

Numbers Only

Change Record Detail with Description

Department of Commerce, Community, and Economic Development

Scenario: FY2013 Supplemental (10508)

Component: Alcoholic Beverage Control Board (2690)

RDU: Alcoholic Beverage Control Board (614)

Title: Department of Law Legal Assistance

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	62.5	0.0	0.0	62.5	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		62.5										

This increment will allow the Alcoholic Beverage Control Board (ABC) Board to maintain the level of service received when located under the Department of Public Safety (DPS). In DPS, the ABC Board paid only \$2.3 for legal services under a department wide position based allocation. In the Department of Commerce, Community and Economic Development (DCCED), the ABC Board will need to cover legal costs based on associated workload. The estimated workload is about 25% of an Assistant Attorney General's time (400 hours at \$156.35 p/hr.).

Legal assistance is needed to analyze and make recommendations on the complex Title IV (Alcoholic Beverages) issues including prohibited financial interests and local option elections; to prepare administrative hearings and defend the actions of the board in Superior Court; and to respond to board questions that arise at every meeting.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description

Department of Commerce, Community, and Economic Development

Scenario: FY2013 Supplemental (10508)

Component: Alcoholic Beverage Control Board (2690)

RDU: Alcoholic Beverage Control Board (614)

Title: Maintain Underage Drinking Enforcement Program

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		50.0										
1007 I/A Rcpts		-50.0										

The Underage Drinking Enforcement program, in place for over 10 years, checks approximately 800 alcoholic beverage retailers for compliance in refusing alcohol to underage persons each year and has an 87% rate of compliance. In a recent study, Alaska was shown to have the lowest percentage of sales by retailers to underage persons. Although other programs share in the credit for this low rate, the compliance check program is an important factor.

This program was previously funded by an annual \$100.0 reimbursable services agreement with DHSS Division of Juvenile Justice (DJJ); however, the federal funding to DJJ will be ending December 31, 2012. Funding is needed for the last six months of FY2013. With continued funding, the ABC Board expects the program to continue having a positive effect on reduced underage drinking.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Commerce, Community, and Economic Development

Scenario: FY2013 Supplemental (10508)

Component: Alaska Industrial Development and Export Authority (1234)

RDU: Alaska Industrial Development and Export Authority (125)

Title: Large Infrastructure Project Development

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	200.0	0.0	0.0	200.0	0.0	0.0	0.0	0.0	0	0	0
1102 AIDEA Rcp		200.0										

This supplement budget increment of \$200.0 (AIDEA Receipts) is requested to hire financial and technical expertise to assist Alaska Industrial Development and Export Authority (AIDEA) in its development of several large infrastructure projects in conjunction with the private sector. Programs include the Ambler Industrial Road, Interior Gas Delivery and Distribution infrastructure and other energy infrastructure projects under the new Sustainable Energy Transmission and Supply Development program.

This request is included in the FY2014 Governor's budget.

Numbers Only

Change Record Detail with Description
Department of Fish and Game

Scenario: FY2013 Supplemental (10508)

Component: Wildlife Conservation (473)

RDU: Wildlife Conservation (147)

Title: Replace General Fund Program Receipts with Fish and Game Fund to Comply with Federal Regulations

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		-92.4										
1024 Fish/Game		92.4										

Receipts from patrons of the sanctuaries and sale of waterfowl prints will be deposited into the Fish and Game Fund instead of the general fund as program receipts. A corresponding language section transaction will deposit range revenue for FY2013 into the Fish and Game Fund. Federal regulations require states participating in Wildlife Restoration and Sport Fish Restoration programs to use income generated with license revenues exclusively for fish and wildlife purposes. The Department received a federal audit finding regarding shooting range fees that can only be addressed by depositing range income directly into the Fish and Game Fund. The Department has similar audit vulnerability with sanctuaries fees and revenue from waterfowl prints.

This request is included in the FY2014 Governor's budget.

Numbers Only

Change Record Detail with Description
Department of Fish and Game

Scenario: FY2013 Supplemental (10508)

Component: Hunter Education Public Shooting Ranges (2807)

RDU: Wildlife Conservation (147)

Title: Replace General Fund Program Receipts with Fish and Game Fund to Comply with Federal Regulations

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		-303.9										
1024 Fish/Game		303.9										

Receipts from patrons of the shooting ranges should be deposited into the Fish and Game Fund instead of the general fund as program receipts. Federal regulations require states participating in Wildlife Restoration and Sport Fish Restoration programs to use income generated with license revenues exclusively for fish and wildlife purposes (50 CFR 80). The Department received a federal audit finding regarding this program income that can only be addressed by depositing range income directly into the Fish and Game Fund. A corresponding language section transaction will deposit range revenue for FY2013 into the Fish and Game Fund.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Pioneer Homes (2671)
RDU: Alaska Pioneer Homes (503)
Title: Pioneer Homes Operational Costs for Contractual Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	460.0	0.0	0.0	460.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		460.0										

This supplemental request provides funding needed as a result of increases in the food, housekeeping, and laundry services contract that became effective July 1, 2012.

The division solicited for these services in late 2011. Only one organization came forward with an interest and their price increase was substantial. The division hoped to absorb this increase as it lapsed funding in prior years. However, based on November 30, 2012 projections, funding is not available to pay the contract price increase.

The amount requested is based on the increased costs using the FY2013 daily rates and FY2012 average occupancy less the amount the division projects they can absorb. Food costs are based on breakfast, lunch and dinner at each location. The daily increase rates for those meals are different for each Pioneer Home. Likewise, the occupancy rates are also different for each home, so the calculations were done for each home and added to determine a total increase.

The impact of this supplemental request is being considered for a FY2014 budget amendment.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Pioneer Homes (2671)
RDU: Alaska Pioneer Homes (503)
Title: Maintain Current Service Levels at the Pioneer Homes

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004	Gen Fund	750.0										
1005	GF/Prgm	-712.0										
1007	I/A Rcpts	-38.0										

This supplemental request provides funding needed as a result of uncollectible general fund program receipts and interagency receipts for Medicaid Waivers.

Since the FY2010 Conference Committee, increases in the division's general fund program receipt and inter-agency receipt authority for salary, benefits, fund changes and fiscal notes amounted to \$823.0 and \$289.7, respectively. These increases were the result of actions outside the division's control.

Although the division has been able to absorb these increases in the past, beginning FY2013 this is no longer the case. Actual collections are not growing to the extent of the authority increases.

The general fund program receipt authority (resident payments) increased 22.9% between FY2007 and FY2012 while the actual collections increased only 17.57%. The FY2011 authorization of \$15,554.3 was very close to actual collections of \$15,540.1. However, since that time the authority increased another \$774.0. The FY2013 projected collections as of November 30, 2012 are \$710.6 below the program receipt authorization.

The interagency receipt of Medicaid Waiver collections for the past two fiscal years averaged \$5,577.0. The FY2013 projected Medicaid collections are \$5,652.7. The authorization for these receipts is \$5,690.1 or \$37.4 more than November 30, 2012 projected collections. The division has worked with families and responsible parties to move all qualifying residents to the Medicaid Waiver program. With the majority of this work complete, growth in this funding source will be minimal if at all.

The impact of this supplemental request is being considered for a FY2014 budget amendment.

Numbers Only

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Front Line Social Workers (2305)
RDU: Children's Services (486)
Title: Office of Children Services Security Upgrades

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	490.0	0.0	0.0	490.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		100.0										
1003 G/F Match		390.0										

Security upgrades are requested due to a recent and very traumatic security threat at the Anchorage Regional Office building involving an armed and dangerous person. These security upgrades for the Anchorage Regional Office building site are necessary to provide for the safety of state employees and for the safety of the families served. Measures are being implemented immediately to increase the security of the Anchorage Regional Office building and include the immediate hiring of two security guards. Additional measures to be added include: the construction of a guard station, the installation of a closed circuit surveillance system, the installation of a building wide intercom system, and the construction of a security fence around the parking lot.

The impact of this supplemental request is being considered for a FY2014 budget amendment.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Front Line Social Workers (2305)
RDU: Children's Services (486)
Title: Maintain Services for Child Protection Programs

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	1,400.0	1,400.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1188 Fed Unrstr	1,400.0											

This request for unrestricted federal authorization will align budget and receipt authority to comply with a recommendation from Legislative Audit. These funds are available from the Children's Health Insurance Program Reauthorization Act of 2009 (CHIPRA) based on the department's performance in managing the Children's Health Insurance Program (CHIP). The department anticipates these receipts will continue to be available in future years. This request will replace uncollectible federal revenue based on the division's November projections to maintain child protective service levels.

The impact of this supplemental request is being considered for a FY2014 budget amendment.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Front Line Social Workers (2305)
RDU: Children's Services (486)
Title: Social Worker Class Study Implementation

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	1,500.0	1,500.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		315.0										
1004 Gen Fund		1,185.0										

At the request of the Alaska State Employees Association (ASEA) union, the Department of Administration, Division of Personnel and Labor Relations conducted a job classification study of the social worker job class. The study affected 288 caseworkers within the Office of Children's Services. The focus of the study was to identify and correct inequity in like-pay for like-work, which is the basis of the state's classification system.

The case workers were in a dual job class structure; Children's Services Specialist and Social Workers. Because a social work license was required for Social Workers, they were paid at higher ranges than Children's Services Specialists. As the study progressed, the Children's Services Manager and staff manager job class series were added to the study to ensure the entire scope of the work was identified and appropriately classified.

The study determined that a single protective services job class series was appropriate. Ranges were assigned to the new series based on classification principles.

Effective July 1, 2012, the new job class series was implemented. Each position was individually allocated, which resulted in a substantial number of positions being assigned either a one range increase or a two range increase. These range increases are reflected in the FY2013 Management Plan and FY2014 Governor personal service projections. Actual annual projected increase is \$1,490.6.

This request is included in the FY2014 Governor's budget.

Numbers Only

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Foster Care Base Rate (2236)
RDU: Children's Services (486)
Title: Social Security Income for Children in State Custody

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts	-900.0											
1005 GF/Prgm	900.0											

This request for general fund program receipts is for Social Security Income and child support receipts for children in the Office of Children's Services (OCS) protective custody. The division will apply for and collect these Social Security Income receipts for eligible children in custody and use this revenue to offset cost-of-care. The division of Child Support Enforcement Division receives Child Support receipts for children in state custody. This income replaces federal revenue received through the Title IV-E Social Security Act. Currently, collections exceed available authority. The component's general fund program receipt authority is currently \$2,100.0. In FY2012, collections totaled \$2,759.7 and in FY2011, \$2,658.4. Without this increment, the division is unable to fully utilize Social Security Income and child support collections to offset the cost of care for children in protective custody.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Health Facilities Licensing and Certification (2944)
RDU: Health Care Services (485)
Title: Maintain Civil Penalties Receipts

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		-60.0										
1108 Stat Desig		60.0										

Health Facilities Licensing and Certification may impose civil money penalties for nursing homes for the Centers for Medicare and Medicaid Services, per 42 Code of Federal Regulations--Part 488. Civil money penalties collected by the state must be applied to the protection of the health or property of residents of facilities that the state or the Centers for Medicare and Medicaid Services finds noncompliant. These activities must be approved by the Centers for Medicare and Medicaid Services.

Health Facilities Licensing and Certification currently has an authorized budget of \$60.0 in general fund program receipts. It has been determined that these receipts are more appropriately recorded as statutory designated program receipts rather than general fund program receipts.

Due to the restricted requirement of the expenditure of these funds, any unexpended civil money penalties are not eligible for fund sweeps.

Any unexpended portion of these funds must be carried forward at the end of each fiscal year.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: McLaughlin Youth Center (264)
RDU: Juvenile Justice (319)
Title: Health Services for Youth in Juvenile Justice Facilities

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	400.0	0.0	0.0	150.0	0.0	0.0	250.0	0.0	0	0	0
1004 Gen Fund	400.0											

Medical costs within the Division of Juvenile Justice continue to rise. As contracts with providers are renewed, the division is consistently seeing an increase in the cost to obtain services. For the last several years, the division has required supplemental funding to cover the cost of medical services that youth in our secure, locked facilities require. In FY2010, the division requested and received \$136.0 to cover medical costs above what was budgeted. In FY2011, the amount requested and received was \$450.0 and in FY2012, the amount requested and received was \$627.5.

The division is statutorily required to provide necessary medical services to clients that are housed in Juvenile Justice facilities (AS 47.12.150, AS 47.14.020).

Although overall client numbers within the division have been dropping, the number of youth in long-term treatment facilities remains very stable and consistent and youth in long-term treatment facilities are the majority of the youth that have medical needs. In addition, medical costs continue to rise. Inflation in the cost of providing medical services has been steeper than overall inflation rates.

Based on December 2012 projections, expenditures exceed the budget due to unanticipated medical cost increases in several components.

This request is included in the Governor's FY2014 budget.

Numbers Only

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)

Component: Alaska Temporary Assistance Program (220)

RDU: Public Assistance (73)

Title: Alaska Temporary Assistance Program Growth

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	795.0	0.0	0.0	0.0	0.0	0.0	795.0	0.0	0	0	0
1002 Fed Rcpts		795.0										

Alaska Temporary Assistance Program (ATAP) provides temporary financial assistance to needy families with children while adults work to become self-sufficient. The costs associated with this program are supported and funded by the federal Temporary Assistance for Needy Families block grant. The number of Alaskans identified as qualifying for this program has increased resulting in the need for additional federal receipt authority.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: General Relief Assistance (221)
RDU: Public Assistance (73)
Title: General Relief Growth

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	925.0	0.0	0.0	0.0	0.0	0.0	925.0	0.0	0	0	0
1004 Gen Fund		925.0										

The cost of the General Relief Assistance Program has grown due to a significant increase in the number of indigent burials paid for by the program. There has also been more demand for assistance to individuals and families who need emergency services. Burial expenses for indigent people increased over 15% in fiscal year 2012. Currently, 89.1% of program expenditures are used to pay for burial expenses. The current budget is inadequate to meet projected expenditures.

The Division of Public Assistance projects a FY2013 shortfall of \$925.0 and is requesting general funds to meet the needs of indigent Alaskans with no other resources available.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Bureau of Vital Statistics (961)
RDU: Public Health (502)
Title: HB 129 Veterans' Death Certificates Fiscal Note

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	75.0	0.0	0.0	75.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		75.0										

HB 129 requires Bureau of Vital Statistics to issue up to four death certificates to family members or representatives of deceased Veterans without cost. This bill was passed with a fiscal note replacing the lost fee revenue (GF/PR) with general funds. The fiscal note was inadvertently omitted from the appropriations bill. The fee for a Death Certificate is \$25.00; lost revenue to Bureau of Vital Statistics is estimated to be \$75.0 in the first year.

Restricted revenues make up 97% of the annual budget for Bureau of Vital Statistics; 77% of this revenue is general fund program receipts or fees, of which death certificates are a portion.

This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: General Relief/Temporary Assisted Living (2875)
RDU: Senior and Disabilities Services (487)
Title: General Relief Program Increase

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	137.0	0.0	0.0	0.0	0.0	0.0	137.0	0.0	0	0	0
1004 Gen Fund		137.0										

The Division of Senior and Disabilities Services requests a one-time supplemental appropriation of \$150.0 in general funds to meet the increased costs of the General Relief component. The General Relief program is intended to meet the most basic needs of vulnerable adults who lack the personal resources to meet an emergent need and who are ineligible for assistance from other programs. The program provides assisted living care and financial assistance to adults who need protective services and lack adaptive behavior to the degree that they cannot manage to live independently. The General Relief program's overall objective is to enable these adults to obtain the level of care they would otherwise receive in their own home from friends or relatives and to live in the least restrictive setting possible.

Program costs to sustain the General Relief program have steadily increased. Since FY2004, the average number of clients served each month has increased more than 145%, from 210 served in FY2004, to an estimated 515 in FY2013. The cost to maintain the program has increased 286%, from \$2,139.4 in FY2004, to an estimated \$8,263.7 in FY2013. The Division of Senior and Disabilities Services has identified a number of factors that have contributed to the increase in program utilization and cost over the past few years. The rising demographic of older Alaskans and an increase in the number of reports of harm concerning vulnerable adults are among the noted reasons. Further, housing options for vulnerable adults with significant disabilities have diminished as some community mental health centers have closed housing units they could no longer afford to operate. In addition, the increased utilization is reflective of longer lengths of stay and higher compensation to providers necessitated by increased medical and behavioral needs of recipients.

A work committee consisting of staff from several divisions has been established to identify other funds and services appropriate for these clients and anticipate the division will be able to manage the program within the existing FY2014 budget.

This is a one-time increment.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)

Component: Commissioner's Office (317)

RDU: Departmental Support Services (106)

Title: Health Care Access and Service Delivery Evaluation and System Development

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	1,154.9	0.0	0.0	1,154.9	0.0	0.0	0.0	0.0	0	0	0
1188 Fed Unrstr		1,154.9										

This request for unrestricted federal authorization will align budget and receipt authority to comply with a recommendation from Legislative Audit. These funds are available from the Children's Health Insurance Program Reauthorization Act of 2009 (CHIPRA) based on the Department of Health and Social Services' performance in managing the CHIP program.

These funds will be used to help oversee and manage health care services and Medicaid programs through evaluation of health care services and delivery. Studies to evaluate and determine the most cost efficient and effective delivery of health care services and systems and equipment to help achieve increased efficiency and effectiveness of health care delivery and reporting capabilities and including:

- Medical Model Home Project: \$200.0
- Medication Packing Equipment \$380.9
- Level of Care Reassessment Denial Review Contract Funds \$430.6
- Health Insurance Exchange Consultant Contract \$63.5
- Medicaid Cost Study Funds \$79.9

The impact of this supplemental request is being considered for a FY2014 budget amendment.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)
Component: Health Care Medicaid Services (2077)
RDU: Medicaid Services (595)
Title: Savings from Medicaid Cost Containment Measures

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	-25,000.0	0.0	0.0	0.0	0.0	0.0	-25,000.0	0.0	0	0	0
1004 Gen Fund		-25,000.0										

This decrement is possible as a result of the success in implementation of multiple cost savings measures identified by the Medicaid Task Force. This included, but was not limited to, savings generated by increasing utilization of generic drugs, utilizing Option B care management which targets patients/recipients with chronic diseases or conditions and/or expensive recipients to help them take proactive steps in controlling their health by utilizing a primary care giver rather than resorting to emergency care, and managing shifts in the cost due to some recipients having dual eligibility (i.e. Medicaid and Medicare). Savings were also realized because recipients under the Working Disabled program now pay a premium to Medicaid in order to participate. In addition, the department implemented new procedures and continued with the Claim Check program that ensures medical procedures are not incorrectly billed to the program.

In FY2012, the department began to see the real impact of these measures, and projections indicate the projected expenditures can be reduced by \$25,000.0.

At the time the FY2013 budget was developed, projections were based on the three prior year actuals which were some of the highest growth years. Since budget development, the department has been analyzing the FY2012 and FY2013 actuals costs, which are below the original projection trajectory than was anticipated. A reduction of \$25.0 million is anticipated to provide sufficient authorization to cover current projected costs.

Change Record Detail with Description
Department of Labor and Workforce Development

Scenario: FY2013 Supplemental (10508)
Component: Leasing (2742)
RDU: Administrative Services (109)
Title: Department-wide Unavoidable Lease Cost Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	942.9	0.0	0.0	942.9	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		942.9										

Change Record Detail with Description
Department of Labor and Workforce Development

Scenario: FY2013 Supplemental (10508)
Component: Leasing (2742)
RDU: Administrative Services (109)
Title: Department-wide Unavoidable Lease Cost Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

Provide unrestricted general funds (UGF) to help support unavoidable department-wide lease cost increases and related move expenses. The majority of the department has been historically housed in the Eagle Street facility in Anchorage and the 8th Street facility in Juneau. Both of the leases came up for renewal in the past year and the prices for the renegotiated leases are significantly higher.

The department entered into a new lease for the Eagle Street facility in Anchorage on April 1, 2012. Under the old lease, the cost per year was \$933,888. Under the new lease agreement, the cost for FY2013 is anticipated to be \$1,027,276.80, an increase of \$93,388.80.

The 8th Street lease in Juneau expired June 30, 2012 and a bid for proposals resulted in two new lease agreements; one to continue leasing space at the 8th Street facility and one that will house the Unemployment Insurance (UI) Call Center at the Mendenhall Mall. The expired lease cost a total of \$1,950,019.68 per year and the two new lease agreements are anticipated to cost a total of \$2,499,511.28 in FY2013, an increase of \$549,491.60.

In addition to increased lease expenses, the department will incur one-time move related expenses in FY2013. These expenses will include, among other things, moving the UI Call Center from its current location at the 8th Street facility to its new location at the Mendenhall Mall and moving staff back into the 8th Street facility once the lessor completes a number of renovations. The move related expenses are much more significant than originally anticipated. To date (1/8/2013), the department has incurred \$189,742.77 in move related expenses, and the department currently projects incurring another \$500,000. The department is absorbing these expenses where it can and is only requesting funding for \$300,000. The exact amount needed to cover these expenses will be refined as clarification on what the department is required to pay for is received and further expenses incurred.

The department currently has \$3,335,500 UGF to help support lease expenses. This funding has not increased since FY2008. In FY2008, the UGF in the department's Lease allocation represented 60 percent of the \$5,539,991.75 total lease expense. In FY2013, the department anticipates a total lease expense of \$7,541,092.28, a 36 percent increase from FY2008. Without a supplemental the lease UGF would represent 44 percent of the total expense. With the supplemental the lease UGF (\$4,144,700.00) would represent 55 percent of the total expense.

The two most sizable leases for the department came up for renewal very close to the same time frame and the cost increases are more than the department can absorb without significantly impacting service delivery. The department cannot manage its programs without facilities to house them in, and the department will not be able to fulfill its financial obligations without this additional funding. The increased lease expenses are ongoing. This request is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Natural Resources

Scenario: FY2013 Supplemental (10508)
Component: Fire Suppression Activity (2706)
RDU: Statewide Fire Suppression Program (140)
Title: FY2013 Fire Activity Supplemental

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	5,300.0	2,227.2	279.0	1,998.4	795.4	0.0	0.0	0.0	0	0	0
1004 Gen Fund	5,300.0											

Change Record Detail with Description
Department of Natural Resources

Scenario: FY2013 Supplemental (10508)
Component: Fire Suppression Activity (2706)
RDU: Statewide Fire Suppression Program (140)
Title: FY2013 Fire Activity Supplemental

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

This request provides the preliminary estimate of supplemental needs for 2013 Spring firefighting and costs of initial attack of wildland fires through June 30, 2013.

Wildland Fire Suppression: AS 41.15.010 - 41.15.170
 FY2013 Supplemental Funding Request: \$ 5,300.0

The initial FY2013 general fund appropriation for the Fire Suppression component was \$6,663.3. (SLA 2012, Ch 15, Sec 1, Pg. 31, Ln 3) Remaining funding in the component is insufficient to meet the state's statutory obligation to meet current obligations and provide wildland fire protection on state, municipal, and private lands in 2013. The most intensive preparation and activities are ahead. The component needs supplemental funding for anticipated spring and early summer firefighting needs in 2013.

2012 Fire Season

The Division of Forestry in FY2013 (last half of Calendar Year (CY) 2012) experienced 41% of wildland fires occurring after July 1st, a total of 101 fires for 16,849 acres. There were also eight fires under federal jurisdiction that were on state land and with monetary obligation. There also was extensive wildland fire activity in the Lower 48. Large mobilizations of crews, overhead, and aviation resources occurred from July through September. These mobilizations required extensive obligations for assisting state and federal cooperators. We will recover much of these costs as we are reimbursed by state and federal agencies.

The 2012 Alaska fire season finished with activity centered on wind events in Anchorage, Palmer/Wasilla, and the eastern interior. Crews were first active in tree removal from extensive "blowdown." These areas were also blown free of snow and wildland fire activity occurred in the Palmer/Wasilla area during a period from November 29, 2012 to December 5, 2012. Seventeen fires occurred during this period alone. This was an extraordinary event in the State of Alaska's wildland fire history.

2013 Fire Season and Potential Obligations

This request is being processed as a supplemental to meet the fire suppression needs of firefighting in the upcoming season and obligations from the last half of CY2012. The request is determined by using the past ten year average for fires. Ten year average fire costs are also included for large project fires. If there was a large, costly, or extensive project fire occurring on state or private land then Governor-signed Declarations of Disaster Emergencies would be prepared at that time.

April and May are two of our busiest months, as much of the fire activity occurs in the urban interface areas with person caused starts. Also, the largest acreages often occur in June, a period when prolonged burn periods and extended high pressure promote large wildland fire growth. These periods are where the majority of our fire fighting activity and expenses occur.

The Division's Fire Program continues to face the challenges of providing suppression response for longer and more challenging fire

Change Record Detail with Description
Department of Natural Resources

Scenario: FY2013 Supplemental (10508)
Component: Fire Suppression Activity (2706)
RDU: Statewide Fire Suppression Program (140)
Title: FY2013 Fire Activity Supplemental

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

seasons, an expanding wildland urban interface, increasing service and supply costs, and additional State owned acres through Federal land conveyances.

Supplemental Need

At this juncture, estimated closeout costs of the CY2012 season are noted below, followed by the estimates of CY2013 initial attack firefighting costs through June 30, 2013.

1. CY2012 Closeout Costs

- Actual Expended or Obligated to date, December 12, 2012 \$4,769.4
- Obligation Adjustment to Bureau of Land Management (BLM) \$1,546.9
- Warehouse Stores Replenishment \$100.0
- Pending Adjustment, Receivable from Federal Cooperators \$(200.0)

2. CY2013/FY2013 Spring & FY-End Estimates

- Early Fire Season Returns \$454.0
- Preposition for fire danger, including retardant aircraft, fixed & rotor wing aircraft, smokejumpers & overhead \$550.0
- Initial Attack Firefighting:
- March, 2013 \$33.0
- April 1 - 15, 2013 @ \$5.5/day \$82.5
- April 16 - 30, 2013 @ \$16.5/day \$247.5
- May 1 - 15, 2013 @ \$27.5/day \$412.5
- May 16 - 31, 2013 @ \$55.0/day \$880.0
- June 1 - 15, 2013 @ \$55.0/day \$825.0
- June 16 - 30, 2013 @ \$127.5/day \$1,912.5
- Cost of Fires on State Land, BLM Protection \$350.0
- Subtotal, Estimated Costs FY2013 \$11,963.3

3. Less FY2013 Authorization \$(6,663.3)
 Supplemental GF Need \$5,300.0

A supplemental for this purpose is requested each year due to the unpredictable cost of each fire season.

Change Record Detail with Description
Department of Public Safety

Scenario: FY2013 Supplemental (10508)

Component: Special Projects (1001)

RDU: Alaska State Troopers (160)

Title: Replace Pass Through Federal Funding from the Alaska Highway Safety Office for Bureau of Highway Patrol

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004	Gen Fund	1,540.0										
1061	CIP Rcpts	-1,540.0										

The Alaska Bureau of Highway Patrol (ABHP) has operated with funds provided by the Department of Transportation and Public Facilities, Alaska Highway Safety Office (AHSO) through a reimbursable services agreement (RSA). These were grant funds AHSO received from the National Highway Traffic Safety Administration (NHTSA). During the summer of 2011, NHTSA informed both the AHSO and the ABHP that NHTSA funds could not be used to reimburse ABHP for traffic enforcement not relating to driving under the influence (DUI) activity. It is estimated that 50% of ABHP member's time is spent doing general traffic enforcement, which is not reimbursable. The department received \$1.9 million in FY2013 to fund non-DUI enforcement activities, such as youth drivers, aggressive driving, speeding, and seat belt enforcement.

Based on meetings with NHTSA, additional federal funding reductions for DUI-related traffic enforcement will occur in FY2013. The costs included in this supplemental are funding for 23 positions from October 2012 through June 2013 and associated other costs for DUI related activities, which is approximately 50 percent of the costs for the ABHP traffic enforcement program. In order for ABHP to maintain the current level of traffic enforcement services, additional general funds for DUI activity is needed in FY2013. A fund change in the amount of \$2,937.4 is included in the FY2014 Governor's budget.

The line item budget for this FY2013 supplemental is as follows:

Personal services: 1,123.2

Travel: 50.0

Services: 326.8

Commodities: 40.0

Numbers Only

Change Record Detail with Description
Department of Public Safety

Scenario: FY2013 Supplemental (10508)
Component: Rural Trooper Housing (515)
RDU: Alaska State Troopers (160)
Title: Employee Housing Rental Receipts

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	160.0	0.0	0.0	160.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm	160.0											

The Department of Public Safety (DPS) requires additional general fund program receipt (GFPR) authority to allow the collection of rent from employees who occupy state leased/owned housing units in rural Alaska. For the past couple of years, the Public Safety Employee Association (PSEA) employees received a cost of living adjustment (COLA). The rent collections are income formula based and this COLA increases rents collected by the department. Due to a technical error, the corresponding GFPR receipts were not requested in the FY2013 operating budget. This supplemental will allow DPS to collect the estimated receipts for the remainder of FY2013.

The impact of this supplemental is being considered for a FY2014 budget amendment as the PSEA members will be receiving another 1% COLA effective July 1, 2013.

Numbers Only

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Central Design and Engineering Services (2298)

RDU: Design and Construction (526)

Title: Legal Fees Related to Old Quinahagak Airport

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		125.0										

The Department of Transportation and Public Facilities (DOT&PF) leased the former Quinahagak airport from Qanirtuuq Inc. DOT&PF, Qanirtuuq Inc. and the Native Village of Quinahagak entered into an agreement to deal with the deconstruction of the former airport as the Native Village of Quinahagak directly received Federal Aviation Administration (FAA) funds for the construction of a new public airport. During the Native Village of Quinahagak's deconstruction activities the presence of hazardous substances were discovered within the former snow removal equipment building. As a potential responsible party, DOT&PF cleaned up the site to Department of Environmental Conservation (DEC) standards. Qanirtuuq Inc. administratively appealed DEC's determination of no further action on the clean-up effort. DEC's determination was upheld and now Qanirtuuq Inc. seeks remedy in Superior Court for further clean-up efforts.

This suit must be defended because failure to do so may result in a summary judgment against the State. The Attorney General's office has estimated their expenditures for defense of this case to be approximately \$125.0 for FY2013. This is a one-time increment.

Numbers Only

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)
Component: Central Region Construction and CIP Support (2293)
RDU: Design and Construction (526)
Title: Stormwater Compliance

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	155.0	0.0	0.0	155.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		155.0										

As the result of a Consent Decree with the Environmental Protection Agency (EPA), the Department of Transportation and Public Facilities (DOT&PF) is under greater scrutiny to comply with storm water permits that are required for most construction projects. If the department is not in compliance with the requirements set forth in the permits, fines of \$32.5 or more per day can be issued as specified in the Consent Decree.

The Consent Decree requires the department to establish a Quality Assurance Program requiring thousands of inspections and weekly data reporting. The department has outsourced this work to contractors who inspect construction projects to ensure that storm water and sediment control plans are in place and working, as well as ensuring the weekly reporting is being accomplished. Approximately 90% of the \$1,500.0 in contract costs are direct billed to the projects being inspected. The Central Region Construction component needs \$155.0 in general funds to pay for the contractor activities that cannot be charged to projects. These tasks are typical overhead costs and include training, coordination and meetings with department staff and report development.

An increment of \$155.0 is included in the FY2014 Governor's budget.

Numbers Only

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Central Region Highways and Aviation (564)

RDU: Highways and Aviation (408)

Title: Maintenance and Operations of New Akutan Airport

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	824.7	296.3	31.8	186.6	310.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	824.7											

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)
Component: Central Region Highways and Aviation (564)
RDU: Highways and Aviation (408)
Title: Maintenance and Operations of New Akutan Airport

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

A new Akutan Airport on the island of Akun has been constructed and began operations on September 1, 2012. The airport serves the community of Akutan and Trident Seafoods on the island of Akutan. The island of Akun is located approximately seven miles from the island of Akutan. Department of Transportation and Public Facilities (DOT&PF) staff fly to the Island in teams of two and reside there for one week (seven day durations). The logistics of this airfield makes maintenance and operations of this airport challenging and expensive.

The requested funding will allow DOT&PF to meet their responsibilities to the Federal Aviation Administration (FAA) to operate the airport that was constructed with FAA funding. The funding requested is for four positions on rotating schedules: one full-time Equipment Operator Foreman I (wage grade 51) and three full-time Equipment Operator Journey II (wage grade 53) totaling \$296.3, travel \$31.8, services \$200.0, and commodities \$310.0. Central Region has transferred four positions from other areas in the region to staff the Akutan Airport.

Personal Services (based on actual dates positions were filled) \$296.3:
 1 wage grade 51 for 9 months PCN 25-0584 (\$86.3)
 1 wage grade 53 for 8 months PCN 25-0826 (\$70.0)
 1 wage grade 53 for 8 months PCN 25-1001 (\$70.0)
 1 wage grade 53 for 8 months PCN 25-3786 (\$70.0)

Travel \$31.8:
 Approximately \$200 per person each way between Dutch Harbor and Akutan Airport:
 1 person one-way per week times 39 weeks (\$7.8)
 3 persons one-way per week times 35 weeks (\$21.0)
 Travel for the foreman for mandatory training and superintendent inspection (\$3.0)

Services startup costs \$50.0:
 One-time freight costs to deliver goods to set up new airport with equipment, maintenance supplies, living quarters, etc. (\$50.0)

Services \$136.6:
 State Equipment Fleet costs (\$75.0)
 Phone and internet (\$13.3)
 Ongoing freight costs (\$40.0)
 Service agreement for generators (\$8.3)

Commodities startup costs \$60.0:

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Central Region Highways and Aviation (564)

RDU: Highways and Aviation (408)

Title: Maintenance and Operations of New Akutan Airport

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
One-time purchases of small equipment, tools, furniture, supplies, information technology equipment, materials, etc. (\$60.0)												

Commodities \$250.0:

Blades and parts for grader, loader, and dump truck (\$20.0)

Pyrotechnics, bird control (\$10.0)

Runway chemicals (\$20.0)

Diesel fuel for heating the building, heavy equipment, and generators to run the building and airport lightning systems (\$200.0)

An increment of \$900.0 is included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)
Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)
Title: Retiree Health Insurance Increases - MMP, IBU, MEBA

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	200.0	200.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	200.0											

Certain Alaska Marine Highway System (AMHS) retirees in the Inlandboatmen's (IBU), Master's Mates & Pilots (MMP), and Marine Engineers' Beneficial Association (MEBA) unions can elect to remain covered under their active health plan through the North West Marine Welfare (NWMW) trust. The retiree premiums are paid by AMHS operating budget via an Reimbursable Services Agreement with the Division of Retirement & Benefits. Recalculations of premiums occur annually based on the health plan claim experience and number of retirees participating in the North West Marine Welfare trust. Between FY2009 and FY2013 the premiums for members covered under the health trust increased by \$320.2 due to the increasing number of participants added to the health trust as the NWMW trust remains open to MEBA members who retiree directly from AMHS. IBU and MMP members are no longer able to elect this plan.

The operating budget as submitted for approval is based on operating the vessels 100% of the time as outlined on the operating calendar. Due to uncontrollable circumstances such as weather or mechanical failures, the vessels do not always operate as originally planned. If there are cost saving due to these circumstances, we will use those to help offset the additional shortfall of \$120.2.

An increment of \$200.0 is included in the FY2014 Governor's budget.

Change Record Detail with Description
Alaska Court System

Scenario: FY2013 Supplemental (10508)
Component: Trial Courts (768)
RDU: Alaska Court System (244)
Title: Americans with Disabilities Act Accommodation in Bethel

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Suppl	526.9	88.3	92.6	296.2	49.8	0.0	0.0	0.0	0	0	0
1004 Gen Fund		526.9										

The Alaska Court System is required to provide a reasonable accommodation to assist a hearing impaired judge who was appointed to the superior court bench in Bethel in July 2012. After consultation with the appointee and with disability experts, the court system determined that a reasonable accommodation includes: full-time realtime or CART (Communication Access Realtime Translation) transcriptionist capable of immediately translating spoken language into text in the courtroom and in chambers so the judge can understand what is happening in the courtroom and to enable him to communicate with his staff; upgrades to all courtrooms in Bethel to accommodate the transcriptionists' equipment; workstations for the realtime transcriptionist; and a variety of portable assistive communication devices to enhance communication between the judge, his judicial assistant, and his law clerk.

Realtime transcriptionists and CART providers are specialized stenographers capable of translating spoken words into text at extremely fast speeds and levels of accuracy. The training and experience necessary to perform accurately and in real time far exceeds the qualifications of most deposition or court stenographic reporters. There is one certified CART provider in Alaska. There are only two certified CART providers in the state of Washington, and only one in Oregon. There are only 228 certified CART providers in the country. CART providers charge as much as or more than realtime reporters. In addition to capturing the spoken words, CART providers are trained to convey the "spirit of the speaker" and to add interpretive information to the translation to allow the deaf person to understand what is happening in the courtroom, such as telling the judge there is laughter in the room or feedback from the microphone. CART providers charge up to \$140/hour. The court system has negotiated a daily rate ranging between \$675 and \$1,000 for the contracted work taking place during the regular workday. Because of night and weekend judicial coverage requirements, CART providers or realtime transcriptionists also need to be available and work when the judge is on call for night and weekend duty. This extra duty results in additional compensation over the daily rate. The majority of the expense for the ADA accommodation is for the contractual services and related travel expenses to have the certified contractors' onsite in Bethel.

Ultimately, it is the court system's desire to directly hire staff to fulfill the ADA accommodation requirements of this judge. On January 7, 2013, a full-time Bethel-based employee was hired to work and train with the consultants and eventually obtain certification as either a realtime court reporter or CART provider. A training program is estimated to take in excess of two years. In the near-term, the court system will continue to hire contractors with the necessary CART certifications or realtime transcription experience.

For FY2013, the court estimates that it will require \$526,900 to pay the expenses associated with this accommodation. This amount is higher than the amount requested for FY2014 due to the associated start-up costs. The court system is keeping detailed accounting records for the expenses associated with this accommodation and intends to lapse any unused funding appropriated during the FY2013 supplemental budget process. A similar request is included in the FY2014 Governor's budget in the amount of \$456.8.

Petersburg Borough Organizational Grant

FY2013 Request: \$600,000
Reference No: 56738

AP/AL: Appropriation
Category: General Government
Location: Petersburg
Impact House District: Juneau Areawide (HD 31-32)
Estimated Project Dates: 04/15/2013 - 06/30/2013

Project Type: Economic Assistance
House District: Downtown Juneau (HD 32)
Contact: Jo Ellen Hanrahan
Contact Phone: (907)465-2506

Brief Summary and Statement of Need:

AS 29.05.190 provides for an organizational grant to a newly formed borough or unified municipality to help defray the cost of formation/transition. The City and Borough of Petersburg is currently going through the incorporation process. The petition has been approved by the Local Boundary Commission and the local election was held December 18, 2012. The election was certified on January 3, 2013. The statute states that the payment will be made 30 days after certification of the election, or as soon after that as money is appropriated and available. A supplemental request is necessary to comply with State statute.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund	\$600,000						\$600,000
Total:	\$600,000	\$0	\$0	\$0	\$0	\$0	\$600,000

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Project Description/Justification:

AS 29.05.190 provides for an organizational grant to a newly formed borough or unified municipality to help defray the cost of formation/transition. The grant is distributed over three years, at \$300,000 the first year, \$200,000 the second, \$100,000 the third and final year.

AHFC San Roberto/Mountain View Development

FY2013 Request: \$25,200,000

Reference No: 48811

AP/AL: Appropriation
Category: Development
Location: Anchorage Areawide

Project Type: Construction
House District: Anchorage Areawide (HD 11-27)

Impact House District: Anchorage Areawide (HD 11-27)

Contact: Les Campbell

Estimated Project Dates: 04/15/2013 - 06/30/2018 **Contact Phone:** (907)330-8356

Brief Summary and Statement of Need:

This request combines the Mountain View development project with the San Roberto Redevelopment project into a single project. These two developments are being combined for cost effectiveness in the bidding process and in order to generate a higher equity price for the larger combined project size. The San Roberto project will redevelop 16-18 units on San Roberto Street, and the Mountain View project will develop approximately 80 new units on vacant land recently purchased on Mountain View Drive. Due to the use of multiple funding sources as well as timing issues regarding some of the funding, this project is being requested as a supplemental.

Funding:	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	Total
AHFC Bonds	\$22,000,000						\$22,000,000
Gen Fund	\$3,200,000						\$3,200,000
Total:	\$25,200,000	\$0	\$0	\$0	\$0	\$0	\$25,200,000

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Prior Funding History / Additional Information:

Sec7 Ch43 SLA2010 P34 L26 SB 230 \$9,708,504

The original San Roberto Redevelopment project was funded in FY2011.

Project Description/Justification:

This project is a part of Alaska Housing Finance Corporation (AHFC) and its subsidiary the Corporation for Affordable Housing's (ACAH) multi-phased redevelopment strategy for the Anchorage public housing portfolio. Both the San Roberto and Mountain View developments together will create 96 new units, which will provide construction industry jobs, and will result in quality, safe, affordable housing for low to moderate income families in Anchorage. The need for this type of housing has existed for several years, AHFC's public housing waiting list in Anchorage is 2337, and the Anchorage vacancy rate has averaged at or below 4% since 2008. The project enjoys strong support in the Mt. View Community and AHFC has been working with the Mt. View Community Council and the Anchorage Community Land Trust to insure community input into the project.

The projected outcome will:

- ... Increase the supply of public housing;
- ... Increase development efficiencies;
- ... Use federal rental assistance that is currently in reserve;
- ... Develop a mixture of family and senior housing; and
- ... Improve the local neighborhood.

Funding

Of the estimated total cost of the San Roberto/Mt. View Development, \$8 million is anticipated to come from tax credit equity, the balance will be split among previously authorized Federal Capital Fund program funds, Neighborhood Stabilization Program funds, a re-appropriation of the balance in the Loussac Development capital project and other AHFC Dividend Receipts, as well as the appropriation from the National Mortgage Settlement Fund (GF).

The authority to issue up to \$22 million in additional tax-exempt bonds is critical to AHFC/ACAH in order to participate in the complimentary receipt of Low Income Tax Credits. In order to complete the HUD approval process, a complete "mixed-finance" application must be submitted prior to the start of construction. In order to do that, the development team, and investor must be selected and the amount of equity to be generated by the sale of the tax credits must be known. Before an investor will commit to a partnership agreement or tender an offer, they must be certain that tax-exempt bonds can be issued in compliance with IRS rules. AHFC must have the authority to issue the bonds or the project will have to be delayed until authority can be received. A delay of a full year will mean escalated construction costs and loss of the NSP funds due to required expenditure timelines.

Mountain View Project Details

The Mt. View development utilizes Corporate and General Funds in conjunction with federal bonds, leveraging the Low Income Housing Tax Credit (LIHTC) program, combined with other capital budget funding. The project is aiming to build 80 units on land overlooking the Glenn Square mall in Anchorage. This proposal includes the new construction of 40 new Senior Housing units with the remaining 40 units as Family Housing units. The funding strategy calls for using a combination of Corporate Dividend Receipts (Re-appropriated from the Loussac Redevelopment Project), General Funds (Mortgage Settlement Funds), Federal Capital Fund Program (CFP) funds, AHFC Corporate tax-exempt bonds and Low-Income Housing Tax credit equity to finance the project.

San Roberto Project Details

AHFC is proposing to demolish 16 of the 24 units in the San Roberto neighborhood and dispose of the land to an AHFC owned instrumentality called the Alaska Corporation for Affordable Housing (ACAH). The land will be leased by ACAH to a Low Income Housing Tax Credit limited partnership. The limited partnership will continue to operate the project as public housing with ACAH as the managing general partner. It is anticipated that up to 18 new units will be built on site. The balance of the units in the San Roberto project will be redeveloped in a subsequent phase as part of a larger re-positioning project for AHFC's scattered site public housing portfolio targeted for 2015.

Operations Management

The management of the public housing once developed will be different than the typical public housing management, at least initially. AHFC's instrumentality, the Alaska Corporation for Affordable

Housing (ACAH) will be the managing general partner in a tax credit partnership with an as yet undetermined investor. The partnership will be the owner of the project and contract with AHFC (through shared services agreement) for management and maintenance of the project. A development team will be selected through an RFP process. That team will handle the design and development of the project on behalf of AHFC/ACAH.

Completed Milestones

- Incorporation of AHFC instrumentality, Alaska Corporation for Affordable Housing;
- Procured technical assistance for mixed-finance applications;
- Adoption of shared services agreement between AHFC and ACAH;
- HUD Completed Environmental Reviews on both San Roberto and Mt. View sites; and
- Commitment of sufficient capital funds to leverage LIHTC equity to complete the project.

Future Milestones to Complete

- Submit a Demo/Disposition plan to the HUD Special Applications Center. Anticipated demolition to occur during the 2013-14 construction season;
- Review/update the Cooperation Agreement with the Municipality of Anchorage;
- Conduct resident relocation following URA requirements;
- Procure a development partner using a Request for Qualifications process as allowed at 24 CFR Part 941, subpart F;
- Submit two applications under HUD's mixed-finance process at 24 CFR 85.36 for the San Roberto and Mt. view projects

Wild/Hatchery Salmon Management Tools

FY2013 Request: \$2,000,000

Reference No: 54419

AP/AL: Appropriation **Project Type:** Research / Studies / Planning
Category: Natural Resources
Location: Statewide **House District:** Statewide (HD 1-40)
Impact House District: Statewide (HD 1-40) **Contact:** Kevin Brooks
Estimated Project Dates: 04/14/2013 - 06/30/2017 **Contact Phone:** (907)465-5999

Brief Summary and Statement of Need:

Processors recently committed funding supporting the Wild/Hatchery Salmon Management Tools capital project appropriated in SLA2012. The department requests statutory designated program receipt (SDPR) authority in order to receive these funds. This capital project supports a long-term research project designed to support management decisions related to hatchery production. The Division of Commercial Fisheries and hatchery operators collectively designed this program and have worked to support funding; private sector fish processors recognize the importance of hatchery and wild production to their business and while staying well-removed from design of the studies, have pledged to financially support this research.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Stat Desig	\$2,000,000						\$2,000,000
Total:	\$2,000,000	\$0	\$0	\$0	\$0	\$0	\$2,000,000

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Sec1 Ch17 SLA2012 P117 L14 HB160 \$3,500,000

RPL 11-3-0338 \$500,000 approved December 2012.

Project Description/Justification:

Since the appropriation was made, the processors have committed funding to the project. These private sector funds are available for disbursement via contract as soon as the department has sufficient SDPR receipt authority; these funds do not lapse, and are anticipated to be received in \$500,000 increments over the next five years. This request for \$2,000,000 combined with \$500,000 approved via RPL 11-3-0338 will be sufficient for the duration of the project.

This SDPR funding is directed at improving scientific understanding of the factors controlling productivity of both wild and enhanced salmon stocks, as well as improving knowledge about the interactions of wild and enhanced salmon populations. This work is important to two of the department's core services: stock assessment and harvest management. The line item distribution of the proposed expenditures will be contractual, as funding will support a contract with the Prince William Sound Science Center. This funding cannot replace existing general funds already

Wild/Hatchery Salmon Management Tools

FY2013 Request: \$2,000,000

Reference No: 54419

appropriated for the project, but they will supplement those funds to help ensure project completion. There is no other impact on the general fund, and this request does not fund new or existing positions. No existing capital SDPR authority exists for receipt of these funds.

Change Record Detail with Description
Department of Health and Social Services

Scenario: FY2013 Supplemental (10508)

Component: Commissioner's Office (317)

RDU: Departmental Support Services (106)

Title: State Children's Health Insurance Program Carryforward Authorization

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

The unexpended and unobligated balance, estimated to be \$1,350,000, of the federal unrestricted receipts from the Children's Health Insurance Program Reauthorization Act of 2009 (CHIPRA), Public Law 111-3, on June 30, 2013 is appropriated to the Department of Health and Social Services, Departmental Support Services, Commissioner's Office, for operating costs for the fiscal year ending June 30, 2014.

Change Record Detail with Description
Special Appropriations

Scenario: FY2013 Supplemental (10508)
Component: Judgments, Claims and Settlements (3008)
RDU: Judgments, Claims and Settlements (615)
Title: Judgments and Settlements

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	4,775.8	0.0	0.0	4,775.8	0.0	0.0	0.0	0.0	0	0	0

1004 Gen Fund 4,775.8

DEPARTMENT OF LAW. (a) The sum of \$4,775.8 is appropriated from the general fund to the Department of Law, civil section, deputy attorney general's office, for the purpose of paying judgments and settlements against the state for the fiscal year ending June 30, 2013.

- \$300.0 - Sequestered Solutions Alaska LLC vs Enterprise Technology Services
- \$41.6 - Wold v SOA
- \$289.9 - Holly M Gittlein and Alexander Gittlein v SOA, DOT & Public Facilities and David C Carlsen
- \$3.4 - Gerald Edwards v State, Dept of Revenue, CSSD
- \$226.9 - Carmen Baker v State, DHSS, SDS
- \$255.5 - Robin Heitz v SOA, DHSS, OCS
- \$3,638.1 - DOT fish hatchery lawsuit
- \$20.4 - ABC Board Settlement

Change Record Detail with Description
Special Appropriations

Scenario: FY2013 Supplemental (10508)

Component: Judgments, Claims and Settlements (3008)

RDU: Judgments, Claims and Settlements (615)

Title: Judgments and Settlements

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Judgments and Settlements

Actual judgment and settlement costs incurred in the fiscal year ending June 30, 2013 but not included in the sec. 8(a) of the supplemental bill.

Change Record Detail with Description
Department of Law

Scenario: FY2013 Supplemental (10508)
Component: Transportation Section (2214)
RDU: Civil Division (35)
Title: Fast Ferry Litigation, Lapses 6/30/12, 6/30/13, & 6/30/14

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	1,500.0	0.0	0.0	1,500.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund	1,500.0											

Section 10(c), ch. 5, SLA 2012, is amended to read:

(c) The sum of [\$600,000] \$2,100,000 is appropriated from the general fund to the Department of Law, civil division, transportation section, for the purpose of paying the costs associated with fast ferry litigation for the fiscal years ending June 30, 2012, [and] June 30, 2013, and June 30, 2014.

Additional funding is needed for the lawsuit brought by the Alaska Marine Highway System in connection with the defective engines installed in the fast ferries Fairweather and Chenega. The increased cost is due to the court's postponement of the trial from September 2012 to April 2013, and because of the increased complexity of the litigation.

The increased complexity of the case is due to: the state's 2012 amendment of the lawsuit (based on information discovered during the litigation) to allege additional claims for misrepresentation and bad faith business practices; the efforts of the defendants to avoid litigating in Alaska, which efforts have included unsuccessful attempts to remove the case another forum; the ongoing development of engine problems, resulting in the need for additional expert witness analysis; the expansion of the state's damages claims; and the contentious nature of the litigation, which has made it necessary for the state to engage in a very substantial amount of motion work to force the defendants to participate and cooperate.

This funding is anticipated to be needed through FY2014 (multi-year lapse date) and does not include any possible appeal costs. This is a one-time increment.

Change Record Detail with Description
Department of Natural Resources

Scenario: FY2013 Supplemental (10508)

Component: Gas Pipeline Project Office (2947)

RDU: Administration and Support (600)

Title: Extend Lapse Date Gasline Right-of-Way and Application Sec22(c) Ch14 SLA2009 P18 L6 (HB113) Lapses 6/30/2013

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

The Gas Pipeline Project Office (GPPO) requests approval to extend the lapse date to June 30, 2015 for the remaining general funds balance (\$1,189.4) for Gas Pipeline Right-of-Way (ROW) appropriation 37998.

Appropriation History:

- SLA2004 Ch159 Sec24 p82 line6 Lapse: June 30, 2009
- SLA2009 Ch14 Sec12 p18 line6 Lapse: June 30, 2011
- FSLA2011 CH1 SEC11 P36 line2 Lapse: June 30, 2012
- SLA2012 CH5 Sec12 p15 line25 Lapse: June 30, 2013

The intent of the appropriation is to fund the permitting and application processes related to the gas pipeline right-of-way and liquefied natural gas (LNG) facility needed to bring North Slope natural gas to market. Industry will pay for much of the permitting and application processing; however there is an increasing demand for work which will not be reimbursed by private industry.

This work will require the use of the remaining balance of the appropriation. It is difficult to determine at this time if the balance of this appropriation will be utilized prior to June 30, 2014. Therefore a two year extension to the lapse date is requested. It is expected that these funds will be expended or obligated by June 30, 2015.

Section 22(c), ch. 14, SLA 2009, as amended by sec. 11(c), ch. 1, FSSLA 2011, and sec. 12, ch 5, SLA 2012, is amended to read:
(c) Section 12, ch. 14, SLA 2009, lapses June 30, 2015 [2013].

Reappropriation from Anchorage Aircraft Hangar Projects to Statewide Aircraft Hangar Improvements **FY2013 Request: \$0**
Reference No: 51706

AP/AL: Appropriation **Project Type:** Renovation and Remodeling
Category: Public Protection
Location: Statewide **House District:** Statewide (HD 1-40)
Impact House District: Statewide (HD 1-40) **Contact:** Jeff Hoover
Estimated Project Dates: 04/15/2013 - 06/30/2017 **Contact Phone:** (907)465-5488

Brief Summary and Statement of Need:

The unexpended and unobligated balances, estimated to be a total of \$339,000, of the appropriations made in sec.1, ch. 5, FSSLA 2011, page 96, line 4, (Anchorage Aircraft Hangar Improvements - \$1,000,000), and sec.1, ch. 5, SLA 2011, page 96, lines 17 - 19 (Statewide Facilities, Maintenance, Repairs, and Improvements - \$1,350,000), are reappropriated to the Department of Public Safety for a statewide aircraft hanger improvement project.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund							\$0
Total:	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Prior Funding History / Additional Information:

Project Description/Justification:

Anchorage Aircraft Hangar Air Compressor, Sec. 1, Ch. 5, SLA 2011, Page 96, Line 20:
This capital project is near completion and is expected to have a balance remaining of \$50,000. The compressor was purchased by the department instead of a contractor which saved added cost of overhead for the contractor. Also, the current compressor line system proved to be safe and reusable and did not need to be replaced.

Anchorage Aircraft Hangar Improvements, Sec. 1, Ch. 5, SLA 2011, Page 96, Line 4:
This capital project is near completion and is expected to have a balance remaining of \$289,000. The mezzanine was a pre-designed structure that did not require a full staff of engineers to design and develop, which saved design costs. In addition, the system was pre-assembled and delivered to be reassembled which save a large amount of on-site labor costs. The float dock is manufactured type of dock that can be removed from the water during inclement weather. This dock was anchored and set in place by section and not constructed on the water, which saved construction costs.

The department will reappropriate the remaining funds from these two projects for new Statewide Aircraft Hangar Improvement project.

Reappropriation from AHFC Loussac Manor Projects to San Roberto/Mountain View Development

FY2013 Request: \$0
Reference No: 43076

AP/AL: Appropriation **Project Type:** Construction
Category: Development
Location: Anchorage Areawide **House District:** Anchorage Areawide (HD 11-27)
Impact House District: Anchorage Areawide (HD 11-27) **Contact:** Les Campbell
Estimated Project Dates: 04/15/2013 - 06/30/2018 **Contact Phone:** (907)330-8356

Brief Summary and Statement of Need:

The unexpended and unobligated balances of the following appropriations, estimated to be a total of \$9,764,000, are reappropriated to the Alaska Housing Finance Corporation for the San Roberto/Mountain View development project:

- (1) sec. 4, ch. 30, SLA 2007, page 103, lines 16 - 17 (Department of Revenue, Alaska Housing Finance Corporation, Loussac Manor Renovation and Replacement - \$2,336,000);
- (2) sec. 13, ch. 29, SLA 2008, page 157, lines 10 - 12 (Department of Revenue, Alaska Housing Finance Corporation, AHFC Loussac Manor Renovation and Replacement Phase 2 - \$2,336,000);
- and
- (3) sec. 1, ch. 15, SLA 2009, page 20, lines 16 - 18 (Department of Revenue, Alaska Housing Finance Corp

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund							\$0
Total:	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Prior Funding History / Additional Information:

Project Description/Justification:

The Loussac Manor Redevelopment project, funded over three capital budget years, was redeveloped using a new mixed financing strategy with a third party developer that allowed us to have unexpended and unused appropriated funds after the project was completed. Alaska Housing Finance Corporation (AHFC) needs to use these remaining funds on the San Roberto/Mountain View Development project to develop an additional 82 units of affordable housing in Anchorage.

Reappropriation from PCI Compliance to Oil and Gas Fiscal Systems Analysis **FY2013 Request: \$0**
Reference No: 51568

AP/AL: Appropriation **Project Type:** Research / Studies / Planning
Category: General Government
Location: Statewide **House District:** Statewide (HD 1-40)
Impact House District: Statewide (HD 1-40) **Contact:** Jerry Burnett
Estimated Project Dates: 01/01/2013 - 12/31/2017 **Contact Phone:** (907)465-2312

Brief Summary and Statement of Need:

The unexpended and unobligated balance, estimated to be \$1,878,294, of the appropriation made in sec. 1, ch. 5, FSSLA 2011, page 97, lines 20-23 (Department of Revenue - Payment Card Industry Data Security Standards Statewide Compliance - \$2,000,000), is re-appropriated to the Department of Revenue for oil and gas fiscal systems analysis and work related to the commercialization of oil and gas resources.

Funding:	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>Total</u>
Gen Fund							\$0
Total:	\$0	\$0	\$0	\$0	\$0	\$0	\$0

<input type="checkbox"/> State Match Required	<input checked="" type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	
Totals:	0	0

Prior Funding History / Additional Information:

Previous appropriation number is AR16337

Project Description/Justification:

Previously it had been determined that several of the state departments were non-compliant with the Payment Card Industry (PCI) data security standards. In FY2012, the legislature approved a \$2.0 million appropriation to the Department of Revenue, that was designed to assist all state departments to remediate their systems to be PCI compliant. Many of the departments have changed the way that they accepted credit card payments or remediated their systems with funding within their department. Approximately \$46.5 was used by Department of Transportation to complete a study to determine how to best update the Alaska Marine Highway's credit card payment system. The legislature has since increased Treasury's operating budget in FY2013 in the amount of \$77.0 for an annual contract for ongoing monitoring to ensure that all State systems are PCI compliant.

The re-appropriated monies will be used for ongoing work, both internally and externally, related to oil and gas fiscal analysis. This is needed because the commercialization of the North Slope natural gas either with a small state line in the Cook Inlet area or a larger line to Valdez that may result in required changes to the State's taxation system for natural gas. It is essential that the Department of Revenue have the resources available to analyze the effects of fiscal changes on project economics.

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)
Component: Statewide Public Facilities (2882)
RDU: Design and Construction (526)
Title: Multi-Year Appropriation - Legal Fees Related to Ruth Burnett Sport Fish Hatchery

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	750.0	0.0	0.0	750.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		750.0										

The construction of the Department of Fish and Game (DFG) Fairbanks Ruth Burnett Sport Fish Hatchery (2008-2011) experienced significant cost impacts due to changes and delays that were a direct result of design errors and omissions. DFG and the Department of Transportation and Public Facilities (DOT&PF) incurred additional costs due to the delays as well. The DOT&PF is working with the Department of Law Transportation Section to pursue legal action to recover these additional costs from the facility's designer. DOT&PF has attempted to negotiate a settlement with the designer, but a mutually acceptable agreement has not been reached. These costs are for the continued legal support to bring this case to trial.

Language Only

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Central Design and Engineering Services (2298)

RDU: Design and Construction (526)

Title: Right of Way Carryforward Language

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

The amount allocated for Central, Northern and Southeast Design and Engineering Services components includes the unexpended and unobligated balance on June 30, 2012, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess right-of-way.

DOT&PF requests carryforward language to allow general fund/program receipts collected by the Department of Transportation and Public Facilities for the sale and/or lease of excess right-of-way. Revenues collected through the sale or lease of excess right of way purchased with federal funds must be spent on title 23 eligible activities and cannot lapse into the general fund. The department requests carryforward language to use these excess GF/PR receipts in the current year. Carryforward language has been included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Northern Design and Engineering Services (2299)

RDU: Design and Construction (526)

Title: Right of Way Carryforward Language

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

The amount allocated for Central, Northern and Southeast Design and Engineering Services components includes the unexpended and unobligated balance on June 30, 2012, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess right-of-way.

DOT&PF requests carryforward language to allow general fund/program receipts collected by the Department of Transportation and Public Facilities for the sale and/or lease of excess right-of-way. Revenues collected through the sale or lease of excess right of way purchased with federal funds must be spent on title 23 eligible activities and cannot lapse into the general fund. The department requests carryforward language to use these excess GF/PR receipts in the current year. Carryforward language has been included in the FY2014 Governor's budget.

Change Record Detail with Description
Department of Transportation/Public Facilities

Scenario: FY2013 Supplemental (10508)

Component: Southeast Design and Engineering Services (2300)

RDU: Design and Construction (526)

Title: Right of Way Carryforward Language

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

The amount allocated for Central, Northern and Southeast Design and Engineering Services components includes the unexpended and unobligated balance on June 30, 2012, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess right-of-way.

DOT&PF requests carryforward language to allow general fund/program receipts collected by the Department of Transportation and Public Facilities for the sale and/or lease of excess right-of-way. Revenues collected through the sale or lease of excess right of way purchased with federal funds must be spent on title 23 eligible activities and cannot lapse into the general fund. The department requests carryforward language to use these excess GF/PR receipts in the current year. Carryforward language has been included in the FY2014 Governor's budget.

Change Record Detail with Description
Debt Service

Scenario: FY2013 Supplemental (10508)
Component: General Obligation (792)
RDU: Debt Service (251)
Title: Fund Source Change for FY2013 Series 2003A and 2012A Debt Service Payments

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004	Gen Fund	-1,040.0										
1044	Debt Ret	1,040.0										

The unobligated balance of the Alaska debt retirement fund will be used for general obligation bond debt retirement for the fiscal year ending June 30, 2013 in place of part of the amort originally appropriated from the general fund.

Sec. 13. DEBT AND OTHER OBLIGATIONS. (a) Section 23(h)(2), ch. 15, SLA 2012, page 83, lines 29-31 and page 84, line 1, is amended to read:

(2) The sum of \$1,040,000 is appropriated to the state bond committee from the Alaska debt retirement fund (AS 37.15.011(a)) for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2003A and 2012A;

(3)[(2)] The amount necessary, estimated to be \$25,841,200 [\$26,881,200] for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2003A and 2012A, after the payments made in (1) and (2) of this subsection from the general fund for that purpose;

Change Record Detail with Description
Debt Service

Scenario: FY2013 Supplemental (10508)
Component: International Airport Revenue Bonds (2284)
RDU: Debt Service (251)
Title: Fund Source Change for FY2013 Alaska International Airport System Debt Service Payments

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1027	Int Airprt	-10,000.0										
1112	IntAptCons	10,000.0										

Change Record Detail with Description
Debt Service

Scenario: FY2013 Supplemental (10508)
Component: International Airport Revenue Bonds (2284)
RDU: Debt Service (251)
Title: Fund Source Change for FY2013 Alaska International Airport System Debt Service Payments

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

The Alaska International Airport System (AIAS) requests a funding source change for use of International Airport System Construction Fund surplus for FY2013 debt service payments. This request is needed to conform to the state's bond counsel's recommendations regarding minimizing the amount of revenue needed to be collected from airport customers while meeting debt service coverage ratios required under the bond resolution rate covenant.

The AIAS has issued bonds over the last 13 years to finance capital projects at the Anchorage and Fairbanks airports. AIAS pays debt service from revenue collected from airlines for use of airport facilities and from passenger facility charges in accordance with applications made and approved under the provisions of 14 CFR Part 158. AIAS has recently performed its annual mid-year rate recalculation in conformance with its AIAS Passenger Terminal Lease and Operating Agreement (Operating Agreement). The Operating Agreement is the contract AIAS employs to establish the rates and charges for use of AIAS airport facilities by almost all of the passenger and cargo airlines providing service at the airports pursuant to AS 02.15.090(a).

In performing its recent mid-year rate recalculation, AIAS determined it is experiencing significant temporary traffic declines associated with global economic conditions and projects continuation of this situation through FY2013 resulting in reduced revenues to AIAS.

In the face of continuing decreases in airline activity levels, to avoid raising rates and fees further in FY2013 to cover operating costs and debt service, the AIAS is proposing the use of available construction funds on hand to pay portions of debt service payments. AIAS views these steps as necessary in continuing to preserve its financial condition, competitive trans-Pacific air cargo market share, and strong bond ratings.

This fund source change will allow AIAS to meet the technical requirements of its bond resolution rate covenant while also reducing the amount of revenue otherwise needed from rates and fees.

Projected funding sources for debt service in the FY2014 Governor's budget are based on the most recent information. Amounts by fund sources may be adjusted based on the annual rate calculation which is done in March, or based on the mid-year rate calculation which is done during October-December.

The third funding source for FY2013 AIAS debt service requires a technical correction in its title:
 AIAS 2010[2] Build America Bonds federal interest subsidy

* Sec. 10. DEBT AND OTHER OBLIGATIONS. Section 23(j), ch. 15, SLA2012, is amended to read:
 (i) The sum of \$41,208,341 is appropriated to the state bond committee for payment of debt service and trustee fees on outstanding international airports revenue bonds for the fiscal year ending June 30, 2013, from the following sources in the

Change Record Detail with Description
Debt Service

Scenario: FY2013 Supplemental (10508)
Component: International Airport Revenue Bonds (2284)
RDU: Debt Service (251)
Title: Fund Source Change for FY2013 Alaska International Airport System Debt Service Payments

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
amounts stated:												
SOURCE			AMOUNT									
International Airports Revenue Fund (AS 37.15.430(a))			\$22,078,578									
			[\$32,078,578]									
International Airports Construction Fund (AS 37.15.420(a))			10,000,000									
Passenger facility charge			8,700,000									
AIAS [2012D] 2010D Build America Bonds federal interest subsidy			429,763									

Change Record Detail with Description
Debt Service

Scenario: FY2013 Supplemental (10508)
Component: School Debt Reimbursement (153)
RDU: Debt Service (251)
Title: FY2013 State Aid for Costs of School Construction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	-5,000.0	0.0	0.0	0.0	0.0	0.0	-5,000.0	0.0	0	0	0

1004 Gen Fund -5,000.0

Sec. 13. DEBT AND OTHER OBLIGATIONS. (a) Section 23(k), ch. 15, SLA 2012, page 86, lines 2-6, is amended to read:
 (k) The sum of \$115,386,300 [\$120,386,300] is appropriated to the Department of Education and Early Development for state aid for costs of school construction under AS 14.11.100 for the fiscal year ending June 30, 2013, from the following sources:

General fund	\$93,586,300
	[\$98,586,300]
School Fund (AS 43.50.140)	21,800,000

Based on recent projections, the amount of state aid required for costs of school construction under AS 14.11.100 for the fiscal year ending June 30, 2013 is estimated to be \$5,000,000 less than appropriated in SLA 2012.

Change Record Detail with Description
Fund Capitalization

Scenario: FY2013 Supplemental (10508)
Component: Disaster Relief Fund (2497)
RDU: Fund Capitalization (OpSys) (608)
Title: Disaster Relief Fund Supplemental

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	3,400.0	0.0	0.0	0.0	0.0	0.0	3,400.0	0.0	0	0	0
1004 Gen Fund		3,400.0										

On September 21, 2012, the Governor declared the September Severe Storms Disaster. The federal disaster was declared November 27, 2012.

The total estimated expenditures are \$30,163.8 with \$15,535.4 required from the state general fund. The state general fund will support the required 25% match to the federal disaster, the entire State Individual Assistance Program costs, and Public Assistance Program costs in areas not covered in the Federal Disaster Declaration.

The Disaster Relief Fund does not have enough general funds to cover the anticipated state costs for this disaster. A supplemental appropriation of \$900.0 is being requested to cover these costs.

An additional general fund appropriation to the Disaster Relief Fund of \$2,500.0 is being requested to replenish the fund. Past history shows that at least one if not more flooding events will happen in the spring. The Disaster Relief Fund does not have enough funding to cover the anticipated general fund need.

September Severe Storms Disaster	900.0
Anticipated Spring Events	2,500.0
Total Supplemental Request	\$3,400.0

* Sec. XX. FUND CAPITALIZATION. The sum of \$3,400,000 is appropriated from the general fund to the disaster relief fund (AS 26.23.300(a)).

Change Record Detail with Description
Fund Transfers

Scenario: FY2013 Supplemental (10508)

Component: Fish and Game Fund (2503)

RDU: OpSys Other Transfers (non-add) (607)

Title: Revenue from Shooting Ranges, Sanctuary Permits and Waterfowl Prints Appropriated to the Fish and Game Fund

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Suppl	396.3	0.0	0.0	0.0	0.0	0.0	0.0	396.3	0	0	0
1024	Fish/Game	396.3										

Sec. 26. FUND TRANSFERS. The amount equal to the revenue collected from the following sources during the fiscal year ending June 30, 2013, is appropriated to the fish and game fund (AS 16.05.100);

- (1) range fees collected at shooting ranges operating by the Department of Fish and Game (AS 16.05.050(a)(15)), estimated to be \$303,900;
- (2) receipts from the sale of waterfowl conservation stamp limited edition prints (AS 16.05.826(a)), estimated to be \$5,000;
- (3) fees collected for sanctuary access permits (AS 16.05.050(a)(15)), estimated to be \$87,400.

This language item has two corresponding numbers section fund source change transactions. These requests are included in the FY2014 Governor's budget.

MEMORANDUM
DEPARTMENT OF NATURAL RESOURCES

State of Alaska
SUPPORT SERVICES DIVISION

TO: Karen Rehfeld
Director, OMB

DATE: January 23, 2013

FILE NO: Fire Ratification

TELEPHONE NO.: 465-2422

FROM: Jeanmarie Davis *J. Davis*
Division Director

SUBJECT: FY2012
Ratification
Fire Suppression

The Department of Natural Resources requests a ratification item to be included in SLA13 legislation for Fire Suppression. The ratification amount is \$5,259,700, for FY2012 general fund authorization posted and expended in the Statewide Fire Suppression Program RDU, Fire Suppression Activity component.

The authorization to expend was obtained through the "Declaration of a Disaster Emergency" process, during the time period after the regular FY2012 supplemental process by the Legislature. A copy of the disaster declaration is attached, along with an AKSAS management report verifying the authorization and expenditure amounts.

FY2012 GENERAL FUND History for AR 37313 Fire Suppression Activity:

\$ 6,663,300.00 Original General Fund Authorization
\$ 4,892,500.00 Chapter 1 FSSLA 2012 Supplemental
(\$200,000.00) Transferred to Fire Preparedness for Early Fire Season implementation
\$11,355,800.00 Total Authorization Approved by the Legislature

\$14,283,246.05 Posted Fire Activity General Fund Authorization including Disaster funding

\$ 2,927,446.05 Ratification Needed