on pension obligation bonds being issued for deposit in the defined benefit

1 plan account in the public employees' retirement system in the fiscal year ending June 30,
2 2016 or the fiscal year ending June 30, 2017.

3 (j) The amount, estimated to be \$1,095,670,500, is appropriated from proceeds of the
4 sale of bonds authorized under AS 37.16.030 to the Department of Administration for deposit
5 in the defined benefit plan account in the teachers' retirement system as an additional state
6 contribution for the fiscal year ending June 30, 2016, or the fiscal year ending June 30, 2017,
7 contingent on pension obligation bonds being issued with the proceeds for deposit in the
8 defined benefit plan account in the teachers' retirement system in the fiscal year ending
9 June 30, 2016, or the fiscal year ending June 30, 2017.

10 * **Sec. 24. SALARY AND BENEFIT ADJUSTMENTS.** (a) The operating budget
11 appropriations made in sec. 1 of this Act include amounts for salary and benefit adjustments
12 for public officials, officers, and employees of the executive branch, Alaska Court System
13 employees, employees of the legislature, and legislators and to implement the terms for the
14 fiscal year ending June 30, 2017, of the following ongoing collective bargaining agreements:

15 (1) Alaska Correctional Officers Association, representing the correctional
16 officers unit;

17 (2) Public Safety Employees Association;

18 (3) Alaska Vocational Technical Center Teachers' Association;

19 (4) Inlandboatmen's Union of the Pacific, Alaska Region, for the unlicensed
20 marine unit;

21 (5) International Organization of Masters, Mates, and Pilots, for the masters,
22 mates, and pilots unit.

23 (b) The operating budget appropriations made to the University of Alaska in sec. 1 of
24 this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30,
25 2017, for university employees who are not members of a collective bargaining unit and to
26 implement the terms for the fiscal year ending June 30, 2017, of the following collective
27 bargaining agreements:

28 (1) United Academics - American Association of University Professors,
29 American Federation of Teachers;

30 (2) University of Alaska Federation of Teachers (UAFT);

31 (3) United Academic - Adjuncts - American Association of University

1 Professors, American Federation of Teachers;

2 (4) Alaska Higher Education Crafts and Trades Employees, Local 6070.

3 (c) If a collective bargaining agreement listed in (a) of this section is not ratified by
4 the membership of the respective collective bargaining unit, the appropriations made in this
5 Act applicable to the collective bargaining unit's agreement are reduced proportionately by the
6 amount for that collective bargaining agreement, and the corresponding funding source
7 amounts are reduced accordingly.

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

14 * **Sec. 25. SHARED TAXES AND FEES.** (a) The amount necessary to refund to local
15 governments and other entities their share of taxes and fees collected in the listed fiscal years
16 under the following programs is appropriated from the general fund to the Department of
17 Revenue for payment to local governments and other entities in the fiscal year ending
18 June 30, 2017:

19 REVENUE SOURCE	FISCAL YEAR	ESTIMATED
20	COLLECTED	AMOUNT
21 Fisheries business tax (AS 43.75)	2016	\$21,000,000
22 Fishery resource landing tax (AS 43.77)	2016	7,000,000
23 Electric and telephone cooperative tax	2017	4,000,000
24 (AS 10.25.570)		
25 Liquor license fee (AS 04.11)	2017	1,300,000
26 Cost recovery fisheries (AS 16.10.455)	2017	300,000

27 (b) The amount necessary, estimated to be \$200,000, to refund to local governments
28 their share of an aviation fuel tax or surcharge under AS 43.40 for the fiscal year ending
29 June 30, 2017, is appropriated from the proceeds of the aviation fuel tax or surcharge levied
30 under AS 43.40 to the Department of Revenue for that purpose.

31 (c) The amount necessary to pay the first seven ports of call their share of the tax

1 collected under AS 43.52.220 in calendar year 2016 according to AS 43.52.230(b), estimated
2 to be \$15,700,000, is appropriated from the commercial vessel passenger tax account
3 (AS 43.52.230(a)) to the Department of Revenue for payment to the ports of call for the fiscal
4 year ending June 30, 2017.

5 (d) If the amount available for appropriation from the commercial vessel passenger
6 tax account (AS 43.52.230(a)) is less than the amount necessary to pay the first seven ports of
7 call their share of the tax collected under AS 43.52.220 in calendar year 2016 according to
8 AS 43.52.230(b), then the appropriation made in (c) of this section shall be reduced in
9 proportion to the amount of the shortfall.

10 * **Sec. 26. RATIFICATIONS OF SMALL AMOUNTS IN STATE ACCOUNTING**
11 **SYSTEM.** The appropriation to each department under this Act for the fiscal year ending
12 June 30, 2017, is reduced to reverse negative account balances in amounts of \$1,000 or less
13 for the department in the state accounting system for each prior fiscal year in which a negative
14 account balance of \$1,000 or less exists.

15 * **Sec. 27. CONSTITUTIONAL BUDGET RESERVE FUND.** (a) Deposits in the budget
16 reserve fund (art. IX, sec. 17, Constitution of the State of Alaska) for fiscal year 2016 that are
17 made from subfunds and accounts other than the operating general fund (state accounting
18 system fund number 11100) by operation of art. IX, sec. 17(d), Constitution of the State of
19 Alaska, to repay appropriations from the budget reserve fund are appropriated from the
20 budget reserve fund to the subfunds and accounts from which those funds were transferred.

21 (b) The unexpended and unobligated balance on June 30, 2016, of the budget reserve
22 fund (art. IX, sec. 17, Constitution of the State of Alaska) is appropriated to the budget
23 reserve fund (AS 37.05.540(a)).

24 (c) The appropriations made in (a) and (b) of this section are made under art. IX, sec.
25 17(c), Constitution of the State of Alaska.

26 * **Sec. 28. STATUTORY BUDGET RESERVE FUND.** (a) The sum of \$3,000,000,000 is
27 appropriated from the budget reserve fund (AS 37.05.540(a)) to the earnings reserve account
28 (AS 37.13.145).

29 (b) If the unrestricted state revenue available for appropriation in fiscal year 2017 is
30 insufficient to cover the general fund appropriations that take effect in fiscal year 2017, the

1 amount necessary to balance revenue and general fund appropriations is appropriated to the
2 general fund from the budget reserve fund (AS 37.05.540(a)).

3 * **Sec. 29.** LAPSE OF APPROPRIATIONS. The appropriations made in secs. 7(c), 8, 9(b),
4 21 - 23, 27, and 28 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 2016
7 program receipts or the unexpended and unobligated balance on June 30, 2016, of a specified
8 account are retroactive to June 30, 2016, solely for the purpose of carrying forward a prior
9 fiscal year balance.

10 * **Sec. 31.** CONTINGENT EFFECT. (a) The appropriations made in sec. 28(a) and (b) of
11 this Act are contingent on passage of the appropriation made in sec. 27(b) of this Act to pass
12 upon an affirmative vote of three-fourths of the members of each house of the Twenty-Ninth
13 Alaska State Legislature in the Second Regular Session.

14 * **Sec. 32.** Sections 19(m), 21(p), 23(i) and (j), 27(b), and 30 of this Act take effect June 30,
15 2016.

16 * **Sec. 33.** Except as provided in sec. 32 of this Act, this Act takes effect July 1, 2016.