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Governor Sean Parnell
STATE OF ALASKA

May 28, 2014

The Honorable Charlie Huggins
President of the Senate
Alaska State Legislature
State Capitol, Room 111
Juneau, AK 99801-1182

Dear President Huggins,

On this date, I have signed the following bill passed by the second session of the Twenty-Eighth Alaska State Legislature and am transmitting the engrossed and enrolled copies to the Lieutenant Governor's Office for permanent filing:

HCS CSSB 119(FIN) am H

“An Act making and amending appropriations, including capital appropriations, supplemental appropriations, reappropriations, and other appropriations; making appropriations to capitalize funds; making appropriations under Art. IX, Sec. 17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund; and providing for an effective date.”

Chapter No. 18, SLA 2014

As passed by the Legislature, HCS CSSB 119(FIN) am H contains capital, supplemental, and operating appropriations for Fiscal Year 2014 and Fiscal Year 2015, totaling \$2.45 billion, including \$888.8 million in unrestricted general funds. This bill represents my continued commitment to Alaska's constitutional priorities including resource development, public safety, education, transportation, and infrastructure.

This legislation also approves a transfer of \$3 billion from the Constitutional Budget Reserve fund into the State's retirement trust funds. This transfer addresses Alaska's single largest cost driver – our unfunded pension liability – and will significantly reduce our annual operating costs instead of pushing it off to future generations.

I am committed to a responsible budget that provides essential public services and makes strategic investments to grow our economy. Leaving a strong, vibrant Alaska for our children and grandchildren requires living within our means and prioritizing spending for Alaskans' future. The

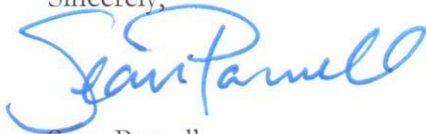
The Honorable Charlie Huggins
May 28, 2014
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capital budget focuses on fixing what we have through deferred maintenance and finishing what we have started. It also provides matching funds to leverage federal and local dollars. The budget contains ongoing investments in energy development, roads to resources, water and sewer projects, and school construction.

Working together, we were able to enact a responsible budget and significantly reduce State spending from the current year. In addition, with the increased jobs and economic activity being generated by the More Alaska Production Act, our state will continue to be prosperous and full of opportunity.

Thank you for your leadership.

Sincerely,

A handwritten signature in blue ink that reads "Sean Parnell". The signature is written in a cursive style with a large, looping "S" at the beginning.

Sean Parnell
Governor

Enclosure

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Governor Sean Parnell
STATE OF ALASKA

May 28, 2014

The Honorable Mike Chenault
Speaker of the House
Alaska State Legislature
State Capitol, Room 208
Juneau, AK 99801-1182

Dear Speaker Chenault,

On this date, I have signed the following bill passed by the second session of the Twenty-Eighth Alaska State Legislature and am transmitting the engrossed and enrolled copies to the Lieutenant Governor's Office for permanent filing:

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The Honorable Mike Chenault
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Sincerely,

A handwritten signature in blue ink that reads "Sean Parnell". The signature is written in a cursive, flowing style.

Sean Parnell
Governor

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