

STATE CAPITOL  
P.O. Box 110001  
Juneau, AK 99811-0001  
907-465-3500  
fax: 907-465-3532



550 West Seventh Avenue, Suite 1700  
Anchorage, AK 99501  
907-269-7450  
fax 907-269-7461  
[www.Gov.Alaska.Gov](http://www.Gov.Alaska.Gov)  
[Governor@Alaska.Gov](mailto:Governor@Alaska.Gov)

Governor Bill Walker  
STATE OF ALASKA

January 15, 2016

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

Dear President Meyer:

Under the authority of Article III, Section 18 of the Alaska Constitution, I am transmitting a bill relating to the State's capital budget for Fiscal Year 2017 (FY 2017).

The proposed capital budget totals \$1.3 billion, of which \$957 million is federal funds, \$195 million is unrestricted general funds, and \$111 million is other funds. The budget provides minimum capital funding for housing programs, limited energy and school maintenance and construction projects, and matching funds for transportation, water, and sewer.

The largest component of the capital budget is the State's transportation program, totaling \$68.9 million in State funds and \$860 million in matching federal funds. The second largest is minimum maintenance projects to address the life, health, and safety needs of State agencies and school districts, and the required maintenance for annual certification for the Alaska Marine Highway System vessels. Three priority school construction projects are included: the highest priority school (Kachemak Selo), remaining funding required for the Kivalina school, and a school kitchen facility for the Bethel school damaged in a recent fire. The capital budget also proposes \$5 million for criminal justice reform initiatives, which will strengthen public safety protections and reduce corrections spending, and \$1 million for the Bethel Scout Battalion, which will provide support to local communities facing natural and manmade disasters.

My Administration looks forward to working with the Legislature to finalize a capital budget at a sustainable level and is interested in collectively looking at a disciplined approach to using General Obligation Bonds for existing capital requirements.

I urge your prompt and favorable action on this measure.

Sincerely,

A handwritten signature in blue ink that reads "Bill Walker".

Bill Walker  
Governor

Enclosure

**SENATE BILL NO. 138**

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

**BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR**

**Introduced: 1/19/16**  
**Referred: Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act making appropriations, including capital appropriations, reappropriations,**  
2 **and other appropriations; making appropriations to capitalize funds; and providing for**  
3 **an effective date."**

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

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

1 \* Sec. 1. The following appropriations are for capital projects and grants from the general fund or other funds as set out in Section 2 of this Act by  
 2 funding source to the agencies named for the purposes expressed and lapse under AS 37.25.020, unless otherwise noted.

	Appropriation	General	Other	Federal
	Allocations	Items	Funds	Funds
<b>Department of Administration</b>				
6 General Services Public Building Fund				
7	Buildings Deferred Maintenance (HD 1-40)	4,000,000		4,000,000
8	State Capitol Third Floor Improvements (HD			
9	33-34)	475,000		475,000
<b>Department of Commerce, Community, and Economic Development</b>				
11	Community Block Grants (HD 1-40)	6,060,000	60,000	6,000,000
12	Alaska Energy Authority - Electrical			
13	Emergencies Program (HD 1-40)	330,000	330,000	
14	Alaska Energy Authority - Renewable Energy			
15	Projects Round IX (HD 1-40)	5,000,000	5,000,000	
16	Alaska Energy Authority - Rural Power Systems			
17	Upgrades (HD 1-40)	5,650,000	2,500,000	3,150,000
18	Alaska Energy Authority - Bulk Fuel Upgrades			
19	(HD 1-40)	6,650,000	1,300,000	5,350,000
20	Alaska Energy Authority - Alternative Energy			
21	and Energy Efficiency Programs (HD 1-40)	1,200,000	200,000	1,000,000
22	<b>Grants to Named Recipients (AS 37.05.316)</b>			
23	Inter-Island Ferry Authority (HD 33-36)	250,000	250,000	
24	Lower Kuskokwim School District - Bethel			

1	Department of Commerce, Community, and Economic Development (Cont.)				
2		Appropriation	General	Other	Federal
3		Allocations	Funds	Funds	Funds
4	Regional High School Central Kitchen and				
5	Multipurpose Addition (HD 38)	7,129,765	7,129,765		
6	<b>Grants to Municipalities (AS 37.05.315)</b>				
7	Seward - Flood Protection Scoping and				
8	Feasibility Study (HD 29-31)	300,000	300,000		
9	<b>Department of Corrections</b>				
10	OSHA Electrical Arc Flash Assessment and				
11	Remediation (HD 1-40)	1,800,000	1,800,000		
12	Annual Safety and Security Maintenance and				
13	Repair (HD 1-40)	1,000,000	1,000,000		
14	<b>Department of Education and Early Development</b>				
15	<b>School District Major Maintenance Grants (HD</b>				
16	<b>1-40)</b>	<b>11,283,533</b>	<b>11,283,533</b>		
17	Kake Schools Boiler Replacement (HD 35)	185,944			
18	Petersburg Middle/High School Primary Boiler				
19	Replacement (HD 35)	49,135			
20	Bristol Bay School Energy Upgrades and				
21	Renovations (HD 37)	11,048,454			
22	<b>School Construction Grant Fund (AS 14.11.005)</b>				
23	Kachemak Selo New K-12 School Construction				
24	(HD 29-31)	10,867,503	10,867,503		

1 Department of Education and Early Development (Cont.)					
		2 Appropriation	3 General	4 Other	5 Federal
		6 Allocations	7 Items	8 Funds	9 Funds
10	Kivalina K-12 Replacement School - Kasayulie				
11	(HD 40)	7,238,422	7,238,422		
12	Mt. Edgecumbe High School Deferred				
13	Maintenance (HD 35)	1,000,000	1,000,000		
14 <b>Department of Environmental Conservation</b>					
15 <b>Village Safe Water and Wastewater</b>					
16	<b>Infrastructure Projects (HD 1-40)</b>	<b>51,500,000</b>	<b>8,750,000</b>	<b>500,000</b>	<b>42,250,000</b>
17	First Time Service Projects (HD 1-40)	30,900,000			
18	Expansion, Upgrade, and Replacement of				
19	Existing Service (HD 1-40)	20,600,000			
20	Drinking Water Capitalization Grant - Subsidy				
21	Funding (HD 1-40)	2,526,300		2,526,300	
22	Statewide Contaminated Sites Cleanup (HD 1-40)	1,000,000	1,000,000		
23 <b>Department of Fish and Game</b>					
24	Fairbanks Regional Office Electrical,				
25	Telephone System, and Repairs (HD 1-5)	350,000	350,000		
26	Facilities, Vessels and Aircraft Maintenance,				
27	Repair and Upgrades (HD 1-40)	1,000,000	1,000,000		
28	Sport Fish Recreational Boating and Angler				
29	Access (HD 1-40)	3,000,000	750,000		2,250,000

	Appropriation	General	Other	Federal
	Allocations	Items	Funds	Funds
	<b>Office of the Governor</b>			
1	Primary and General Elections (HD 1-40)	3,814,000	3,694,000	120,000
2	Criminal Justice Reform and Reinvestment (HD			
3	1-40)	5,000,000	5,000,000	
4	<b>Department of Health and Social Services</b>			
5	Pioneer Homes Deferred Maintenance,			
6	Renovation, Repair and Equipment (HD 1-40)	1,417,500	1,417,500	
7	Non-Pioneer Home Deferred Maintenance,			
8	Renovation, Repair and Equipment (HD 1-40)	1,416,845	1,416,845	
9	Emergency Medical Services Match for Code			
10	Blue Project (HD 1-40)	500,000	500,000	
11	Office of Civil Rights Remediation Completion			
12	(HD 1-40)	2,773,980	2,219,184	554,796
13	<b>Department of Military and Veterans Affairs</b>			
14	Bethel Scout Battalion - Phase 1 of 5 (HD 38)	1,000,000	1,000,000	
15	National Guard Counterdrug Support (HD 1-40)	100,000		100,000
16	State Homeland Security Grant Programs (HD			
17	1-40)	4,500,000		4,500,000
18	<b>Department of Natural Resources</b>			
19	Federal and Local Government Funded Forest			
20	Resource and Fire Program Receipts (HD 1-40)	1,800,000	400,000	1,400,000
21	USGS Statemap Grant to Spur Mineral			

		Appropriation	General	Other	Federal
	Allocations	Items	Funds	Funds	Funds
1	Department of Natural Resources (Cont.)				
2					
3					
4	Investment and Exploration (HD 1-40)	600,000	300,000		300,000
5	National Recreational Trails Federal Grant				
6	Program (HD 1-40)	1,700,000	200,000		1,500,000
7	Abandoned Mine Lands Reclamation Federal				
8	Program (HD 1-40)	3,200,000			3,200,000
9	National Historic Preservation Fund (HD 1-40)	800,000	150,000		650,000
10	Snowmobile Trail Development Program and				
11	Grants (HD 1-40)	250,000	250,000		
12					
	<b>Department of Public Safety</b>				
13	Marine Fisheries Patrol Improvements (HD 1-40)	1,200,000			1,200,000
14					
	<b>Department of Revenue</b>				
15	NSTAR Re-platforming Project (HD 1-40)	5,000,000	1,700,000		3,300,000
16	<b>Alaska Housing Finance Corporation</b>				
17	AHFC Rental Assistance for Victims -				
18	Empowering Choice Housing Program (ECHP)				
19	(HD 1-40)	1,500,000	1,500,000		
20	AHFC Facility Maintenance Program (HD 1-40)	5,000,000			5,000,000
21	AHFC Teacher, Health and Public Safety				
22	Professionals Housing (HD 1-40)	2,300,000	1,000,000	1,300,000	
23	AHFC Cold Climate Housing Research Center				
24	(CCHRC) (HD 1-40)	1,000,000	1,000,000		

1 Department of Revenue (Cont.)					
		2 Appropriation	3 General	4 Other	5 Federal
		6 Allocations	7 Items	8 Funds	9 Funds
4	AHFC Senior Citizens Housing Development				
5	Program (HD 1-40)	1,750,000		1,750,000	
6	AHFC Housing and Urban Development Federal				
7	HOME Grant (HD 1-40)	4,500,000	750,000		3,750,000
8	AHFC Housing and Urban Development Capital				
9	Fund Program (HD 1-40)	2,500,000			2,500,000
10	AHFC Federal and Other Competitive Grants (HD				
11	1-40)	4,500,000	1,500,000		3,000,000
12	AHFC Competitive Grants for Public Housing				
13	(HD 1-40)	1,100,000	350,000		750,000
14	AHFC Supplemental Housing Development Program				
15	(HD 1-40)	3,000,000	3,000,000		
16	AHFC Weatherization Program (HD 1-40)	1,500,000			1,500,000
17	<b>Department of Transportation/Public Facilities</b>				
18	Capital Improvement Program Equipment				
19	Replacement (HD 1-40)	5,000,000		5,000,000	
20	Deferred Maintenance, Renewal, Repair and				
21	Equipment (HD 1-40)	8,000,000	8,000,000		
22	Public and Community Transportation State				
23	Match (HD 1-40)	1,000,000	1,000,000		
24	Alaska Marine Highway System Vessel Overhaul,				

1 Department of Transportation/Public Facilities (Cont.)					
2		Appropriation	General	Other	Federal
3	Allocations	Items	Funds	Funds	Funds
4	Annual Certification and Shoreside				
5	Facilities Rehabilitation (HD 1-40)	12,000,000	12,000,000		
6	State Equipment Fleet Replacement (HD 1-40)	24,600,000		24,600,000	
7	<b>Municipal Harbor Facility Grant Fund (AS 29.60.800)</b>				
8	Municipal Harbor Facility Grant Fund Projects				
9	(HD 1-40)	5,000,000	5,000,000		
10	<b>Federal Program Match (HD 1-40)</b>	<b>62,100,000</b>	<b>62,100,000</b>		
11	Federal-Aid Aviation State Match (HD 1-40)	10,800,000			
12	Federal-Aid Highway State Match (HD 1-40)	50,000,000			
13	Other Federal Program Match (HD 1-40)	1,300,000			
14	<b>Airport Improvement Program (HD 1-40)</b>	<b>198,700,000</b>		<b>11,500,000</b>	<b>187,200,000</b>
15	Alaska International Airport System (HD 1-40)	58,700,000			
16	Rural Airport Improvement Program (HD 1-40)	140,000,000			
17	<b>Statewide Federal Programs (HD 1-40)</b>	<b>73,000,000</b>		<b>50,000,000</b>	<b>23,000,000</b>
18	Cooperative Reimbursable Projects (HD 1-40)	55,000,000			
19	Federal Transit Administration Grants (HD				
20	1-40)	10,000,000			
21	Highway Safety Grants Program (HD 1-40)	8,000,000			
22	Surface Transportation Program (HD 1-40)	650,000,000			650,000,000
23	<b>University of Alaska</b>				
24	Deferred Maintenance, Renewal, Repair and				

	Appropriation	General	Other	Federal
	Allocations	Items	Funds	Funds
Equipment (HD 1-40)	10,000,000	10,000,000		
<b>Judiciary</b>				
Deferred Maintenance, Renewal, Repair and Equipment (HD 1-40)	2,382,100	2,382,100		
Court Security Projects (HD 1-40)	1,351,200	1,351,200		
* Sec. 2. The following summarizes by agency the funding for appropriations made in section 1 of this Act.				
Funding Source	Amount			
<b>Department of Administration</b>				
1108 Statutory Designated Program Receipts	475,000			
1147 Public Building Fund	4,000,000			
<b>*** Total Funding ***</b>	<b>\$4,475,000</b>			
<b>Department of Commerce, Community, and Economic Development</b>				
1002 Federal Receipts	15,500,000			
1003 General Fund Match	60,000			
1004 General Fund Receipts	12,009,765			
1210 Renewable Energy Grant Fund	5,000,000			
<b>*** Total Funding ***</b>	<b>\$32,569,765</b>			
<b>Department of Corrections</b>				
1004 General Fund Receipts	2,800,000			
<b>*** Total Funding ***</b>	<b>\$2,800,000</b>			
<b>Department of Education and Early Development</b>				
1004 General Fund Receipts	30,389,458			

1	<b>*** Total Funding ***</b>	<b>\$30,389,458</b>
2	<b>Department of Environmental Conservation</b>	
3	1002 Federal Receipts	42,250,000
4	1003 General Fund Match	8,750,000
5	1004 General Fund Receipts	1,000,000
6	1100 Alaska Drinking Water Fund	2,526,300
7	1108 Statutory Designated Program Receipts	500,000
8	<b>*** Total Funding ***</b>	<b>\$55,026,300</b>
9	<b>Department of Fish and Game</b>	
10	1002 Federal Receipts	2,250,000
11	1003 General Fund Match	750,000
12	1004 General Fund Receipts	1,350,000
13	<b>*** Total Funding ***</b>	<b>\$4,350,000</b>
14	<b>Office of the Governor</b>	
15	1004 General Fund Receipts	8,694,000
16	1185 Election Fund (HAVA)	120,000
17	<b>*** Total Funding ***</b>	<b>\$8,814,000</b>
18	<b>Department of Health and Social Services</b>	
19	1002 Federal Receipts	554,796
20	1003 General Fund Match	2,719,184
21	1004 General Fund Receipts	2,834,345
22	<b>*** Total Funding ***</b>	<b>\$6,108,325</b>
23	<b>Department of Military and Veterans Affairs</b>	
24	1002 Federal Receipts	4,600,000

1	1004 General Fund Receipts	1,000,000
2	<b>*** Total Funding ***</b>	<b>\$5,600,000</b>
3	<b>Department of Natural Resources</b>	
4	1002 Federal Receipts	7,050,000
5	1003 General Fund Match	650,000
6	1108 Statutory Designated Program Receipts	400,000
7	1195 Special Vehicle Registration Receipts	250,000
8	<b>*** Total Funding ***</b>	<b>\$8,350,000</b>
9	<b>Department of Public Safety</b>	
10	1002 Federal Receipts	1,200,000
11	<b>*** Total Funding ***</b>	<b>\$1,200,000</b>
12	<b>Department of Revenue</b>	
13	1002 Federal Receipts	19,800,000
14	1003 General Fund Match	1,700,000
15	1108 Statutory Designated Program Receipts	3,050,000
16	1139 AHFC Dividend	7,600,000
17	1180 Alcohol & Other Drug Abuse Treatment & Prevention Fund	1,500,000
18	<b>*** Total Funding ***</b>	<b>\$33,650,000</b>
19	<b>Department of Transportation/Public Facilities</b>	
20	1002 Federal Receipts	860,200,000
21	1003 General Fund Match	62,100,000
22	1004 General Fund Receipts	26,000,000
23	1026 Highways/Equipment Working Capital Fund	24,600,000
24	1027 International Airport Revenue Fund	11,500,000

1	1061 Capital Improvement Project Receipts	5,000,000
2	1108 Statutory Designated Program Receipts	50,000,000
3	<b>*** Total Funding ***</b>	<b>\$1,039,400,000</b>
4	University of Alaska	
5	1004 General Fund Receipts	10,000,000
6	<b>*** Total Funding ***</b>	<b>\$10,000,000</b>
7	<b>Judiciary</b>	
8	1004 General Fund Receipts	3,733,300
9	<b>*** Total Agency Funding ***</b>	<b>\$3,733,300</b>
10	<b>* * * Total Budget * * *</b>	<b>\$1,246,466,148</b>

11 \* Sec. 3. The following summarizes by fund source the funding for appropriations made in section 1 of this Act.

12	Funding Source	Amount
13	<b>Unrestricted General Funds</b>	
14	1003 General Fund Match	76,729,184
15	1004 General Fund Receipts	99,810,868
16	1139 AHFC Dividend	7,600,000
17	<b>* * * Total Unrestricted General Funds * * *</b>	<b>\$184,140,052</b>
18	<b>Designated General Funds</b>	
19	1180 Alcohol & Other Drug Abuse Treatment & Prevention Fund	1,500,000
20	1195 Special Vehicle Registration Receipts	250,000
21	1210 Renewable Energy Grant Fund	5,000,000
22	<b>* * * Total Designated General Funds * * *</b>	<b>\$6,750,000</b>
23	<b>Other Non-Duplicated Funds</b>	
24	1027 International Airport Revenue Fund	11,500,000

1	1108 Statutory Designated Program Receipts	54,425,000
2	*** Total Other Non-Duplicated Funds ***	\$65,925,000
3	<b>Duplicated Funds</b>	
4	1026 Highways/Equipment Working Capital Fund	24,600,000
5	1061 Capital Improvement Project Receipts	5,000,000
6	1100 Alaska Drinking Water Fund	2,526,300
7	1147 Public Building Fund	4,000,000
8	1185 Election Fund (HAVA)	120,000
9	*** Total Duplicated Funds ***	\$36,246,300
10	<b>Federal Funds</b>	
11	1002 Federal Receipts	953,404,796
12	*** Total Federal Funds ***	\$953,404,796
13	<b>*** Total Budget ***</b>	<b>\$1,246,466,148</b>

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

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

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

19 \* **Sec. 5. INSURANCE CLAIMS.** The amounts to be received in settlement of insurance  
20 claims for losses and the amounts to be received as recovery for losses are appropriated from  
21 the general fund to the

22 (1) state insurance catastrophe reserve account (AS 37.05.289(a)); or

23 (2) appropriate state agency to mitigate the loss.

24 \* **Sec. 6. NATIONAL PETROLEUM RESERVE - ALASKA IMPACT GRANT**  
25 **PROGRAM.** The amount received by the National Petroleum Reserve - Alaska special  
26 revenue fund (AS 37.05.530(a)) under 42 U.S.C. 6506a(l) or former 42 U.S.C. 6508 by  
27 August 31, 2016, estimated to be \$3,502,626, is appropriated from that fund to the  
28 Department of Commerce, Community, and Economic Development for capital project grants  
29 under the National Petroleum Reserve - Alaska impact grant program.

30 \* **Sec. 7. DEPARTMENT OF ENVIRONMENTAL CONSERVATION.** (a) The  
31 unexpended and unobligated balances, not to exceed \$1,040,000 of the estimated total balance

1 of \$4,187,600, of the following appropriations are reappropriated to the Department of  
2 Environmental Conservation for the Haines: sewer treatment plant health and safety upgrades:

3 (1) sec. 1, ch. 82, SLA 2006, page 66, lines 14 - 15, and allocated on page 68,  
4 lines 5 - 7 (Department of Environmental Conservation, water and wastewater infrastructure  
5 projects, Ketchikan Tongass Avenue water and sewer phase 3 matching grant - \$1,884,179);

6 (2) sec. 4, ch. 30, SLA 2007, page 90, lines 8 - 9, and allocated on page 90,  
7 lines 17 - 19 (Department of Environmental Conservation, water and wastewater  
8 infrastructure projects, Anchorage - South Fork Chester Creek channel restoration -  
9 \$1,030,000);

10 (3) sec. 4, ch. 30, SLA 2007, page 90, lines 8 - 9, and allocated on page 90,  
11 line 21 (Department of Environmental Conservation, water and wastewater infrastructure  
12 projects, Bethel - \$7,595,224);

13 (4) sec. 4, ch. 30, SLA 2007, page 90, lines 8 - 9, and allocated on page 91,  
14 lines 32 - 33, and page 92, line 3 (Department of Environmental Conservation, water and  
15 wastewater infrastructure projects, North Pole - Baker/North Star water and sewer phase I -  
16 \$2,067,210);

17 (5) sec. 13, ch. 29, SLA 2008, page 139, lines 7 - 9, and allocated on page  
18 139, lines 10 - 13 (Department of Environmental Conservation, municipal water, sewage, and  
19 solid waste facilities grants, Anchorage: Asplund wastewater treatment facility disinfection  
20 upgrade - \$2,060,000);

21 (6) sec. 62, ch. 29, SLA 2008, page 221, lines 21 - 24, and allocated on page  
22 221, lines 26 - 27 (Department of Environmental Conservation, municipal water, sewage, and  
23 solid waste facilities grants, Anchorage: Asplund wastewater treatment facility disinfection  
24 upgrade - \$206,000);

25 (7) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,  
26 lines 3 - 6 (Department of Environmental Conservation, municipal water, sewage, and solid  
27 waste facilities grants, Fairbanks North Star Borough: Pioneer Park water and sewer  
28 improvements - \$100,395);

29 (8) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 7,  
30 lines 20 - 22 (Department of Environmental Conservation, municipal water, sewage, and solid  
31 waste facilities grants, Juneau: West Mendenhall Valley sewer expansion, phase III -

1 \$1,608,860);

2 (9) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 8,  
3 lines 9 - 12 (Department of Environmental Conservation, municipal water, sewage, and solid  
4 waste facilities grants, Nome: Moonlight Springs transmission line upgrade/replace, phase II -  
5 \$3,090,000);

6 (10) sec. 1, ch. 15, SLA 2009, page 6, lines 25 - 27, and allocated on page 8,  
7 lines 16 - 18 (Department of Environmental Conservation, municipal water, sewage, and solid  
8 waste facilities grants, Palmer: steel water main replacement, phase VII - \$2,033,220);

9 (11) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 24,  
10 lines 13 - 17 (Department of Environmental Conservation, municipal water, sewage, and solid  
11 waste facilities grants, Fairbanks North Star Borough - solid waste landfill leachate  
12 recirculation project - \$900,450);

13 (12) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,  
14 lines 8 - 10 (Department of Environmental Conservation, municipal water, sewage, and solid  
15 waste facilities grants, Matanuska Susitna Borough - central landfill cell 2 closure -  
16 \$546,480);

17 (13) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,  
18 lines 11 - 13 (Department of Environmental Conservation, municipal water, sewage, and solid  
19 waste facilities grants, North Pole - water and sewer improvements - \$2,731,869);

20 (14) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,  
21 lines 21 - 23 (Department of Environmental Conservation, municipal water, sewage, and solid  
22 waste facilities grants, Palmer - continued southwest utility extension phase 2 - \$1,802,500);

23 (15) sec. 7, ch. 43, SLA 2010, page 24, lines 4 - 6, and allocated on page 25,  
24 lines 24 - 26 (Department of Environmental Conservation, municipal water, sewage, and solid  
25 waste facilities grants, Palmer - continued steel water main replacement phase 7 -  
26 \$2,523,500);

27 (16) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
28 81, lines 30 - 31 (Department of Environmental Conservation, municipal water, sewage, and  
29 solid waste facilities grants, Haines - asbestos cement pipe replacement - \$535,224);

30 (17) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
31 81, lines 32 - 33 (Department of Environmental Conservation, municipal water, sewage, and

1 solid waste facilities grants, Kenai - water transmission mains phase 3 - \$1,603,710);

2 (18) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
3 82, lines 3 - 4 (Department of Environmental Conservation, municipal water, sewage, and  
4 solid waste facilities grants, Ketchikan - water and sewer improvements - \$3,476,250);

5 (19) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
6 82, lines 10 - 12 (Department of Environmental Conservation, municipal water, sewage, and  
7 solid waste facilities grants, Palmer - southwest water utility extension, phase 2B increase -  
8 \$2,575,000);

9 (20) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
10 82, lines 13 - 15 (Department of Environmental Conservation, municipal water, sewage, and  
11 solid waste facilities grants, Sitka - ultraviolet water disinfection facility - \$3,587,500);

12 (21) sec. 1, ch. 5, FSSLA 2011, page 81, lines 27 - 29, and allocated on page  
13 82, lines 18 - 19 (Department of Environmental Conservation, municipal water, sewage, and  
14 solid waste facilities grants, Unalaska - water treatment plant - \$3,090,000);

15 (22) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page  
16 114, lines 12 - 14 (Department of Environmental Conservation, municipal water, sewage, and  
17 solid waste facilities grants, Ketchikan - Jackson/Monroe Streets and 4th/7th Avenues water  
18 and sewer - \$767,860);

19 (23) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page  
20 114, lines 22 - 24 (Department of Environmental Conservation, municipal water, sewage, and  
21 solid waste facilities grants, Nome - East Sclaircore replacement/expansion phase 2 -  
22 \$3,090,000);

23 (24) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page  
24 114, lines 31 - 33, and page 115, line 3 (Department of Environmental Conservation,  
25 municipal water, sewage, and solid waste facilities grants, Seward - North Seward water  
26 storage tank and pumping facility - \$2,583,240);

27 (25) sec. 1, ch. 17, SLA 2012, page 113, lines 30 - 32, and allocated on page  
28 115, lines 13 - 15 (Department of Environmental Conservation, municipal water, sewage, and  
29 solid waste facilities grants, Unalaska - wastewater treatment plant upgrade - \$4,090,000);

30 (26) sec. 1, ch. 16, SLA 2013, page 63, lines 24 - 26, and allocated on page  
31 63, lines 31 - 32 (Department of Environmental Conservation, municipal water, sewage, and

1 solid waste facilities grants, Haines - asbestos cement pipe replacement - \$570,544);

2 (27) sec. 1, ch. 16, SLA 2013, page 63, lines 24 - 26, and allocated on page  
3 64, lines 5 - 7 (Department of Environmental Conservation, municipal water, sewage, and  
4 solid waste facilities grants, Ketchikan - Jackson/Monroe Streets and 4th/7th Avenues water  
5 and sewer - \$2,319,090);

6 (28) sec. 1, ch. 16, SLA 2013, page 63, lines 24 - 26, and allocated on page  
7 64, lines 13 - 15 (Department of Environmental Conservation, municipal water, sewage, and  
8 solid waste facilities grants, Unalaska - wastewater treatment plant upgrade - \$3,090,000);

9 (29) sec. 1, ch. 16, SLA 2013, page 63, lines 24 - 26, and allocated on page  
10 64, lines 18 - 20 (Department of Environmental Conservation, municipal water, sewage, and  
11 solid waste facilities grants, Valdez - wastewater treatment plant outfall line - \$1,894,170);

12 (30) sec. 28, ch. 16, SLA 2013, page 129, lines 11 - 17, (Department of  
13 Environmental Conservation, project administration of water quality enhancement, water  
14 supply, sewage, and solid waste facilities grants to municipalities, Kodiak ultraviolet  
15 secondary water treatment facility and for replacing and upgrading the pump house in  
16 Monashka Bay - \$900,000);

17 (31) sec. 1, ch. 18, SLA 2014, page 51, lines 21 - 22, and allocated on page  
18 51, lines 28 - 30 (Department of Environmental Conservation, municipal water, sewage, and  
19 solid waste facilities grants, Kodiak Aleutian Homes water and sewer replacement -  
20 \$3,044,465);

21 (32) sec. 1, ch. 18, SLA 2014, page 51, lines 21 - 22, and allocated on page  
22 51, lines 31 - 32 (Department of Environmental Conservation, municipal water, sewage, and  
23 solid waste facilities grants, Kodiak pump house replacement - \$2,570,315).

24 (b) The unexpended and unobligated balances, not to exceed \$1,040,000 after the  
25 appropriation made in (a) of this section, of the appropriations listed in (a)(1) - (32) of this  
26 section, are reappropriated to the Department of Environmental Conservation for the Sitka:  
27 South Lake and West DeGroff water and sewer replacement.

28 (c) The unexpended and unobligated balances, not to exceed \$1,019,287 after the  
29 appropriations made in (a) and (b) of this section, of the appropriations listed in (a)(1) - (32)  
30 of this section, are reappropriated to the Department of Environmental Conservation for the  
31 Kenai: wastewater treatment plant upgrades, phase II.

1 (d) The unexpended and unobligated balances, not to exceed \$1,040,000 after the  
 2 appropriations made in (a) - (c) of this section, of the appropriations listed in (a)(1) - (32) of  
 3 this section, are reappropriated to the Department of Environmental Conservation for the  
 4 Ketchikan Gateway Borough: South Tongass Shoup to Forest Park water and sewer.

5 (e) The unexpended and unobligated balances, estimated to be \$48,314 but not to  
 6 exceed \$731,236 after the appropriations made in (a) - (d) of this section, of the  
 7 appropriations listed in (a)(1) - (32) of this section, are reappropriated to the Department of  
 8 Environmental Conservation for the Wrangell: water main replacement.

9 \* **Sec. 8.** DEPARTMENT OF PUBLIC SAFETY. (a) The unexpended and unobligated  
 10 balances, not to exceed \$2,269,500, of the estimated balance of \$3,619,500, of the  
 11 appropriations made in sec. 1, ch. 17, SLA 2012, page 128, lines 19 - 21 (Department of  
 12 Public Safety, P/V Woldstad - engine repower and other dry dock maintenance - \$2,400,000)  
 13 and sec. 1, ch. 18, SLA 2014, page 60, lines 25 - 26 (Department of Public Safety, P/V  
 14 Woldstad - engine repower and other dry dock maintenance - \$1,300,000), are reappropriated  
 15 to the Department of Public Safety for aircraft and vessel repair and maintenance.

16 (b) The unexpended and unobligated balances, after the appropriation made in (a) of  
 17 this section, estimated to be \$1,350,000, of the appropriations made in sec. 1, ch. 17, SLA  
 18 2012, page 128, lines 19 - 21 (Department of Public Safety, P/V Woldstad - engine repower  
 19 and other dry dock maintenance - \$2,400,000), and sec. 1, ch. 18, SLA 2014, page 60, lines  
 20 25 - 26 (Department of Public Safety, P/V Woldstad - engine repower and other dry dock  
 21 maintenance - \$1,300,000), are reappropriated to the Department of Public Safety for deferred  
 22 maintenance, renewal, repair, and equipment.

23 \* **Sec. 9.** DEPARTMENT OF REVENUE. (a) The unexpended and unobligated balances,  
 24 not to exceed \$1,750,000, of the estimated balance of \$20,000,000, of the following  
 25 appropriations are reappropriated to the Alaska Housing Finance Corporation for the senior  
 26 citizens housing development program:

27 (1) sec. 4, ch. 5, FSSLA 2011, page 138, line 10 - 11 (AHFC Home  
 28 Energy Rebate program - \$37,500,000);

29 (2) sec. 1, ch. 17, SLA 2012, page 131, line 28 - 29 (AHFC Home  
 30 Energy Rebate program - \$20,000,000);

31 (3) sec. 1, ch. 16, SLA 2013, page 78, line 4 - 5 (AHFC Home Energy

1 Rebate program - \$20,000,000);

2 (4) sec. 1, ch. 18, SLA 2014, page 62, line 15 - 16 (AHFC Home  
3 Energy Rebate program - \$15,000,000).

4 (b) The unexpended and unobligated balances, after the appropriation made in (a) of  
5 this section, not to exceed \$6,600,000, of the estimated balance of \$20,000,000, of the  
6 following appropriations are reappropriated to the Alaska Housing Finance Corporation for  
7 the weatherization program:

8 (1) sec. 4, ch. 5, FSSLA 2011, page 138, line 10 - 11 (AHFC Home Energy  
9 Rebate program - \$37,500,000);

10 (2) sec. 1, ch. 17, SLA 2012, page 131, line 28 - 29 (AHFC Home Energy  
11 Rebate program - \$20,000,000);

12 (3) sec. 1, ch. 16, SLA 2013, page 78, line 4 - 5 (AHFC Home Energy Rebate  
13 program - \$20,000,000);

14 (4) sec. 1, ch. 18, SLA 2014, page 62, line 15 - 16 (AHFC Home Energy  
15 Rebate program - \$15,000,000).

16 \* **Sec. 10.** FUND CAPITALIZATION. (a) The sum of \$250,000 is appropriated from  
17 federal receipts to the emerging energy technology fund (AS 42.45.375) for capital projects.

18 (b) The sum of \$1,000,000 is appropriated from the general fund to the emerging  
19 energy technology fund (AS 42.45.375) for capital projects.

20 \* **Sec. 11.** LAPSE. (a) The appropriations made in secs. 6, 7, 8, and 9 of this Act are for  
21 capital projects and lapse under AS 37.25.020.

22 (b) The appropriations made in sec. 5(1) and 10 of this Act are for the capitalization  
23 of funds and do not lapse.

24 \* **Sec. 12.** Sections 7, 8, and 9 of this Act take effect June 30, 2016.

25 \* **Sec. 13.** Except as provided in sec. 12 of this Act, this Act takes effect July 1, 2016.