

AEA - Static Var Compensator Upgrades

FY2008 Request: \$10,000,000
Reference No: AMD45698

AP/AL: Appropriation **Project Type:** Equipment
Category: Health/Human Services
Location: Anchorage Areawide **Contact:** Sara Fisher-Goad
House District: Anchorage Areawide (HD 17-32) **Contact Phone:** (907)771-3012
Estimated Project Dates: 04/13/2008 - 06/30/2013

Brief Summary and Statement of Need:

Amendment: Financing for upgrades and repairs of network control devices to maintain the stability of the Alaska Intertie.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
AK Cap Inc	\$10,000,000						\$10,000,000
Total:	\$10,000,000	\$0	\$0	\$0	\$0	\$0	\$10,000,000

<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 checked="" 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
<u>One-Time Startup:</u>	0	
Totals:	0	0

Additional Information / Prior Funding History:

No prior request.

Project Description/Justification:

The Teeland Static Var Compensator (SVC) unit has been periodically out of service because it apparently is losing its phase lock and outputting voltage spikes. Of the three that are part of the AEA-owned intertie, no more than one may be out of service at any given time. SVCs are active network control devices that must operate to maintain stability of the Intertie. If the intertie goes down, lower-cost power generated from Southcentral will not be able to be transmitted north to Fairbanks.

The utilities are terming the SVC condition as serious, warranting immediate attention. This appropriation will finance repairs, payable by participating utilities, for design services, removal of existing SVCs, installing new thyristor devices, controllers and cooling systems at the Gold Hill, Healy and Teeland sub-stations. In addition, the appropriation will finance Supervisory Control And Data Acquisition (SCADA) communication upgrades to integrate the new controls into the existing network SCADA system.

The debt obligation is consistent with the Alaska Intertie Agreement that requires the participating utilities to pay for intertie repairs, renewals and replacements. The debt obligation shall be payable at 0% for a term not to exceed 15 years.

Re-Engineering Insurance Business Processes**FY2008 Request: \$2,000,000****Reference No: AMD45699****AP/AL:** Appropriation**Project Type:** Renewal and Replacement**Category:** General Government**Location:** Statewide**Contact:** Sam Thomas**House District:** Statewide (HD 1-40)**Contact Phone:** (907)465-2506**Estimated Project Dates:** 04/13/2008 - 06/30/2013**Brief Summary and Statement of Need:**

Amendment: Redesign, automate, and modernize the Division of Insurance's regulatory systems to assure competitive, viable, ethical and lawful insurance is available to Alaskans.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
Rcpt Svcs	\$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 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 checked="" 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
<u>One-Time Startup:</u>	0	
Totals:	0	0

Additional Information / Prior Funding History:

\$525.0 - SLA04 Sec.1 Ch159 P3 L9 and \$1,300.0 - SLA06 Sec.1 Ch82 P3 L26.

Project Description/Justification:

This amendment provides additional funding to a prior year project to continue the redesign and modernization of the Division of Insurance's information systems used to regulate the insurance industry. This project continues the work to 1) incorporate web-based systems that interface with the Division's regulatory applications and 2) rewrite the Division's regulatory applications using newer technology that is becoming the industry standard.

Integration of web-based systems that interface with the division's regulatory systems streamline business processes and allow for customer self-service. Of Insurance's five regulatory programs incorporating web-based systems, funding has been received for two: licensing and surplus lines. Funding for the licensing web-based system was received from a previous project at a cost of \$300.0. Funding for the surplus lines web-based system will be completed under the original \$525.0 capital project. The three remaining programs will be completed with this request at an estimated cost of \$500.0: company build, consumer services, and filings.

Rewriting the division's regulatory applications from Oracle forms and reports to the newer VB.net technology will greatly enhance the division's ability to align itself with upcoming statewide upgrades and will provide a more seamless integration of applications. Of twelve programs that require re-writes, four have been or will be completed with funding from the original \$525.0 capital project: receipting, surplus lines internal, company planning, and System Electronic Rate Filing (SERF - National Association of Insurance Commissioners). The eight remaining programs will be completed with this request at an estimated cost of \$1,500.0: company, licensing, consumer services, market exams, filings, enforcement, administration, and orders.

Each system will require an average of approximately 2200 hours of programmer time to build. At current staffing levels of two state programmers, replacing the systems will take over six years. This request will enable the Division to utilize additional contractor resources to reduce the time required to two years. Utilizing newer technology will also provide better security and access to multiple systems with a single sign-on. No hardware costs are being requested.

Prescription Drug Monitoring**FY2008 Request: \$49,436**
Reference No: 45660**AP/AL:** Appropriation**Project Type:** Health and Safety**Category:** Public Protection**Location:** Statewide**Contact:** Samuel Thomas**House District:** Statewide (HD 1-40)**Contact Phone:** (907)465-2506**Estimated Project Dates:** 07/01/2007 - 06/30/2008**Brief Summary and Statement of Need:**

Department of Justice prescription drug monitoring program planning grant. This project contributes to the department's mission of promoting a healthy economy, strong communities, and protecting consumers in Alaska.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
Fed Rcpts	\$49,436						\$49,436
Total:	\$49,436	\$0	\$0	\$0	\$0	\$0	\$49,436

<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
<u>One-Time Startup:</u>	<u>0</u>	<u>0</u>
Totals:	0	0

Additional Information / Prior Funding History:

No prior funding for this program has been requested.

Project Description/Justification:

Beginning in federal fiscal year 2002, Congress appropriated funding to the U.S. Department of Justice to support the Prescription Drug Monitoring Program. Prescription monitoring programs help prevent and detect the diversion and abuse of pharmaceutical controlled substances, particularly at the retail level where no other automated information collection system exists. States that have implemented prescription monitoring programs have the capability to collect and analyze prescription data much more efficiently than states without such programs, where the collection of prescription information requires the manual review of pharmacy files, a time-consuming and invasive process.

The purpose of the Prescription Drug Monitoring Program is to enhance the capacity of regulatory and law enforcement agencies to collect and analyze controlled substance prescription data. The program focuses on providing help for states that want to establish a prescription drug monitoring program. Resources are also available to states that wish to expand their existing programs.

Program objectives include:

- Building a data collection and analysis system at the state level.
- Enhancing existing programs' ability to analyze and use collected data.
- Facilitating the exchange of collected prescription data among states.
- Assessing the efficiency and effectiveness of the programs funded under this initiative.

Prescription Drug Monitoring

FY2008 Request: \$49,436
Reference No: 45660

Activities associated with this project/grant are in the very early developmental stage in Alaska. The Division of Corporations, Business and Professional Licensing will present the concept of the program to the health-related regulatory boards and interested parties. Ground work will commence to pass legislation that addresses the Prescription Drug Monitoring Program in Alaska. Communication with States currently administering the program will be used to development a similar program in Alaska; however no research or statistical activities will be used at this stage of the project.

This capital project grant request is for the initial planning grant awarded by the U.S. Department of Justice in the amount of \$49,436. Subsequent grant awards may be available, including a two-year implementation grant of up to \$400,000 and a two-year enhancement grant of up to \$400,000.

Organization Grant

FY2008 Request: \$300,000
Reference No: 40056

AP/AL: Appropriation
Category: Development
Location: Wrangell
House District: Sitka/Wrangell/Petersburg (HD 2)
Estimated Project Dates: 07/01/2008 - 06/30/2013

Project Type: Planning
Recipient: Wrangell
Contact: Tara Jollie
Contact Phone: (907)269-7959

Brief Summary and Statement of Need:

Grants to communities to defray the cost of incorporation. Each unorganized city or borough that incorporates after December 31, 1985 is entitled to an organization grant. This grant program contributes to the Department's mission of promoting a healthy economy and strong communities by assisting communities in achieving maximum self-government.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
Gen Fund	\$300,000						\$300,000
Total:	\$300,000	\$0	\$0	\$0	\$0	\$0	\$300,000

<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
<u>One-Time Startup:</u>	0	
Totals:	0	0

Additional Information / Prior Funding History:

Project Description/Justification:

To defray the cost of transition to city or borough government and to provide for interim government operations, each city incorporated, or each borough or unified municipality incorporated after December 31, 1985 is entitled to an organization grant under Alaska Statute 29.05.180 - .200.

Each city or second class city incorporated after December 31, 1985 is entitled to an organization grant as follows:

- (1) \$50,000 for the first full or partial fiscal year after incorporation; and
- (2) \$25,000 for the second fiscal year after incorporation

Each borough or unified municipality incorporated after December 31, 1985, is entitled to organization grants as follows:

- (1) \$300,000 for the municipality's first full or partial fiscal year;
- (2) \$200,000 for the municipality's second fiscal year; and
- (3) \$100,000 for the municipality's third fiscal year.

It is anticipated that the City of Wrangell will incorporate as a borough in fiscal year 2008. Under current Alaska Statute 29.05.180 - .200, Wrangell would be entitled to \$300,000 for the first year. The second year grant funding is included in the FY09 capital budget.

Climate Change Impact Mitigation Program

FY2008 Request: \$1,100,000

Reference No: 45662

AP/AL: Appropriation

Project Type: Planning

Category: Natural Resources

Recipient: Various

Location: Statewide

Contact: Sam Thomas

House District: Statewide (HD 1-40)

Contact Phone: (907)465-2505

Estimated Project Dates: 07/01/2007 - 06/30/2008

Brief Summary and Statement of Need:

A grant program for climate change impact mitigation that can be used by imminently threatened communities to address immediate community planning needs. Assistance would be for the most at-risk villages, and allow planning for construction of facilities that will be sustainable over time. This project contributes to the department's mission of promoting a healthy economy and strong communities.

Funding:	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	Total
Gen Fund	\$1,100,000						\$1,100,000
Total:	\$1,100,000	\$0	\$0	\$0	\$0	\$0	\$1,100,000

<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
<u>One-Time Startup:</u>	0	
Totals:	0	0

Additional Information / Prior Funding History:

No prior request has been submitted for this project.

Project Description/Justification:

A grant program for climate change impact mitigation that can be used by imminently threatened communities to address immediate community needs. Planning assistance would be for the most at-risk villages, and provide a planned approach to shoreline protection, building relocation and/or eventual relocation of the village.

The Congressional delegation has urged the State of Alaska to participate with the federal government in addressing climate related impacts on Alaskan communities. This planning effort is an appropriate response from the State in order to ensure effective use of resources in mitigating the impacts of increased shoreline erosion and flooding. Adaptation of communities, if not properly planned, will be uncoordinated and potentially ineffective. Results of community planning efforts will provide a common blueprint for investment of federal assistance and state and local resources as well.

This program will provide planning grants and other assistance in amounts of up to \$150.0 to imminently threatened communities to develop a community plan to address threats and mitigation measures. Mini-grants and assistance of up to \$50.0 will be provided to communities to identify climate change related impacts threatening life, property or the economy; to demonstrate the nature and severity of the impacts; and to provide preliminary investigation of mitigation measures. This assistance may include contractual expenses.

Local coordinators in four or more imminently threatened communities will coordinate community-based planning, local efforts, and provide program oversight. Costs for these coordinators will include services, travel and support.

Climate Change Impact Mitigation Program

FY2008 Request: \$1,100,000

Reference No: 45662

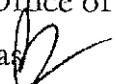
Planner III position and related travel and support totaling approximately \$115.0.



STATE OF ALASKA
DEPARTMENT OF
COMMERCE
COMMUNITY AND
ECONOMIC DEVELOPMENT

Sarah Palin, Governor
Emil Notti, Commissioner

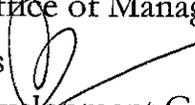
MEMORANDUM

DATE: January 18, 2008
TO: Joan Brown, Office of Management and Budget
FROM: Samuel Thomas 
RE: Kenai Peninsula Borough Recreational Fishing Activities for Disabled Veterans Grant
(Sec. 42(c), Page 164, Line 19, SB53, SLA2007)

As indicated by Legislative Finance, in order to treat the Kenai Peninsula Borough Recreational Fishing Activities for Disabled Veterans (Sec. 42(c), SB53, SLA2007) municipal grant as a capital item, the fiscal year reference needs to be removed.



MEMORANDUM

DATE: January 18, 2008
TO: Joan Brown, Office of Management and Budget
FROM: Samuel Thomas 
RE: Community Development Grant Appropriation Title and Scope Change (Sec. 4, Chapter 30, SLA 2007, Page 84, Line 26 (SB53))

This capital grant consists of multiple federally-funded programs, enabling Commerce to provide grants to communities and non-profit organizations for community development.

Examples of the federal programs under this capital grant include Alaska's Floodplain and Erosion Management program from the Federal Emergency Management Agency (FEMA), Mini-grants from the U.S. Department of Agriculture and the Denali Commission, the Multi-Use Facilities program from the Denali Commission, and the Coastal Zone Management program from the U.S. Department of Commerce through the Alaska state Department of Natural Resources.

Historically, these federal programs have been passed through the Department of Commerce to communities as grants. Recent federal grant programs have provided the Department of Commerce the opportunity to provide assistance to communities through training, community awareness and education programs, and workshops. An example is the U.S. Department of Treasury federal grant to provide financial education and services to rural Alaska residents, enabling them to access and use a wider array of financial services.

These activities require contractual authority; however, the original title and scope of the Community Development Grants appropriation only authorize grant expenditures. The department requests that the title of the appropriation made under Sec. 4, Chapter 30, SLA 2007, Page 84, Line 26 (SB53) be changed to Community Development Assistance and the scope be amended to allow personal services, travel, contractual & supply expenditures in addition to grant expenditures for this purpose.