



REPRESENTATIVE BILL THOMAS

ALASKA STATE LEGISLATURE DISTRICT 5

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Department of Administration FY 10 Budget Subcommittee February 26, 2009

Recommendations

Members:

Rep. Bill Thomas, Chair

Rep. Kurt Olson

Rep. Craig Johnson

Rep. Charisse Millett

Rep. Wes Keller

Rep. Chris Tuck

Rep. Max Gruenberg

The House Finance Budget Subcommittee for the Department of Administration submits an operating budget for FY 10 to the House Finance Committee as follows:

General Funds: \$72,849.9

Federal Funds: \$2,782.4

Other Funds: \$217,610.1

Total: \$293,242.4

The Subcommittee held four meetings with the Department and took the following actions:

Budget Action

Analyzed all transactions submitted by the Governor. The following are budget action highlights:

- Reviewed requests from the Alaska Public Broadcasting Commission for station operating grants and an internal budget increase. Alaska Public Radio received an increase in FY 09 of \$400,000. The committee denies the requested increase.
- Reviewed requests from Partners for Progress, a non-profit entity that provides support to Therapeutic Courts, for an increase in program operating grants of \$65,000 to replace federal funds that are expiring. Partners for Progress received an increase in FY 09 of \$65,000; the requested increase would bring their total GF to \$130,000. The committee denies the requested increase.

- Reviewed budget request for ALMR and did a three-year look back at the entire program. Committee recommends that the Department work with the municipalities and begin requiring the municipalities who participate in this program to pay their part of the operating and maintenance costs. The committee recommends a phase out approach to the state subsidy for the municipalities' share with full participation by the municipalities to begin in FY11. (Intent language has been added to the budget.)
- Reviewed the State Travel Office. The committee recommends that all out-of-state trips taken by state employees should be conducted on a mileage ticket where possible. (Intent language has been added to the budget.)
- Reviewed Centralized Administrative Services. Recommend that Finance Operations replace \$220,000 in general fund monies with Capital Improvement Project receipts.
- Reviewed Finance Operations' request for additional authority to spend receipts anticipated under a new contract with the U.S. Bank for the Bank One Card. The funding from these receipts would be used to offset cost increases related to the Alaska Data Enterprise Reporting warehouse and to provide for vacancy factor reductions. The committee recommends a fund source change to General Fund monies in compliance with AS 37.05.142-144.
- Reviewed budget request from Enterprise Technology Services to increase the State of Alaska Telecommunications System (SATS) for operations and maintenance. The requested funding would assist in maintaining the operations of the SATS microwave network system which serves areas outside of Anchorage. Many state agencies use this system and the increase is important to its continued operation. The committee accepts the \$300.0 general fund request, but feels that those that use this system should assist in its funding. The Department is asked to present the House Finance Co-Chairs with information on how the Department plans to charge the various other departments to recoup these costs.
- Reviewed fund source changes for unrealized contractual wage and health benefit increases. The committee rejects the Department's request to change the fund source of these increases from interagency receipts to general fund monies, and requests that the Department present the House Finance Co-Chairs with information on how the Department plans to charge the various other departments to recoup these costs within 10 days of this closeout.

Amendment Action

Reviewed amendments submitted by the Governor.

Accepted the following Governor's proposed amendments:

1.) Centralized Administrative Services	Dec	-\$7.5	GF
2.) Public Defender Agency	Inc	\$1,000.0	GF

Items of Concern

The committee is extremely concerned about the Alaska Land Mobile Radio program. This program has been in place for several years and thus far the Department has been unable to get the municipalities participating in the program to pay their share of the costs. The committee recommends that the Department do its best to work with the participating municipalities over the interim and strategize on how best to phase out this state subsidy and begin charging the municipalities the full amount of their share of the costs.

Attached Reports

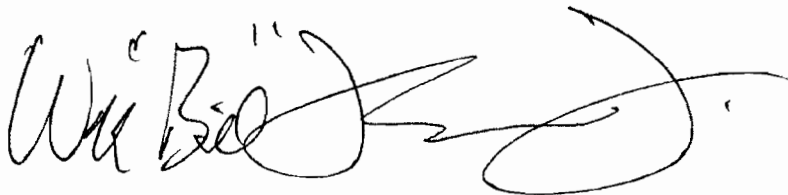
The committee adopts the reports attached:

Committee Generated Reports

- 1.) Transaction spreadsheet and summary

Legislative Finance Division Reports (Numbers Only)

- 1.) Agency Totals – FY 2010 Operating Budget – House Structure
- 2.) Appropriation/Allocation Summary (All Funds) – House Structure
- 3.) Appropriation/Allocation Summary (GF) – House Structure
- 4.) Transaction Comparison – House Structure (Between ADJ Base and H Subcomm)
- 5.) Transaction Comparison – House Structure (Between Gov Amd and H Subcomm)
- 6.) Wordage Report – FY 2010 Operating Budget, House Structure



Representative Bill Thomas
House Finance Subcommittee for Administration Chair
February 26, 2009

Department of Administration FY 10 Budget
House Finance Budget Subcommittee Recommendations

	<u>GF -GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY 09 Revised Management Plan	73,634.6	2,776.3	205,890.4	282,301.3
FY 10 Adjusted Base	71,775.9	2,784.3	207,602.6	282,162.8
Gov's FY 10 Budget	73,172.5	2,782.4	216,295.0	292,249.9
Gov's FY 10 Budget Amend	992.5	0.0	0.0	992.5
Gov's Amend FY 10 Budget Total	74,165.0	2,782.4	216,295.0	293,242.4
Subcommittee Adjustments	(1,315.1)	0.0	1,315.1	0.0
Total Subcommittee FY 10 Budget Recommendations Total	72,849.9	2,782.4	217,610.1	293,242.4

**Department of Administration
FY 10 Budget Final Recommendations**

Changes to Gov's FY 10 Amend	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employee Count</u>
1.) Division of Finance: Replace \$220,000 in Time and Attendance with CIP Receipts	(220.0)	220.0	0.0
2.) Salary Fund Source Changes	(1,095.1)	1,095.1	
Reductions to Gov's FY 10 Amend	<u>(1,315.1)</u>	<u>1,315.1</u>	
 Additional Subcommittee Recommendations			
	0.0		
 Concurrence with Gov's FY 10 Amend			
1.) Public Defender Agency: Costs due to caseload and workload increases	1,000.0		
2.) Centralized Admin Services: Delete OTI for costs associated with State Officers Compensation Commission	(7.5)		
Total Concurrence with Gov's FY 10 I	<u>992.5</u>		



Alaska State Legislature

House Finance Subcommittee

Dept. of Commerce, Community & Economic Development

Rep. Alan Austerman, Chair
Rep. Bryce Edgmon
Rep. Kyle Johansen
Rep. Mark Neuman
Rep. Paul Seaton
Rep. Berta Gardner
Rep. Chris Tuck

House Finance Committee
Rep. Mike Hawker, Co-chair
Rep. Bill Stoltze, Co-chair
State Capitol
Juneau, Alaska 99801
(907) 465-4979
Fax: 465-4979

MEMORANDUM

DATE: February 27, 2009

TO: Representative Mike Hawker, Co-chair
Representative Bill Stoltze, Co-chair
House Finance Committee

FROM: Representative Alan Austerman, Chair
DCCED House Finance Subcommittee

SUBJ: Department of Commerce, Community and Economic Development FY10 Closeout
Narrative | Summary Excel Notebook | Legislative Finance Reports

The House Finance Budget Subcommittee on the Department of Commerce, Community and Economic Development submits an operating budget for FY10 as follows:

GF: \$17,563.6 Fed Funds: \$64,592.7 Other Funds: \$103,920.1 TOTAL: \$186,076.4

The DCCED Subcommittee conducted five hearings regarding the FY10 Governor's Operating Budget Request for the Department of Commerce, Community and Economic Development. The following actions took place at the closeout meeting of February 25, 2009. A quorum was established at the closeout as Austerman, Edgmon, Johansen, Neuman, Seaton, Gardner were all present. The vote to move this out of subcommittee was 6-0.

Budget Action

The subcommittee accepted the FY10 Governor's Amended Budget except for the following changes:

1. Delete 150.0 GF for Support for Energy Planning under the Alaska Energy Authority
2. Delete 210.3 GF for AEA Executive Director under the Alaska Energy Authority
3. Delete 1,971.3 GF that was recommended to replace a reduction in Business License & Corp Receipts (BLic&Corp).

4. 1,5713.3 of excess BLic&Corp authority was deleted, while 400.0 was authorized for BLic&Corp.

Items of Concern

1. The AEA Executive Director/Statewide Energy Coordinator was funded in FY09 with CIP receipts from a statewide energy plan capital project. Although the statewide energy plan is completed and has been released, the department argued that the need for this position and support services will continue into the foreseeable future. The subcommittee disagreed with this premise and advised the department to look for additional funds already allocated to AEA. In addition, there is currently about \$300,000 left in FY09 money from the CIP receipts discussed above. The AEA executive director testified that most if not all of this money will be spent by June 30, 2009. According to the department, if any money is left over, it is carried forward into FY10 as CIP funds are not "swept."
2. The Division of Community and Regional Affairs (C&RA) operating expenses are partially funded with business license fees. Passage of HB111 last year cut the business license fees from \$100/year down to \$50/year, which will cause a significant reduction in that revenue stream. This law is effective October 1, 2009. The subcommittee allowed 400.0 in Business License & Corp Receipts (BLic&Corp) to the FY2010 budget and removed 1,571.3 of excess BLic&Corp authority. The subcommittee was steadfast in their belief that since HB111 was by request of the Governor, that the administration should now find the funds to replace the loss of the BLic&Corp money. Since the department testified that the loss of this funding will cost 20 to 25 jobs and could close down two regional C&RA offices, it is the intent of the chair to recommend to the full house finance committee that they consider taking the 1,571.3 GF as an unallocated reduction across the entire department and that the BLic&Corp authority be restored.

Attached Reports (Numbers Only)

~House Structure~

Agency Totals

Allocation Summary

Allocation Summary – General Funds

Transaction Compare – Between Adj Base and Hse Sub – Differences Only

Transaction Compare – Between Gov Amd and Hse Sub – Differences Only

Wordage Report

**Department of Commerce, Community and Economic Development FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	14,997.9	55,091.9	102,148.8	172,238.6
FY10 Adjusted Base Budget	14,798.0	54,712.5	102,695.3	172,205.8
Governor's FY10 Budget	19,627.0	64,377.2	103,613.9	187,618.1
Governor's FY10 Budget Amendments	19,495.2	64,592.7	103,920.1	188,008.0
Governor's Amend FY10 Budget Total	(131.8)	215.5	306.2	389.9
Subcommittee Adjustments	(2331.6)	0.0	400.0	(1,931.6)
Total Subcommittee FY10 Budget Recommendations Total	17,563.6	64,592.7	103,920.1	186,076.4

**Department of Commerce, Community & Economic Development FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	14,997.9	55,091.9	102,148.8	172,238.6
FY10 Adjusted Base Budget	14,798.0	54,712.5	102,695.3	172,205.8
Governor's FY10 Budget	19,627.0	64,547.2	103,613.9	187,788.1
Governor's FY10 Budget Amendments	(131.8)	45.5	306.2	219.9
Governor's Amend FY10 Budget Total	19,495.2	64,592.7	103,920.1	188,008.0
Subcommittee Adjustments	(2,331.6)	0.0	400.0	(1,931.6)
Total Subcommittee FY10 Budget Recommendations Total	17,163.6	64,592.7	104,320.1	186,076.4

Numbers only

**Department of Commerce, Community and Economic Development
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employ ee Count</u>
Changes to Gov's FY10 Amend			
<u>Community Assistance and Economic Development</u>			
1. Community and Regional Affairs: fund source change to replace loss of Business License Rcpts with GF was not accepted. The reduction for Blic&Corp Rcpts totals \$1,571.3 and \$400.0 was authorized.	(1,971.3)	400.0	0
<u>Office of Economic Development</u>			
2. Support for Energy Planning was not funded.	(150.0)		
3. Funding for AEA Executive Director/Statewide Energy Coordinator was not funded.	(210.3)		
Reductions to Gov's FY10 Amend	(2,331.6)	400.0	0.0
Additional Subcommittee Recommendations			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	(2,331.6)	400.0	0.0
Total Reduction All Funds		<u>(1,931.6)</u>	
Concurrence with Gov's FY10 Amend			
<u>Executive Administration</u>			
1. Commissioner's Office: Core Service Increases (I/A Rcpts)		171.0	0
2. Administrative Services: Core Service Increases (GF & I/A Rcpts)	2.3	5.9	
<u>Community Assistance and Economic Development</u>			
3. Community and Regional Affairs: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts & BLic Rcpts to Rcpt Svcs)	77.9	(77.9)	0
4. Community & Regional Affairs: Gov's Amd for fund source change to remove request in salary adjustment for existing bargaining unit was approved (GF back to BLic Rcpts)	(39.2)	39.2	
5. Community and Regional Affairs: fund source change to replace loss of Business License Rcpts with GF was not accepted. The reduction for Blic&Corp Rcpts was accepted and a portion was restored as noted below.		(1,971.3)	
2. Community and Regional Affairs: a portion of Bus Lic Rcpts (referenced above) was restored.		400.0	
6. Community & Regional Affairs: Core Services Incs were approved	30.0		
7. Community & Regional Affairs: continued funding for two Grant Administrators added in FY09 was approved.	164.0		2
8. Community & Regional Affairs: removal of excess expenditure authority was accepted. (I/A Rcpts)		(340.6)	

**Department of Commerce, Community and Economic Development
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
9. Community & Regional Affairs: an OTI for AK Legal Services grant was approved.	200.0		
10. Community & Regional Affairs: Gov's Amd for Implementation of Modified Cost Allocation Plan was funded.	4.4	51.1	
11. Office of Economic Development: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (BLic Rcpts to GF)	22.2	(22.2)	
12. Office of Economic Development: Gov's Amend for fund source change to remove request in salary adjustment for existing bargaining unit was approved (GF back to BLic Rcpts)	(22.2)	22.2	
13. Office of Economic Development: Approved I/A Rcpt for RSA with DMV to provide services in Tok and surrounding communities.		40.6	
14. Office of Economic Development: Funded Alaska Regional Development Organizations (ARDORS) at the FY09 level.		57.7	
15. Office of Economic Development: Gov's Amd for Implementation of Modified Cost Allocation Plan was funded.		61.9	
<u>Revenue Sharing</u>			
16. Payment in Lieu of Taxes: Approved authorization for PILT program to reflect the amount anticipated for FY10.		3,673.4	
17. National Forest Rcpts: Approved authorization to reflect anticipated revenues.		6,300.0	
<u>Investments</u>			
18. Core Service Increases approved.		13.6	
<u>AK Aerospace Development Corporation</u>			
19. Core Service Increases approved.		69.0	
20. Gov's Amd for Implementation of Modified Cost Allocation Plan was funded.		50.7	
<u>AK Industrial Development and Export Authority</u>			
21. Approved support for Energy Planning and Costs of Contractual Services. (I/A Rcpts & AIDEA Rcpt)		442.7	
22. Core Service Increases approved.		14.8	
23. Funded Alaska Regional Development Organizations (ARDORS) at the FY09 level.		57.7	
<u>Alaska Energy Authority</u>			
24. Power Equalization: Estimated funding needed to fund the PCE formula at \$32million (PCE fund)		4,000.0	

**Department of Commerce, Community and Economic Development
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employ ee Count</u>
<u>Alaska Seafood Marketing Institute</u>			
25. Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Rcpts Svcs to GF)	32.8	(32.8)	
26. Fund Source Change to replace uncollectable federal funding and other unavailable receipts was approved.	1,878.0	(1,878.0)	
27. Core Service Increases approved.	4.2		
28. Request to remove excess Fish Tax authorization was approved.		(1,000.0)	
29. Gov's Amd for Implementation of Modified Cost Allocation Plan was funded.	2.3	2.8	
<u>Banking and Securities</u>			
30. Funding for 3rd year fiscal note for HB 162 Mortgage Lending was approved. (Rcpt Svcs)		208.0	2
31. Continued funding for legal costs. (Rcpt Svcs)		180.0	
<u>Insurance Operations</u>			
32. Funding for 3 long term non perm positions working on an existing imaging capital project are authorized with CIP Rcpts.		122.8	
<u>Corporations, business and Professional Licensing</u>			
33. Core Service Increases approved. (Rcpt Svcs & Blic&Corp)		26.4	
34. OTI for Prescription Database was funded. (Fed Rcpts)		400.0	
35. Gov's Amd to reduce uncollectable I/A Authority was approved.		(300.0)	
36. Gov's Amd for Implementation of Modified Cost Allocation Plan was funded. (I/A Rcpt, Rcpts Svcs, Blic&Corp)		309.5	
<u>Regulatory Commission of Alaska</u>			
37. Gov's Amd for Implementation of Modified Cost Allocation Plan was funded. (RCA Rcpts)		105.3	
<u>DCED State Facilities Rent</u>			
38. Core Service Increases approved.		292.5	
<u>Serve Alaska</u>			
39. Gov's Amd for Implementation of Modified Cost Allocation Plan was funded. (Fed Rcpts & GF/Match)	8.9	9.0	
Total Concurrence with Govs FY10 Recs	<u>2,365.6</u>	<u>11,505.0</u>	<u>4.0</u>

House Finance Budget Subcommittee FY10 Department of Corrections

Subcommittee Report for FY10

February 27, 2009

The House Finance Budget Subcommittee for the Department of Corrections submits an operating budget for FY10 to the full House Finance Committee as follows:

Operating Budget	Gen Fund	Federal	Other	Total
FY10 Adjusted Base ¹	\$211,944,000	\$3,003,400	\$30,233,000	\$245,180,400
FY10 Gov Amend	\$214,041,400	\$3,174,400	\$31,985,100	\$249,200,900
(HFS) Recommendation	\$212,494,200	\$3,187,300	\$31,977,000	\$247,658,500

The Budget Subcommittee recommends an operating budget that authorizes \$1,547,200 less general funds and three fewer employees than the FY10 Governor's Amended request. The recommended budget requests a total increment from the FY10 Adjusted Base of \$550,200.

Subcommittee Recommendations

The subcommittee reviewed all aspects of the Department of Corrections budget, including a three-year look back to review the growth in the department's budget from FY07 to FY10 Governor's Amended proposal, and accepted the changes with the following major exceptions:

Research and Records

- o Denied a request to fund \$180,000 that the department received in FY09 as a one-time item for on-going records imaging.

Population Management

- o Denied an increment of \$302,200 for operating costs for an 80-bed expansion project that is not completed at the Wildwood Correctional Center.

¹ The Adjusted Base is the starting point for subcommittee discussion of the Governor's request. It removes one-time appropriations, reappropriations, and carryforward of multi-year appropriations. It incorporates the FY10 contractual salary increases. (Source: *Legislative Fiscal Analyst's Overview of the Governor's Request*, Page 12)

- o Reduced the operating base for the Wildwood expansion project (\$1,115,000) by \$889,400, allowing the department to retain \$217,500 for DOC employees to supervise and complete the expansion plans with inmate labor.
- o Funded an additional probation officer position for \$80,000.

Inmate Health Care

- o Reduced an increment of \$485,300 in PFD Criminal dollars for periodic polygraph testing and treatment of sex offenders on probation by fifty percent.
- o Modified and funded a proposed \$500,000 General Fund increment to expand substance abuse treatment programs within the institutions, \$257,3000 from General Fund and \$242,700 from PFD Criminal

Intent Language

The House Finance Budget Subcommittee approved the following Intent Language:

Office of the Commissioner

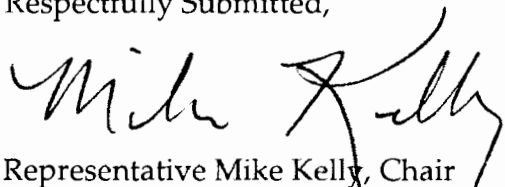
- o Requested the Department of Corrections to define its future facility needs including specific attention to the communities of Bethel, Seward, and Fairbanks and report the findings before February 1, 2010.

Goose Creek Correctional Center

- o Requested that no state funds, other than the amount required to reimburse the Mat-Su Borough for debt service costs, be used for capital costs associated with the Goose Creek Correctional Center
- o Requested the Department of Corrections to investigate the privatization of the operation and maintenance of the Goose Creek Correctional Center and report the findings before February 1, 2010.

It was an honor and a privilege to chair the House Finance Budget Subcommittee for the Department of Corrections and I thank everyone who was involved with the process. If you wish a copy of the spreadsheet discussed in subcommittee, please contact my legislative aide, Ms. Sheila Peterson, at 465-4936.

Respectfully Submitted,


Representative Mike Kelly, Chair
House Finance Budget Subcommittee

**Department of Corrections FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	210,982.0	2,990.5	30,560.0	244,532.5
FY10 Adjusted Base Budget	211,944.0	3,003.4	30,233.0	245,180.4
Governor's FY10 Budget	214,041.4	3,174.4	31,747.6	248,963.4
Governor's FY10 Budget Amendments	0.0	0.0	237.5	
Governor's Amend FY10 Budget Total	214,041.4	3,174.4	31,985.1	249,200.9
Subcommittee Adjustments *	(1,547.2)	12.9	(8.1)	(1,542.4)
Total Subcommittee FY10 Budget Recommendations Total	212,494.2	3,187.3	31,977.0	247,658.5

* As compared to Governor's Amend FY10 Budget Total

**Department of Corrections
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Pos. Count</u>
Changes to Gov's FY10 Amend			
Administration and Support			
1. Deny FY09 OTI GF request (\$180.0) to continue the on-going records imaging; positions are vacant and the request is not as urgent as some	(180.0)		
Population Management			
2. Deny request to replace federal dollars (\$12.9) for federal prisoners with General Fund in the Anchorage Correctional Complex	(12.9)	12.9	
3. Deny GF increment (\$302.0) that is directed for operating costs as the 80-bed expansion project in the Wildwood Complex is not complete	(302.2)		
4. Reduce the base for Wildwood (\$1.115.0) as 80-bed expansion is delayed; fund 3 existing positions (\$217.5) with money remaining	(889.4)	(8.1)	
5. Fund one additional probation officer; department is at its current vacancy factor	80.0		
Inmate Health Care			
6. Reduce request for PFD Criminal funds (\$485.3) for Sex Offender Prgm by 50 percent; sex offender self-pay needs to be encouraged by DOC		(242.7)	
7. Replace GF \$500.0 request with \$242.7 with PFD Crim to fund expansion of a substance abuse program with a 7/1/09 start date	(242.7)	242.7	
Reductions to Gov's FY10 Amend	(1,547.2)	4.8	

Concurrence with Gov's FY10 Amend

Administration and Support			
8. Grant authority to receive funding from the US Dept of Justice to enhance the department's automated victim notification system		183.9	
Population Management			
9. Fund bed rate increase negotiated for contract prison space in AZ; an increase of \$1.23 to \$62.86 per prisoner per day	381.1		
10. Allow DOC to receive \$250.0 from the Mat-Su Borough bond proceeds to oversee construction of the Goose Creek prison facility		250.0	
11. Accept a fund change from I/A Receipts to General Fund (2.0) to correct unrealizable fund source to help pay salary adjustments	2.0	(2.0)	
12. Increase Community Residential Centers contracts by 43-beds to assist in managing the in-state offender population	719.2		

**Department of Corrections
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Pos. Count</u>
Inmate Health Care			
13. Approve one-half increase in PFD Crim (\$485.3); current data does not support full increase (See Item 6)		242.6	
14. Approve increase in PFD Crim to add staff to meet the increased offender population with mental health issues		444.8	
15. Approve increase in PFD Crim to establish an institutional sex offender treatment program		200.0	
16. Approve \$257.3 of a \$500.0 Gen Fund request to fund expansion of a substance abuse program with a 7/1/09 start date (See Item 7)	257.3		
17. Approve MHTAAR funds as OTI to assist Trust beneficiary offenders re-enter the community		210.0	
18. Approve MHTAAR funds as OTI to add mental health clinical staff in Bethel and other identified facilities		164.0	
19. Removal of a \$12.5 MHTARR increase; the Trust decreased its financial projections since original budget was approved		0.0	
Concurrence with Gov's FY10 Recs	1,359.6	1,693.3	

House Finance Budget Subcommittee FY 10 Alaska Court System

Subcommittee Report FY10

February 27, 2009

The House Finance Budget Subcommittee (HFBS) on the Alaska Court System submits an operating budget for FY10 as follows:

GF	\$ 87,212.8	Fed Funds	\$ 1,675.6	Other Funds	\$ 1,481.3	Total	\$ 90,369.7
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Alaska Court System House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$2,414.3 less general funds and 22 less employees than the FY10 Court System request. The FY10 subcommittee budget requests a total increment from 09 Revised Management Plan of \$2,727.0 general funds.

In reviewing the Alaska Court System's FY 10 budget request, the subcommittee worked closely with the court system administration to determine their priorities, as well as to examine the function and necessity of each budget item. The highest priority needs for material support were fully funded as was the highest priority request for an additional Judge and Clerk in South Central Alaska. The request to implement a classification study of magistrate salaries which have not been adjusted since 1995 was approved. Increased funding for the No Dark Courtrooms initiative was approved at the same level of increase as was provided in FY09. The requested creation of numerous permanent full and part-time positions was not approved. A significant savings was also found by removing unnecessary funding for transcript costs for PD and OPA. Funding for a pro tem pay increase was also removed, as pro tem pay is intended to be a stipend.

The full amount of funding requested by the Alaska Commission on Judicial Conduct was approved. The Judicial Council also received full funding of their request and a very small legislatively sponsored increase supporting the Alaska Judicial Observers.

Most significantly, the subcommittee also made a structural change to the budget creating a separate component for the Therapeutic Courts. This adjustment establishes the Therapeutic Courts as a distinct budget allocation under the Alaska Court System. Therapeutic Courts have proven successful and are becoming financially significant meriting segregation from traditional court operations. The subcommittee added intent language requesting that, as much as is practical in the FY 11 budget, therapeutic court funding be transferred from other agencies to this appropriation, rather than continuing the current practice of scattering a multitude of small individual items throughout Health and Social Services, the Department of Law, and the Department of Corrections.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY10 Operating Budget – House Structure

Submitted,

A handwritten signature in black ink, appearing to read "MH", is positioned below the text "Submitted,".

Representative Mike Hawker
House Finance Subcommittee Chairman
Alaska Court System

**Court System FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	84,485.8	1,675.6	1,493.8	87,655.2
FY10 Adjusted Base Budget	86,916.5	1,675.6	506.0	89,098.1
Governor's FY10 Budget	89,627.1	1,675.6	1,016.3	92,319.0
Governor's FY10 Budget Amendments	0.0	0.0	(35.0)	(35.0)
Governor's Amend FY10 Budget Total	89,627.1	1,675.6	981.3	92,284.0
Subcommittee Adjustments	(2,414.3)		500.0	(1,914.3)
Total Subcommittee FY10 Budget Recommendations Total	87,212.8	1,675.6	1,481.3	90,369.7

Subject to minor conforming adjustments

**Court System
FY10 Budget Final Recommendations**

	Gov's Request			
	GF Dollars	Other Dollars	Employee Count	
Changes to Gov's FY10 Amend				
Appellate courts				
1	Workstations, Office Equipment and Replacement Furniture - partially funded Gov's request with \$50.0	(67.8)	0.0	0
2	Elimination of Vacancy Savings Requirement for Judicial Positions - partially funded with \$50.0	(30.4)	0.0	0
Trial Courts				
3	participants	(500.0)	500.0	0
4	Trial Courts: No Dark Courtrooms - Improve Courtroom Staffing Statewide / partially fund Gov's request with \$600,000	(279.1)	0.0	(13)
5	First District Position Changes	(214.0)	0.0	(3)
6	Third District Position Changes	(137.4)	0.0	(1)
7	Fourth District Position Changes	(143.5)	0.0	(1)
8	Public Building Fund & Other Court System Leased Space Increases - (Healy/Nenana Expansion not funded)	(45.0)	0.0	0
9	Pro Tem Pay Increase	(147.4)	0.0	0
10	Staff Development and Sustained Systems' Training	(75.0)	0.0	0
11	Elimination of Vacancy Savings Requirement for Judicial Positions - partially funded with \$200.0	(359.0)	0.0	0
12	Transcripts cost for Criminal Proceedings	(125.0)	0.0	0
Administration and Support				
13	New Positions to Improve Services in Administration	(411.9)	0.0	(5)
Totals		(2,535.5)	500.0	(24.0)
Gov's Request				
Additional Subcommittee Recommendations				
1	Utilities and Contract Increases - brings request to full amount of \$776.3	51.3		0
2	Establish new Allocation for Therapeutic Courts: Transfer Out \$2,027.6 from Trial Courts and Transfer In \$2,027.6 to Therapeutic Courts	0.0	0.0	0.0
3	Admin and Support: Increased Software Support Costs - brings request to full need	25.9		0
4	Support for the Alaska Judicial Observers added to the Judicial Council	44.0		
Additional Subcommittee Recommendations		121.2	0.0	0.0
Total Reductions to Gov's FY10 Amend		(2,414.3)	500.0	
Total Reduction All Funds		(1,914.3)		

**Court System
FY10 Budget Final Recommendations**

		Gov's Request		
		GF Dollars	Other Dollars	Employee Count
Concurrence with Gov's FY10 Amend				
Appellate courts				
1	Appellate Courts: Partial funding of Workstations, equipment, furniture - partial funding	50.0		
2	Elimination of Vacancy Savings Requirement for Judicial Positions - partial funding	50.0	0.0	0
3	Travel for Fairbanks Based Supreme Court Justice	11.5	0.0	0
4	Judicial Retirement System Savings Due to a Decrease in the Employer Rate from 57.7% to 26.2%	(425.5)	0.0	0
Trial Courts				
5	MH Trust: Dis Justice - Lease Barrow Therapeutic Court Case Coordinator office space	12.5	0.0	0
6	MH Trust: Dis Justice - Grant 584.05 Adult Guardianship/Mediation Project	147.7	0.0	0
7	MH Trust: Dis Justice - Grant 1936.01 Increased case coordinator capacity for Anchorage Mental Health court	99.4	0.0	0
8	Trial Courts: No Dark Courtrooms - Improve Courtroom Staffing Statewide / partially fund Gov's request with \$600,000	600.0	0.0	0
9	Third District Position Changes	299.1	0.0	2
10	Travel and Office Supplies Expense Increases	447.5		
11	Utilities and Contract Increases - note adjustment above to bring request to full amount	725.0	0.0	0
12	Public Building Fund and Other Court System Leased Space Increase partially funded (Tri Valley funded)	223.3	0.0	
13	Juror Mileage Reimbursement Increase	35.0	0.0	0
14	Life-Cycle Replacement of Computer Systems	250.0	0.0	0
15	Trial Courts: Elimination of Vacancy Savings Requirement for Judicial Positions - partial funding	200.0		
16	Magistrate Salary Increase	326.6	0.0	0
17	Judicial Retirement System Savings Due to a Decrease in the Employer Rate from 57.7% to 26.2%	(3,104.4)	0.0	0

**Court System
FY10 Budget Final Recommendations**

	Gov's Request		
	GF Dollars	Other Dollars	Employee Count
18 MH Trust: Disability Justice - Training for therapeutic court clinical staff		25.0	0
18a MH Trust- Gov Amd Disability Justice Training for therapeutic court clinical staff reduction		(10.0)	
19 MH Trust: Disability Justice - Grant 567.04 Access to timely neuropsychiatric evaluations		25.0	0
19a MH Trust - Gov Amd: Disability Justice - Grant 567.04 Access to timely neuropsychiatric evaluations reduction		(20.0)	
20 MH Trust: Disability Justice - Grant 1935.01 Juneau Mental Health court		204.4	0
21a Accept Gov Amd Title Change: "Grant to 1935.01 Mental Health Court			
22 MH Trust: Disability Justice - Grant 1934.01 Fairbanks Juvenile Therapeutic Court		255.9	0
22a MH Trust - Gov Amd: Disability Justice - Grant 1934.01 Fairbanks Juvenile Therapeutic Court reduction		(5.0)	
Administration and Support			
21 Increased Software Support Costs	150.0	0.0	0
Commission on Judicial Conduct			
22 Fund Personal Services underfunding in salary adjustment]	3.6		
Judicial Council			
23 Preliminary Judicial Performance Evaluations	8.0		
24 Judicial Selection Expenses	63.6		
25 4th yr Fiscal Note for Additional Judge and Judges Salaries	2.2		
	175.1	475.3	2.0



Alaska State Legislature

Representative Anna Fairclough – House District 17

2/23/2009

Education and Early Development FY10 House Finance Subcommittee Recommendations

Then House Finance Subcommittee on Education and Early Development submits an operating budget to the full House Finance Committee as follows:

General Funds	\$1,108,404.5	(0.1% increase over adjusted base)
Federal Funds	\$214,958.5	(0.1% increase over adjusted base)
Other Funds	\$35,190.2	(3.9% decrease from adjusted base)

The subcommittee took the following actions:

Budget Action:

1. Adopted the FY10 Adjusted Base.
2. Reviewed each of the increments and decrements submitted by the Governor:
 - Foundation Program – \$2,000.0 GF Increment OTI for the Pre-K Pilot Program; \$1,363.0 Decrement from Public School Trust Fund
 - Pupil Transportation – No change
 - Boarding Home Grants – \$350.0 GF Increment for Boarding Home Residential Program
 - Youth in Detention – No Change
 - Special Schools – \$5.3 GF Decrement from Adjustment to Special Education Service Agency Calculation
 - School Performance Incentive Program – \$4,800.0 GF Decrement for the removal of the Program
 - Alaska Challenge Youth Academy – \$185.2 GF Increment for Funding Increase due to projected Enrollment and a \$100 increase to the Base Student Allocation
 - Executive Administration – \$600.0 GF Increment for Contract Specialist Services aimed at District/School improvement in Math, Science, Arts, IT, Culture and Social Studies; \$224.2 GF Increment for Funding to Implement School Improvement Plans and District Interventions on a Statewide Basis
 - Administrative Services – No Change
 - Information Services – No Change
 - School Finance & Facilities – \$24.7 GF Increment for School Bus Contractual Increase; \$45.2 GF Increment for School Bus Driver Training Increase; \$150.0 GF Increment for Additional Auditors for Intensive Students

- Student and School Achievements – \$138.6 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$250.0 GF Increment for Alaska Comprehensive System of Statewide Assessments Contractual Increase; \$150.0 GF/MH Increment for Adding MH Trust Recommendations for Autism Resource Center; \$200.0 MHTAAR Increment OTI for Adding MH Trust Recommendations for Autism Resource Center; \$150.0 GF/MH Increment for Adding MH Trust Recommendations for Rural Secondary Transition
- Statewide Mentoring Program – No Change
- Teacher Certification – No Change
- Child Nutrition – \$17.4 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements
- Early Learning Coordination– \$3.2 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$800.0 GF Increment to Increase Head Start Grant Program Funding
- Professional Teaching Practices Commission – \$138.6 Fund Source Change from Receipt Supported Services to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$252.1 Fund Source Change from Receipt Supported Services to GF because of Shortage of Funds from the Teacher Certification Fees
- Alaska State Council on the Arts – \$7.5 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$56.5 Federal Receipts Increment for Additional Federal Authorization for National Endowment on the Arts Grants
- Mt. Edgecumbe Boarding School – No Change
- State Facilities Maintenance – No Change
- EED State Facilities Rent – \$210.6 GF Increment for FY10 DOA Projected Lease Increases
- Library Operations – No Change
- Archives – No Change
- Museum Operations – \$1.4 Fund Source Change from Receipt Supported Services to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements
- Program Administration & Operations – \$330.0 Federal Receipts Increment for Additional Federal Authority needed to Reflect Revenue and Expenditures for the Challenge Grant Program
- WWAMI Medical Education – \$524.7 GF Increment for FY10 WWAMI Contractual Increase

Wordage as Adopted by Subcommittee:

Appropriation: Teaching and Learning Support

Allocation: Teacher Certification

Conditional Language

The amount allocated for Teacher Certification includes the unexpended and unobligated balance on June 30, 2009, of the Department of Education and Early Development receipts from teacher certification fees under AS 14.20.020(c).

Documents Attached:

1. Appropriation/Allocation Summary – House Structure (Numbers and Language)
2. Appropriation/Allocation Summary GF Only – House Structure (Numbers and Language)
3. Transaction Comparison – House Structure (between Adj. Base and House Finance Subcommittee)
4. Agency Totals – FY10 Operating Budget House Structure
5. Wordage Report – House Structure

Respectfully Submitted,



Representative Anna Fairclough, Chair
House Finance Subcommittee for Education and Early Development



Alaska State Legislature

Representative Anna Fairclough – House District 17

2/27/2009

Education and Early Development FY10 House Finance Subcommittee Recommendations Revisions

Legislative Finance Division is directed to make any appropriate conforming or technical changes. After Closeout, it was determined by the Legislative Finance Division that all reports would be run as numbers only. The changes are reflected below.

General Funds	\$55,842.2	(12.2% increase over adjusted base)
Federal Funds	\$214,958.5	(0.1% increase over adjusted base)
Other Funds	\$35,190.2	(3.9% decrease from adjusted base)

As an additional note this represents a Total increase of 1.8% from FY09

Language:

- All Language to be forwarded on to Full Finance Committee for review; this includes the School Performance Incentive Program – \$4,800 GF Decrement for the removal of the Program

Documents Attached:

1. Appropriation/Allocation Summary – House Structure (Numbers)
2. Appropriation/Allocation Summary GF Only – House Structure (Numbers)
3. Transaction Comparison – House Structure (between Adj. Base and House Finance Subcommittee)
4. Agency Totals – FY10 Operating Budget House Structure
5. Wordage Report – House Structure

**Department of Education and Early Development FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	49,381.8	214,567.9	36,744.2	300,693.9
FY10 Adjusted Base Budget	49,756.0	214,738.7	36,613.4	301,108.1
Governor's FY10 Budget	55,842.2	214,958.5	35,190.2	305,990.9
Governor's FY10 Budget Amendments				
Governor's Amend FY10 Budget Total	55,842.2	214,958.5	35,190.2	305,990.9
Subcommittee Adjustments				0.0
Total Subcommittee FY10 Budget Recommendations Total	55,842.2	214,958.5	35,190.2	305,990.9

**Department of Education and Early Development
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend			
There were no changes to Gov's FY10 Amend			
Reductions to Gov's FY10 Amend	0.0	0.0	0.0
Additional Subcommittee Recommendations			0
There were no additional recommendations			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	0.0	0.0	
Total Reduction All Funds		0.0	
Concurrence with Gov's FY10 Amend			
1. Foundation Program - Accept the Pre-K Pilot Program as a one time item	2,000.0	0.0	0
2. Foundation Program - Accept Decrement from Public School Trust Fund	0.0	(1,363.0)	0
3. Boarding Home Grants - Accept Increment for Boarding Home Residential Program	350.0	0.0	0
4. Special Schools - Accept Decrement from Adjustment to Special Education Service Agency Calculation	(5.3)	0.0	0
5. Alaska Challenge Youth Academy – Accept Increment for Funding Increase due to projected Enrollment and a \$100 increase to the Base Student Allocation	185.2	0.0	0
6. Executive Administration – Accept Increment for Contract Specialist Services aimed at District/School improvement in Math, Science, Arts, IT, Culture and Social Studies	600.0	0.0	0
7. Executive Administration - Accept Increment for Funding to Implement School Improvement Plans and District Interventions on a Statewide Basis	224.2	0.0	0
8. School Finance & Facilities – Accept Increment for School Bus Contractual Increase	24.7	0.0	0
9. School Finance & Facilities – Accept Increment for School Bus Driver Training Increase	45.2	0.0	0
10. School Finance & Facilities – Accept Increment for Additional Auditors for Intensive Students	150.0	0.0	0
11. Student and School Achievements – Accept Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	138.6	(138.6)	0

**Department of Education and Early Development
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
12. Student and School Achievements – Accept Increment for Alaska Comprehensive System of Statewide Assessments Contractual Increase	250.0	0.0	0
13. Student and School Achievements – Accept 150.0 GF/MH Increment for Adding MH Trust Recommendations for Autism Resource Center	150.0	0.0	0
14. Student and School Achievements – Accept \$200.0 MHTAAR Increment OTI for Adding MH Trust Recommendations for Autism Resource Center	0.0	200.0	0
15. Student and School Achievements – Accept \$150.0 GF/MH Increment for Adding MH Trust Recommendations for Rural Secondary Transition	150.0	0.0	0
16. Child Nutrition – Accept Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	17.4	(17.4)	0
17. Early Learning Coordination – Accept Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	3.2	(3.2)	0
18. Early Learning Coordination – Accept 800.0 GF Increment to Increase Head Start Grant Program Funding	800.0	0.0	0
19. Professional Teaching Practices Commission – Accept Fund Source Change from Receipt Supported Services to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	6.7	(6.7)	0
20. Professional Teaching Practices Commission – Accept Fund Source Change from Receipt Supported Services to GF because of Shortage of Funds from the Teacher Certification Fees	252.1	(252.1)	0.0
21. Alaska State Council on the Arts – \$7.5 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	7.5	(7.5)	0
22. Alaska State Council on the Arts – \$56.5 Federal Authorization for National Endowment on the Arts Grant		56.5	0.0
23. EED State Facilities Rent – Accept Increment for FY10 DOA Projected Lease Increases	210.6	0.0	0
24. Museum Operations – Accept Fund Source Change from Receipt Supported Services to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	1.4	(1.4)	0.0
25. Program Administration & Operations – Accept Federal Receipts Increment for Additional Federal Authority needed to Reflect Revenue and Expenditures for the Challenge Grant Program	0.0	330.0	
WWAMI Medical Education – Accept Increment for FY10 WWAMI Contractual Increase	524.7	0.0	
Total Concurrence with Govs FY10 Recs	6,086.2	(1,203.4)	0.0



Alaska State Legislature

House Finance Subcommittee Dept. of Environmental Conservation


Rep. Alan Austerman, Chair
Rep. Nancy Dahlstrom
Rep. Kyle Johansen
Rep. Kurt Olson
Rep. Paul Seaton
Rep. Les Gara
Rep. Pete Peterson

House Finance Committee
Rep. Mike Hawker, Co-chair
Rep. Bill Stoltze, Co-chair
State Capitol
Juneau, Alaska 99801
(907) 465-4949
Fax: 465-4979

MEMORANDUM

DATE: February 27, 2009

TO: Representative Mike Hawker, Co-chair
Representative Bill Stoltze, Co-chair
House Finance Committee

FROM: Representative Alan Austerman, Chair
DEC House Finance Subcommittee 

SUBJ: Department of Environmental Conservation FY10 Closeout
Narrative | Summary Excel Notebook | Legislative Finance Reports

The House Finance Budget Subcommittee on the Department of Environmental Conservation submits an operating budget for FY10 as follows:

GF: \$19,140.5 Fed Funds: \$21,497.6 Other Funds: \$33,496.9 TOTAL: \$74,135.0

The DEC Subcommittee conducted three hearings regarding the FY10 Governor's Operating Budget Request for the Department of Environmental Conservation. The following actions took place at the closeout meeting of February 23, 2009. A quorum was established at the closeout as Austerman, Dahlstrom, Johansen, Olson, and Seaton were all present. The vote to move this out of subcommittee was 5-0.

Budget Action

The subcommittee accepted the FY10 Governor's Amended Budget except for the following change:

1. >Commissioner's Office deletes 184.0 GF OTI from Climate Impact Work Group
>Environmental Health/Air Quality adds 184.0 GF into Base for the Climate Change Sub-Cabinet Activity.
 - Subcommittee accepted the increment of 184.0 GF as a one-time item (OTI)

Wordage Action

The subcommittee accepted additional Intent under the Water Quality allocation concerning the Ocean Ranger program. See the Wordage Report for the specific language.

Amendment Action

Only one amendment (#1) was offered before the subcommittee. This amendment was to the Food Safety and Sanitation allocation under Environmental Health for an increment of 2,000.0 GF (1004). This amendment failed by a vote of 0-5.

Items of Concern

1. The intent of the amendment above was to provide funding for the department to hire sixteen additional permanent full time food inspectors. The general consensus of the subcommittee was that food safety and sanitary inspections were exceedingly deficient around the state. This not only involves your typical restaurants, grocery stores, coffee shops, etc, but also seafood processors both shoreside and at-sea. While the department seems to be doing a good job in the training and testing of food handlers and managers, the subcommittee was very troubled that safety of the public was at risk because the department was not asking for the funding they needed to accomplish their mission.
2. Crowley Marine Services Inc. is the contractor for the Ocean Ranger program under DEC. This program consists of marine engineers licensed by the U.S. Coast Guard to serve as observers onboard large cruise ships to monitor state and federal requirements for marine discharge and pollution. The contract with Crowley requires an Alaskan hiring preference. In 2008, Crowley employed only one Alaskan as an Ocean Ranger and two other Alaskans as administrative type personnel. There was considerable discussion by the subcommittee regarding the lack of more Ocean Ranger hires from Alaska. We discussed the minimum requirements in subcommittee and received additional information from the department. The level of concern was such that the subcommittee placed intent language into this report instructing DEC to conduct an audit of Crowley pertaining to the contract provisions regarding the hiring preference.
3. There is quite a list of fees currently being charged by the Environmental Health Lab (EHL) under DEC. Fees charged by the EHL are determined by a variety of regulations implemented by other State programs. The subcommittee expressed some concern that milk and cheese testing do not generate a fee to those specific industries. It was noted however, that since cheese production is a new industry in Alaska, no regulations exist yet to regulate that activity at all.

Attached Reports (Numbers Only)

~House Structure~

Agency Totals

Allocation Summary

Allocation Summary – General Funds

Transaction Compare – Between Adj Base and Hse Sub – Differences Only

Transaction Compare – Between Gov Amd and Hse Sub – Differences Only

Wordage Report

**Department of Environmental Conservation FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	18,891.4	21,396.8	33,086.8	73,375.0
FY10 Adjusted Base Budget	18,893.1	21,575.9	33,392.6	73,861.6
Governor's FY10 Budget	19,140.5	21,497.6	33,496.9	74,135.0
Governor's FY10 Budget Amendments	0.0	0.0	0.0	0.0
Governor's Amend FY10 Budget Total	19,140.5	21,497.6	33,496.9	74,135.0
Subcommittee Adjustments	0.0	0.0	0.0	0.0
Total Subcommittee FY10 Budget Recommendations Total	19,140.5	21,497.6	33,496.9	74,135.0

Numbers only

**Department of Environmental Conservation
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend			
1. Environmental Health: Air Quality - Climate Change Sub-Cabinet Activity funded as OTI - funding reflected below in concurrences.	0.0		0
Reductions to Gov's FY10 Amend	0.0	0.0	0.0
Additional Subcommittee Recommendations			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	0.0	0.0	0.0
Total Reduction All Funds		0.0	
Concurrence with Gov's FY10 Amend			
<u>DEC Buildings Maintenance and Operations</u>			
1. Reduce Uncollectable Funding from Food Safety and Sanitation Program. (I/A Rcpts)		(55.0)	0
<u>Environmental Health</u>			
2. Food Safety & Sanitation: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts to Rcpt Svcs)		0.0	0
3. Laboratory Services: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts to GF/Prgm)	9.4	(9.4)	0
4. Laboratory Services: Removed Remainin Oil/Hazardouse Resonse Fund	0.0	(0.6)	0
5. Drinking Water: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts to GF)	50.5	(50.5)	0
6. Solid Waste Management: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts to GF)	3.5	(3.5)	
7. Air Quality: Funded Climate Change Sub-Cabinet Activity as an OTI	184.0	0.0	
<u>Spill Prevention and Response</u>			
8. Contaminated Sites Program: Accepted fund source change for unrealizable fund sources in the salary adjustment for the existing bargaining unit agreements. (Fed Rcpts to Oil/Haz Fd)			0.0
<u>Water</u>			

**Department of Environmental Conservation
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
9. Water Quality: Provide oversight of activities associated with increased mining activity. (I/A Rcpts)		145.0	
Total Concurrence with Govs FY10 Recs	247.4	26.0	0.0



REPRESENTATIVE BILL THOMAS

ALASKA STATE LEGISLATURE DISTRICT 5

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House Finance Budget Subcommittee FY 10 Alaska Department of Fish and Game

Subcommittee Report FY 10

February 27, 2009

GF \$57,112.7 Fed \$54,962.5 Other \$67,010.1 Total \$179,085.3

Alaska Department of Fish and Game House Finance Budget Subcommittee FY 10 Highlights

The Alaska Department of Fish and Game Budget Subcommittee authorizes \$1,120.0 less general funds than the Governor's FY 10 amended request and \$765.3 less general funds than the FY 09 revised management plan.

The subcommittee was very concerned with the low returns of salmon to the AYK region of the state and approved four increments totaling \$190.0 general funds for projects to allow for better management of the region's salmon resource.

The subcommittee approved \$708.6 general funds to pay for 'unrealizable' salary fund source changes related to salary adjustments.

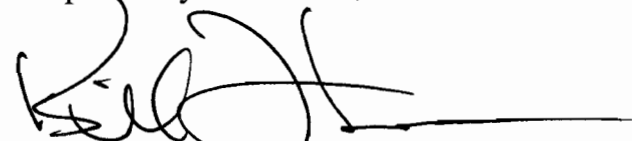
Requests for FY 10 program expansions and replacing lost federal funds with general funds were looked at closely. A \$190.0 GF increment for a Wildlife Conservation Response Team pilot program was denied. An increment of \$930.0 GF to replace lost federal funds for pinniped research was also denied.

The subcommittee recognizes that many state wildlife refuges have a problem with people illegally abandoning vehicles and dumping trash within their boundaries. As such, the subcommittee recommends that the full finance committee support an amendment to the capital budget to clean-up and make our wildlife refuges safer.

The following Legislative Finance reports are attached:

1. Agency Totals – FY 10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY 10 Operating Budget – House Structure
7. Transaction Comparison (Gov. and House Subcom)

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Bill Thomas", with a long horizontal line extending to the right.

Representative Bill Thomas
House Finance Subcommittee Chair
Alaska Department of Fish and Game

**Alaska Department of Fish and Game FY10 Budget
House Finance Budget Subcommittee Recommendations**

Numbers Only	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	57,878.0	54,950.3	66,988.4	179,816.7
FY10 Adjusted Base Budget	56,214.1	55,456.2	67,548.0	179,218.3
Governor's FY10 Budget	58,726.4	54,612.5	66,560.1	179,899.0
Governor's FY10 Budget Amendments	(493.7)	500.0	300.0	306.3
Governor's Amend FY10 Budget Total	58,232.7	55,112.5	66,860.1	180,205.3
Subcommittee Adjustments	(1,120.0)	(150.0)	150.0	(1,120.0)
Total Subcommittee FY10 Budget Recommendations Total	57,112.7	54,962.5	67,010.1	179,085.3

Subject to minor conforming adjustments

Alaska Department of Fish and Game FY10 Subcommittee Budget Final Recommendations

Changes to Governor's FY10 Amend	<u>GF</u>	<u>Other</u>	<u>Positions</u>
1. Wildlife Conservation: Wildlife Pilot Program of Urban Response Teams	(190.0)		
2. Wildlife Conservation: Special Projects- Deny increment to backfill the loss of federal funds	(930.0)		
Reductions to Governor's FY10 Amend	<u>(1,120.0)</u>	<u>0</u>	<u>0</u>
Concurrence with Governor's FY10 Amend			
1. Commercial Fisheries: AYK Region Fisheries Management- Replace federal funds for subsistence management projects	80.0		
2. Commercial Fisheries: AYK Region Fisheries Management- Lower Yukon River Cooperative summer drift test fishery	18.9		
3. Commercial Fisheries: AYK Region Fisheries Management- Hooper Bay/Dall Point offshore salmon test fish feasibility study	67.0		
4. Commercial Fisheries: AYK Region Fisheries Management- Pilot Station sonar Fall chum comprehensive sampling	24.1		
5. Commercial Fisheries: Westward Region Fisheries Management- Bering Sea crab research in the Westward Region		500.0	
6. Commercial Fisheries: Commercial Fisheries Special Projects- Increase CIP receipt authority due to increased funding from the Alaska Sustainable Salmon Fund and other projects		600.0	
7. Commercial Fisheries: Commercial Fisheries Special Projects- Reduce I/A and federal receipts to align with anticipated revenue		(380.0)	
8. Sport Fisheries: Reduce federal, SDPR and I/A receipt authorization to align with anticipated revenue		\$ (1,301.0)	
9. Wildlife Conservation: Fund source change from F&G funds to federal for game management			0
10. Wildlife Conservation Special Projects: Fund change from I/A to SDPR for National Fish and Wildlife Foundation Projects			0
11. Administrative Services: Add I/A receipts from Wildlife Conservation and Sport Fisheries projects			300
12. Fish and Game Boards Advisory Committees: Increase SDPR for public information requests and CIP authority to cover personal services			21.0
13. Fish and Game Boards Advisory Committees: Reduce federal authorization to align with anticipated revenues			(210.0)
14. Habitat: Increase CIP receipts due to funded Pacific Coastal Salmon Recovery Fund projects and increase I/A Oil/Haz receipts for contingency planning			147.0

**Alaska Department of Fish and Game
FY10 Subcommittee Budget Final Recommendations**

	GF	Other	Positions
15. Various: Correct unrealizable fund sources in the salary adjustments for the existing bargaining unit agreements	708.6	(708.6)	
Total Concurrence with Governor's FY10 Amended	898.6	-1031.6	0

House Finance Budget Subcommittee FY 10 Office of the Governor

Subcommittee Report FY10

February 26, 2009

The House Finance Budget Subcommittee (HFBS) on the Office of the Governor submits an operating budget for FY10 as follows:

GF	\$ 22,485.0	Fed Funds	\$ 187.6	Other Funds	\$ 834.5	Total	\$ 23, 507.1
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Office of the Governor House Finance Budget Subcommittee FY10 Highlights

The subcommittee chair worked with the administration and agreed to a HFBS budget authorizing \$ 400.0 less general funds than the original Governor's FY10 request. The FY10 subcommittee budget requests an aggregate increment from 09 Revised Management Plan of \$3,550.7 general funds and authorizes 3 additional temporary positions to establish the Redistricting Planning Committee.

The governor's request fully funds all non-discretionary increments related to wages and other contractual obligations. The only significant new request was for \$1 million to establish a planning committee for the Redistricting Planning Commission.

A total of \$2,744.8 of FY09 carryforward funds were identified. \$876.6 of these funds were removed, at the administration's request, from the FY10 budget. The remaining \$1,868.2 were converted to increments in various components within the Office of the Governor.

The Agency wide fuel allocation, previously reported under the Governor's Office has been moved to a separate component within the budget. The Governor will still be responsible for allocating those funds in compliance with other budget language.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)

Submitted,



Representative Mike Hawker

House Finance Subcommittee Chairman – Office of the Governor

**Office of the Governor FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	18,934.3	184.9	1,611.3	20,730.5
FY10 Adjusted Base Budget	20,005.3	187.6	964.4	21,157.3
Governor's FY10 Budget	23,751.6	187.6	692.5	24,631.7
Governor's FY10 Budget Amendments	(866.6)	0.0	142.0	(724.6)
Governor's Amend FY10 Budget Total	22,885.0	187.6	834.5	23,907.1
Subcommittee Adjustments	(400.0)	0.0	0.0	(400.0)
Total Subcommittee FY10 Budget Recommendations Total	22,485.0	187.6	834.5	23,507.1

numbers only

**Office of the Governor
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend			
1. Executive Office: FY09 Carryforward / Reduction of Increment	(350.0)		
2. Lt. Gov: FY09 Carryforward / Reduction of Increment	(50.0)		
Reductions to Gov's FY10 Amend	(400.0)	0.0	0.0
 Additional Subcommittee Recommendations			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	(400.0)	0.0	
Total Reduction All Funds		(400.0)	
 Concurrence with Gov's FY10 Amend			
1. Human Rights Commission: FY09 Carryforward	175.0		
2. Statehood Celebration Commission: CIP Rcpt for Commission		(71.9)	
3. Redistricting Planning Commission: Establish Planning Committee	1,000.0		3
4. Executive Office: Eliminate I/A for AEA Energy Coordinator		(200.0)	
5. Executive Office: FY09 Carryforward	1,350.0		
6. Increase Temp Positions for Required Staff Level		0.0	4
7. Governor's House: FY09 Carryforward	100.0		
8. Contingency Fund: FY09 Carryforward	90.0		
9. Lt. Gov: FY09 Carryforward	200.0		
10. Gov's Office State Facilities Rent: FY09 Carryforward	103.3		
11. Gov's Office Leasing: FY09 Carryforward	24.9		
12. Gov's Office Leasing: FY09 Carryforward	60.5		
12a. Gov's Office Leasing - Gov Amd: Delete GF Carryforward and use federal HAVA funds	(60.5)		
13. OMB: FY09 Carryforward	225.0		
14. Elections: FY09 Carryforward	416.1		
14a. Elections- Gov Amd: Delete GF Carryforward and use federal HAVA funds	(416.1)		
15. Executive Office - Gov Amd: Atrout two gasline positions to DNR	(390.0)		(2)
16. Delete two HAVA project positions			(2)
17. Elections - Gov Amd: CIP Rcpts for federal HAVA funds		142.0	
Total Concurrence with Govs FY10 Recs	2,878.2	(129.9)	3.0
 Language			
Fund FY2010 Branch-Wide Fuel Increase	24,000.0		
Branch-wide Fuel / Utility cost reduction	(1,000.0)		

House Finance Budget Subcommittee FY 10 Department of Health and Social Services

Subcommittee Report FY10

February 27, 2009

The House Finance Budget Subcommittee (HFBS) on The Department of Health and Social Services submits an operating budget for FY10 as follows:

GF \$ 849,332.2 Fed Funds \$1,056,715.9 Other Funds \$159,659.6 Total \$2,065,707.7

Department of Health and Social Services House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$17,013.3 less general funds and ten fewer employees below the Governor's FY10 Amended request. The FY10 subcommittee budget requests a total **decrement** from FY09 Revised Management Plan of \$66,094.2 general funds.

The approach taken by the subcommittee was to first fully fund all grantee rate or inflation increases for programs not receiving rate increases in FY09. Included in this category were prevention grants, family preservation grants, infant learning, child care grants, WIC grants, community health grants and grants to EMS providers.

There were several requests to complete projects or initiatives that began in FY09 or previous years. These types of requests were all approved. Included in this category is finalizing new staff for OCS Front Line Social Workers based on the recent workload study, funding the Fairbanks Detox Facility, funding operation of the new Virology Lab that is expected to open in FY10, and continuing the Alaska Heating Assistance program in FY10 at \$5 million and key investments in Autism services.

Requested funding to replace lost federal funds that are no longer available is approved at requested levels for Therapeutic Courts, Child Advocacy Centers, and Birth Defects and Cancer Registries in Public Health.

Requests for programs that received substantial funding in FY09 were reviewed and in most cases either half or two-thirds of the request was approved. These included grant increases for mentally ill and substance abuse services, Subsidized Adoption and Guardianships, second year rate increases for Medicaid dental services, Infant Learning grants and Child Care subsidies.

Requests for the Bring the Kids Home initiative in Behavioral Health were reviewed and approved to keep the momentum going for this important initiative that has reduced Medicaid costs.

The department's requests for expected growth in the Medicaid program were reviewed and approved at requested levels. In the last two years growth in the Medicaid program has slowed, so constant monitoring of spending levels will be critical to assure the appropriate amount of state general funds is authorized for the program.

Requests to enhance or continue staffing at the Pioneer Homes (funded with program receipts), Juvenile Justice (mental health clinicians and probation services), and Senior and Disability Services (eligibility assessments), were approved at requested levels. It was determined that without these increases critical activity would be diminished.

Requests for new initiatives were reviewed carefully; the requests for a new Behavioral Health pilot program for Corrections, year one of front line staffing increases at Juvenile Youth Facilities, the Alaska Health Care Commission created by Administrative Order, and the Governor's Live Well Alaska health initiative were not funded. However, a new initiative for Reversing Alaska's Childhood Obesity Trend was approved.

All Governor Budget Amendments were approved including increasing federal funding for Medicaid from the Economic Stimulus bill. The Medicaid Federal Matching Percentage (FMAP) was increased by 6.2 percent for FY10 resulting in a general fund decrease of \$73.5 million. Also included in the amendments was a reduction of \$5.1 million general fund from continuing to use Temporary Assistance for Needy Families (TANF) funding in the Office of Children's Services. The Governor's original budget had replaced the TANF funding with general fund, but it was reversed by the subcommittee and through the amendment process.

Several amendments were added in the subcommittee process for important initiatives not included in the Governor's Amended Budget. They included funding the operation of Volunteers of America's ARCH residential treatment center, Senior Community Based Grants to prevent reductions in service from the implementation of a new funding formula, and travel for the Office of Children's Services Citizen Review Panel.

The subcommittee reduced funding in a few key areas, including reducing Medicaid general funds to match new information on current trends at a middle level forecast and reducing the Senior Benefits Program to match new projections.

The final House Finance Budget Subcommittee recommendation funds the majority of the Governor's amended request for FY10. Since this department is so large, it is important for the legislature to critically analyze requests for new funding to assure the public that these investments are achieving the desired results.

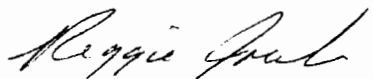
The following Subcommittee reports are attached:

1. FY10 Budget Subcommittee recommendations
2. FY10 Final Recommendations

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY10 Operating Budget – House Structure
7. Transaction Comparison (Gov. and House Subcom)

Submitted,



Representative Reggie Joule
House Finance Subcommittee Chairman
Department of Health and Social Services

**Department of Health and Social Services FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	915,426.4	1,008,215.0	171,864.8	2,095,506.2
FY10 Adjusted Base Budget	902,263.0	1,003,481.0	164,678.5	2,070,422.5
Governor's FY10 Budget	950,020.4	987,422.6	163,893.6	2,101,336.6
Governor's FY10 Budget Amendments	(83,674.9)	70,229.5	(4,309.0)	(17,754.4)
Governor's Amend FY10 Budget Total	866,345.5	1,057,652.1	159,584.6	2,083,582.2
Subcommittee Adjustments	(17,013.3)	(936.2)	75.0	(17,874.5)
Total Subcommittee FY10 Budget Recommendations Total	849,332.2	1,056,715.9	159,659.6	2,065,707.7

**Department of Health and Social Services
FY10 Budget Final Recommendations**

Changes to Gov's FY10 Amend	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employ ee Count</u>
1. Reduce GF/MH in Behavioral Health Grants increment request of \$1.75 million; Received substantial increase in FY09; leaves \$1.0 million	(750.0)		0
2. Reduce GF/MH in Substance Abuse increment request of \$1.75 million; Received substantial increase in FY09; leaves \$1.0 million	(750.0)		0
3. Delete increase proposed for Bring the Kids Home Technical Assistance	(100.0)		0
4. Delete increase proposed for new Behavioral Health pilot program in Dept of Corrections; not the time to initiate new programs	(500.0)		0
5. Reverse proposed GF increase in OCS, Front Line Social Workers and Family Preservation from TANF transfer to Social Services Block Grant*	****		0
6. Reduce proposed GF increase for Subsidized Adoption and Guardianship by one-half; increase tied to Foster Care rate increase in FY09.	(703.5)	(436.2)	0
7. Reduce GF by 1/3 in proposed 20% increase to Infant Learning Grants; Leaves \$1.5 million or 15% increase which is closer to other grant increases	(500.0)		0
8. Decrement proposed increase for Infant Learning System grants	(100.0)		0
9. Decrement GF request for Infant Learning Coordinator; leave MHTAAR funds for same purpose.	(100.0)		0
10. Reduce proposed Year 2 rate increase for non-tribal dentists by one-half; Wait to see impact of FY09 increase	(500.0)	(500.0)	0
11. Decrement GF increase for McLaughlin Youth Center; Year one of six for enhancing Front Line staffing	(150.1)		(2)
12. Decrement GF increase for Fairbanks Youth Center; Year one of three for enhancing Front Line staffing	(264.2)		(3)
13. Decrement GF increase for Bethel Youth Center; Year one of two for enhancing Front Line staffing	(98.7)		(1)
14. Decrement GF increase for Johnson Center; Year one of three for enhancing Front Line staffing	(75.2)		(1)
15. Reduce proposed increase for Child Care rate increase by one-half; Proposed increase to pay 75th percent of market, reduce to 63% of market. Received increase in FY09 to 50th percentile.	(1,500.0)		0

**Department of Health and Social Services
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
16. Decrement GF request for Alaska Health Care Commission created by Administrative Order	(500.0)		(1)
17. Decrement GF request for Governors Initiative-Live Well Alaska	(498.4)		(2)
18. Reduce GF request for opening new Alaska Virology Lab to minimum amount	(100.0)		0
19. Reduce GF request in Governor's Council for Early Intervention/Infant Learning Workforce program	(200.0)		0
Reductions to Gov's FY10 Amend	(7,390.1)	(936.2)	(10.0)

*****Duplicates Governor's Budget Amendment**

Additional Subcommittee Recommendations

1. Decrement GF in Behavioral Health Medicaid to current FY09 trends, equivalent to a Mid-Level forecast	(3,200.0)	0.0	0
2. ADD GF Funding for the operating costs of Volunteers of America's ARCH residential treatment center for individuals with severe emotional disturbances and substance abuse disorders	181.0		0
3. Add funding to maintain services for mental health substance abuse individuals in Palmer Mental Health Court	75.0	75.0	
4. Increase Funding for Citizens Review Panel travel in OCS Front Line Social Workers	15.0		0
5. Project ACCESS: Increase access to health care for low-income uninsured Alaskans using volunteer network of providers	250.0		
6. Reduce GF for the amount paid in Abortions in Medicaid for those not qualifying for federal Medicaid payment in 2008	(418.2)		0
7. Decrement GF in Senior Benefits program to match new projection for FY10	(235.9)		0
8. ADD GF funding for Senior Community Grants to prevent reduction in service from new distribution formula	609.9		0
9. Decrement GF in Senior and Disability Medicaid to current FY09 trends, equivalent to a Mid-Level forecast	(6,900.0)		0
Additional Subcommittee Recommendations	(9,623.2)	75.0	0.0

Total Reductions to Gov's FY10 Amend	(17,013.3)	(861.2)	(10.0)
Total Reduction All Funds	(17,874.5)		

**Department of Health and Social Services
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Concurrence with Gov's FY10 Amend			
1. Adjust Authorization to Reflect Current Medicaid Trends	(4,300.0)	(4,300.0)	0
2. Fund Change for Behavioral Health Medicaid FMAP from Economic Stimulus-up 6.2%	(10,399.9)	10,399.9	0
3. Decrement to Mental Health Trust Recommendations-Detox and Treatment capacity as alternatives to protective custody holds		(30.0)	0
4. Increase to Mental Health Trust Recommendations-Office of Integrated Housing		15.0	0
5. Decrement to Mental Health Trust recommendations Clinical position with Integrated Houseing Office		(75.0)	0
6. Decrement to Mental Health Trust recommendations-BTKH Transitional Aged Youth		(100.0)	0
7. Fund Change for Children's Services Medicaid FMAP from Economic Stimulus-up 6.2%	(613.7)	613.7	0
8. Fund Change-Reverse Governor's Request TANF/SSBG Transfers in Front Line Social Workers	(4,200.0)	4,200.0	0
9. Fund Change-Reverse Governor's Request TANF/SSBG Transfers in Family Preservation	(900.0)	900.0	0
10. Fund Change for Foster Care Base Rate due to FMAP change up 6.2%	(243.6)	243.6	0
11. Fund Change for Subsidized Adoptions & Guardianships due to FMAP change up 6.2%	(780.0)	780.0	0
12. Increase for Adult Preventive Dental Program from Reauthorization of Program in FY10	448.7	705.9	0
13. Fund Change for Adult Preventive Dental FMAP from Economic Stimulus-up 6.2%	(521.0)	521.0	0
14. Decrement Public Health Nursing RSA and Medicaid Claim reduced	(2,000.0)	(2,000.0)	0
15. Fund Change for Health Care Services Medicaid FMAP from Economic Stimulus-up 6.2%	(34,724.2)	34,724.2	0
16. Accept Transfer of Senior Community Based Grants to Health Planning and Infrastructure 350.0GF	0.0	0.0	0
17. Accept Transfer from Community Health Grant component of Grant funds to Nursing and EMS components--1683.8	0.0	0.0	0

**Department of Health and Social Services
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
18. Accept Transfer to Nursing of Nursing Grants from Community Health component-1192.7	0.0	0.0	0
19. Fund Change in Nursing from Nursing RSA and Medicaid Claim	4,000.0	(4,000.0)	0
20. Accept Transfer to EMS of EMS grants from Community Health Component-491.1	0.0	0.0	0
21. Decrement Authorization in Senior/Disabilities Medicaid to reflect current Trend	(3,000.0)	(3,000.0)	0
22. Fund Change for Health Care Services Medicaid FMAP from Economic Stimulus-up 6.2%	(27,241.2)	27,241.2	0.0
23. Decrement to Mental Health Trust Recommendations-Rural Long Term Care Development		(65.0)	0.0
24. Increment to Mental Health Trust Recommendations-Traumatic Brain Injury Service Coordination		150.0	0
25. Accept Transfer from Senior Community Based Grants to health Planning & Infrastructure--350.0GF	0.0	0.0	0
26. Decrement to Mental Health Trust Recommendations-Governor's Council Marketing strategies for beneficiary area service careers		(165.0)	0
27. Decrement to Mental Health Trust Recommendations-Governor's Council "Grow your own" recruitment strategy for youth		(39.0)	0
28. Fund Change in Administrative Support Services from Nursing RSA and Medicaid Claim	800.0	(800.0)	0
Total Concurrence with Govs FY10 Recs	(83,674.9)	65,920.5	0.0



Alaska State Legislature

Representative Anna Fairclough – House District 17

Labor & Workforce Development FY10 House Finance Subcommittee Recommendations

The House Finance Subcommittee on Labor & Workforce Development submits an operating budget to the full House Finance Committee as follows:

General Funds	\$3,304.2	(12.7% increase over adjusted base)
Federal Funds	\$ 783.8	(0.9% increase over adjusted base)
Other Funds	\$2,828.4	(4.9% increase over adjusted base)

The subcommittee took the following actions:

Budget Action:

1. Adopted the FY10 Adjusted Base
2. Reviewed each of the increments and decrements submitted by the Governor:
 - Commissioner's Office – No Change
 - Alaska Labor Relations Agency – No Change
 - Management Services – No Change
 - Human Resources – No Change
 - Leasing – No Change
 - Data Processing – \$93.2 Fund Source Change from Federal Receipts and Interagency Receipt to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements
 - Labor Market Information – Recommend House Finance to look at adopting Sec. 16.(2) in Language Section which adds a \$145.0 GF Increment for Gasline Training Program Guide and Regional Economic Analysis; \$57.3 Fund Source Change from Federal Receipts and Interagency Receipt to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements
 - **Workers' Compensation – \$108 Worker Safety Account Increment for Increased Leased Space Cost (FY10 Gov Am)**
 - Workers' Compensation Appeals Commission – No Change
 - Workers' Compensation Benefits Guaranty Fund – \$30.0 Workers' Compensation Benefits Guaranty Fund Increment to Add Authorization for Contractual Legal Support Services
 - Second Injury Fund – No Changes
 - Fishermens Fund – \$14.0 Fish Fund Decrement to Decrease Expenditure Authorization to Align with Staffing Plan

- Wage and Hour Administration – No Change
- Mechanical Inspection – \$5.0 Fund Source Change from Building Safety to Interagency Receipt to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$294.5 Fund Source Change from Building Safety to Interagency Receipt for Inspections Associated with Worker’s Safety; \$15.0 Inter-Agency Receipts Increment to Align with Receipts
- Occupational Safety and Health – \$294.5 Worker’s Safety Account Increment to Support Mechanical Inspections Associated with Worker’s Safety Account. \$21.6 Fund Source Change from Federal Receipts to Workers’ Safety to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$10.2 Fund Source Change from GF to Workers’ Safety because Workers’ Safety Account revenue is sufficient to fund the Program
- Alaska Safety Advisory Council – No Change
- Employment and Training Service – \$400.0 Decrement to Delete Federal Reed Act Authorization as the Fund Source is Fully Expended; **\$1,400.0 Interagency Receipt Increment to Increase Authorization to Align with Anticipated Receipts (FY10 Gov Am)**
- Unemployment Insurance – **\$964.2 GF Decrement Due to Additional Federal Authorization no GF is required; \$1886.6 Federal Receipts Increment Due to Additional Federal Authorization (FY10 Gov Am) Which results in a Net Federal funds Increment of \$922.4.**
- Adult Basic Education – No Change
- Workforce Investment Board – Recommend House Finance to look at adopting Sec. 16.(2) in Language Section which adds a \$130.0 GF Increment for Gasline Related Activities for Workforce Development
- Business Services – Recommend House Finance to look at adopting Sec. 16.(2) in Language Section which adds a \$585.0 GF Increment for Gasline Related Activity for Apprenticeships and Regional Training Centers; \$575.1 STEP Increment for Authorization to Provide Additional Training Opportunities to Alaskans; \$128.5 VoTech Ed Increment for Support Administration and Performance Monitoring
- Kotzebue Technical Center Operations Grant – No Change
- Southwest Alaska Vocational and Education Center Operations Grant – \$195.0 Increment for Southwest Alaska Vocational and Education Center Operations
- Yuut Elitnaurviat, Inc. People’s Learning Center Operations Grant – No Change
- Northwest Alaska Career and Technical Center – No Change
- Delta Career Advancement Center – No Change
- New Frontier Vocational Technical Center – No Change
- Construction Academy Training – **\$3,500.0 GF One-Time Increment for Construction Academy Training and Retain as a Separate Appropriation.**
- Vocational Rehabilitation Administration – No Change

- Client Services – \$158.1 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements; \$130.0 GF Increment for Match Funding Due to Lease Cost Increase; \$30.0 Interagency Receipt Increment from Dept. of Education and Early Development for Transition Services Funding
- Independent Living Rehabilitation – No Change
- Disability Determination – No Change
- Special Projects – No Change
- Assistive Technology – No Change
- Americans with Disabilities Act – No Change
- **Alaska Vocational Technical Center – \$300 Stat Desig Increment Adds Statutory Designated Program Receipt Authorization to Accept Donations from Taxpayers for Tax Credits (FY10 Gov Am)**
- AVTEC Facilities Maintenance – No Change

Wordage:

Appropriation: Commissioner and Administrative Services

Allocation: Management Services

Conditional Language

The amount allocated for Management Services includes the unexpended and unobligated balance on June 30, 2009, of receipts from all prior fiscal years collected under the Department of Labor and Workforce Development's federal indirect cost plan for expenditures incurred by the Department of Labor and Workforce Development.

Appropriation: Workers' Compensation and Safety

Allocation: Alaska Safety Advisory Council

Conditional Language

The amount allocated for the Alaska Safety Advisory Council includes the unexpended and unobligated balance on June 30, 2009, of the Department of Labor and Workforce Development, Alaska Safety Advisory Council receipts under AS 18.60.840.

Appropriation: Vocational Rehabilitation

Allocation: Vocational Rehabilitation Administration

Conditional Language

The amount allocated for Vocational Rehabilitation Administration includes the unexpended and unobligated balance on June 30, 2009, of receipts from all prior fiscal years collected under the Department of Labor and Workforce Development's federal indirect cost plan for expenditures incurred by the Department of Labor and Workforce Development.

Wordage Continue:

Allocation: Americans With Disabilities Act (ADA)

Conditional Language

The amount allocated for the Americans with Disabilities Act includes the unexpended and unobligated balance on June 30, 2009, of inter-agency receipts collected by the Department

Language:

- All Language to be forwarded on to Full Finance Committee for review; this includes Labor Market Information – Sec. 16.(2) in Language Section which adds a \$145.0 GF Increment for Gasline Training Program Guide and Regional Economic Analysis; Workforce Investment Board – Sec. 16.(2) in Language Section which adds a \$130.0 GF Increment for Gasline Related Activities for Workforce Development; Business Services – Sec. 16.(2) in Language Section which adds a \$585.0 GF Increment for Gasline Related Activity for Apprenticeships and Regional Training Centers;

Documents Attached:

1. Agency Totals – FY10 Operating Budget House Structure
2. Appropriation/Allocation Summary Totals – House Structure (Numbers)
3. Appropriation/Allocation Summary GF Only – House Structure (Numbers)
4. Transaction Comparison – House Structure (between Adj. Base and House Finance Subcommittee)
5. Transaction Comparison – House Structure (between Governor Amended and House Finance Subcommittee)
6. Wordage Report - House Structure

Respectfully Submitted,



Representative Anna Fairclough, Chair
House Finance Subcommittee for Labor & Workforce Development

**Department of Labor and Workforce Development FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	29,822.8	85,866.2	56,832.4	172,521.4
FY10 Adjusted Base Budget	25,992.6	86,854.4	57,412.1	170,259.1
Governor's FY10 Budget	30,141.0	85,751.6	58,432.5	174,325.1
Governor's FY10 Budget Amendments	(964.2)	1,886.6	1,808.0	2,730.4
Governor's Amend FY10 Budget Total	29,176.8	87,638.2	60,240.5	177,055.5
Subcommittee Adjustments	(25.0)		0.0	(25.0)
Total Subcommittee FY10 Budget Recommendations Total	29,151.8	87,638.2	60,240.5	177,030.5

Subject to minor conforming adjustments

**Department of Labor and Workforce Development
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
Changes to Gov's FY10 Amend			
Rejected \$25.0 GF Increment to Replace nonrecurring costs Personal Information & Consumer Credit (HB65) to match Governor's request as this was an OTI in FY09 that was no longer needed in FY10	(25.0)		
Reductions to Gov's FY10 Amend	<u>(25.0)</u>	<u>0.0</u>	<u>0.0</u>
Additional Subcommittee Recommendations			
Construction Academy Training – Accepts a \$3,500.0 GF Increment (noted below) and Changes it to a OTI and Retain as a Separate Appropriation.			
Additional Subcommittee Recommendations	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Reductions to Gov's FY10 Amend	<u>(25.0)</u>	<u>0.0</u>	
Total Reduction All Funds		<u>(25.0)</u>	
Concurrence with Gov's FY10 Amend			
1 Construction Academy Training – Accepts a \$3,500.0 GF Increment, Changes it to a OTI and Retain as a Separate Appropriation.	3,500.0		0
2 Data Processing – Accepts a \$93.2 Fund Source Change from Federal Receipts and Interagency Receipt to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	93.2	(93.2)	
3 Labor Market Information – Accepts a \$57.3 Fund Source Change from Federal Receipts and Interagency Receipt to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	57.3	(57.3)	
4 Workers' Compensation – Accepts a \$108.0 Worker Safety Account Increment for Increased Leased Space Cost (FY10 Gov Am)		108.0	
5 Workers' Compensation Benefits Guaranty Fund – Accept a \$30.0 Workers' Compensation Benefits Guaranty Fund Increment to Add Authorization for Contractual Legal Support Services		30.0	
6 Fishermens Fund – Accepts a \$14.0 Fish Fund Decrement to Decrease Expenditure Authorization to Align with Staffing Plan		(14.0)	
7 Mechanical Inspection – Accepts a \$5.0 Fund Source Change from Building Safety to Interagency Receipt to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements;		0.0	
8 Mechanical Inspection – Accepts a \$294.5 Fund Source Change from Building Safety to Interagency Receipt for Inspections Associated with Worker's Safety		0.0	
9 Mechanical Inspection – Accepts a \$15.0 Inter-Agency Receipts Increment to Align with Receipts		15.0	
10 Occupational Safety and Health – Accepts a \$294.5 Worker's Safety Account Increment to Support Mechanical Inspections Associated with Worker's Safety Account		294.5	

**Department of Labor and Workforce Development
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
11 Occupational Safety and Health – Accepts a \$21.6 Fund Source Change from Federal Receipts to Workers' Safety to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements		0.0	
12 Occupational Safety and Health – Accepts a \$10.2 Fund Source Change from GF to Workers' Safety because Workers' Safety Account revenue is sufficient to fund the Program	(10.2)	10.2	
13 Employment and Training Service – Accepts a \$400.0 Decrement to Delete Federal Reed Act Authorization as the Fund Source is Fully Expended		(400.0)	
14 Employment and Training Service – Accepts a \$1,400.0 Interagency Receipt Increment to Increase Authorization to Align with Anticipated Receipts (FY10 Gov Am)		1,400.0	
15 Unemployment Insurance – Accepts a \$964.2 GF Decrement Due to Additional Federal Authorization no GF is required & Accepts a \$1,886.6 Federal Receipts Increment Due to Additional Federal Authorization (FY10 Gov Am)	(964.2)	1,886.6	
16 Unemployment Insurance - Accepts decrease of Federal Rcpts to align with anticipated rcpts		(443.1)	
17 Business Services – Accepts a \$575.1 STEP Increment for Authorization to Provide Additional Training Opportunities to Alaskans		575.1	
18 Business Services – Accepts a \$128.5 VoTech Ed Increment for Support Administration and Performance Monitoring		128.5	
19 Southwest Alaska Vocational and Education Center Operations Grant – \$195.0 GF Increment for Southwest Alaska Vocational and Education Center Operations	195.0		
20 Client Services – Accepts a \$158.1 Fund Source Change from Federal Receipts to GF to Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements	158.1	(158.1)	
21 Client Services – Accepts a \$130.0 GF Increment for Match Funding Due to Lease Cost Increase	130.0		
22 Client Services – Accepts a \$30.0 Interagency Receipt Increment from Dept. of Education and Early Development for Transition Services Funding		30.0	
23 Alaska Vocational Technical Center – Accepts a \$300 Stat Desig Increment Adds Statutory Designated Program Receipt Authorization to Accept Donations from Taxpayers for Tax Credits (FY10 Gov Am)	300.0		
Total Concurrence with Govs FY10 Recs	3,459.2	3,312.2	

ALASKA STATE LEGISLATURE

Co-Chair:
House Finance Committee

Chair:
House Finance Subcommittees for;
Department of Public Safety
Department of Law



Session:
Alaska State Capitol, Rm 515
Juneau, AK 99801-1182
Phone: (907) 465-4958
Fax: (907) 465-4928

District:
600 E. Railroad Ave.
Wasilla, AK 99654

BILL STOLTZE
STATE REPRESENTATIVE
Representative_Bill_Stoltze@legis.state.ak.us

MEMORANDUM

To: Mike Hawker
House Finance Co-Chair

From: Bill Stoltze
Chair – Law Budget Subcommittee

Representatives Gruenberg, Harris, Holmes, Keller,
Muñoz & Seaton, Law Subcommittee Members

Date: 2/28/09

Re: Law Budget Close Out

House Finance Budget Subcommittee FY 10 Department of Law

The House Finance Budget Subcommittee (HFBS) on The Department of Law (DOL) submits an operating budget for FY10 as follows:

General Funds	\$ 46,299.9
Federal Funds	\$ 3,233.7
Other Funds	<u>\$ 25,193.1</u>
Total	\$ 74,726.7

The HFBS budget authorizes \$10,525.5 less general funds than the Governor's FY10 DOL request. The FY10 subcommittee budget requests a total decrement from the 09 Revised Management Plan of \$5,039.4 general funds.

DISTRICT 16

BIRCHWOOD • BUTTE • CHUGIAK • EKLUTNA • FAIRVIEW LOOP
KNIK RIVER ROAD • LAZY MOUNTAIN • PALMER • PETERS CREEK

Department of Law

House Finance Budget Subcommittee FY10 Highlights

INTRODUCTION

In determining the appropriation levels for FY10, the Department of Law Subcommittee utilized the FY10 adjusted base. The basic approach of the subcommittee revolved around the preservation of the budget base while maintaining the ability of the department to continue beneficial litigation for the State of Alaska.

ISSUES

In FY10, the Department of Law anticipated various issues that would require various funding increases. These issues include lease cost increases and funding lapses; training and position costs; and one-time incremental items. All transactions were approved, with the exception of the request from the Environmental Law section. It was the determination of the subcommittee that the amount requested could be made up within the flexibility of the Civil Division and re-allocated if necessary.

OTHER ISSUES

Three items were removed from the proposed budget and are recommended to be moved to the language section so as to not affect the adjusted base going forward. The three allocations were for BP Corrosion litigation, which is anticipated to be filed in FY10, and two Oil, Gas and Mining issues, which are Oil and Non-Gas Pipeline Matters and Trans Alaska Pipeline System Strategic Reconfiguration. These items comprised of the bulk of the funding increase in the Governor's Budget. It is the recommendation of the subcommittee that these items should be approved and the amount of funding should be determined by the co-chairs.

RECOMMENDATIONS

The subcommittee recommends that all items be approved, with the exception of the fund change for the Environmental Law section. Also, the subcommittee further recommends that the proposed Oil, Gas and Mining and BP Corrosion appropriations be moved to the language section and funding amounts should be determined by the co-chairs.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY10 Operating Budget – House Structure

DISTRICT 16

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If you have any questions, please contact John Coan in my office at 2812.

Submitted,

Bill Stoltze
House Finance Subcommittee Chairman
Department of Law

DISTRICT 16

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**Department of Law FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	51,339.3	3,130.8	24,053.3	78,523.4
FY10 Adjusted Base Budget	45,021.1	3,233.7	24,715.0	72,969.8
Governor's FY10 Budget	50,924.3	3,233.7	25,064.4	79,222.4
Governor's FY10 Budget Amendments	5,901.1	0.0	112.4	6,013.5
Governor's Amend FY10 Budget Total	56,825.4	3,233.7	25,176.8	85,235.9
Subcommittee Adjustments	(10,525.5)	0.0	16.3	(10,509.2)
Total Subcommittee FY10 Budget Recommendations Total	46,299.9	3,233.7	25,193.1	74,726.7

**Department of Law
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend			
1. Move BP Corrossion funding to the language section.	(3,500.0)	0.0	0
2. Deny fund change of \$16.3 from Inter-Agency/Oil & Hazardous Waste to General Fund to correct unrealizable fund souces in the salary adjustment for the existing bargaining unit agreements.	(16.3)	16.3	0
3. Move Oil, Gas and Mining - Oil and Non-Gas Pipeline Matters Including Pt. Thomson Litigation, FERC on TAPS Tariffs to the language section.	(5,109.2)	0.0	0
4. Move Oil, Gas and Mining - Trans Alaska Pipeline System (TAPS) Reconfiguration to the language section.	(1,900.0)	0.0	0
Reductions to Gov's FY10 Amend	(10,525.5)	16.3	0.0
Additional Subcommittee Recommendations			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	(10,525.5)	16.3	0.0
Total Reduction All Funds		<u>(10,509.2)</u>	
Concurrence with Gov's FY10 Amend			
1. Accept Third Judicial District lease cost increases.	292.4	0.0	0
2. Accept MHTAAR for Deliver Training for Prosecutors.	0.0	12.5	0
3. Accept Deputy Attorney General's Office lease cost increases.	199.4	199.4	0
4. Accept OTI Tobacco Education Cessation Fund for Master Settlement Agreement (MSA) arbitration.	0.0	163.0	0
5. Accept replacement Statehood Defense lapsing funds.	187.0	0.0	0
6. Accept increase to Statehood Defense for ESA litigation.	600.0	0.0	0
7. Accept Administrative Services CIP receipts for a micro/network specialist.	0.0	101.2	0
Total Concurrence with Govs FY10 Recs	1,278.8	476.1	0.0

House Finance Budget Subcommittee FY 10 Alaska Legislature

Subcommittee Report FY10

February 26, 2009

The House Finance Budget Subcommittee (HFBS) on the Alaska Legislature submits an operating budget for FY10 as follows:

GF	\$ 64,962.7	Fed Funds	\$ 0.0	Other Funds	\$ 1,107.3	Total	\$ 66,070.0
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Alaska Legislature House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$ 980.5 less general funds than the Alaska Legislature request submitted in the Governor's FY10 Operating Budget. The FY10 subcommittee budget requests a total increment from 09 Revised Management Plan of \$ 714.2 general funds.

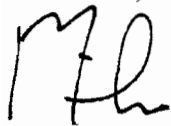
The final budget requests prepared by Legislative Audit for the Legislative Budget and Audit Committee and by Legislative Affairs for the Legislative Council were approved as submitted. Those requests included non-discretionary adjustments for wages and other contractual obligations. Approximately \$2.3 million in one time project appropriations that were included in the FY09 budget were removed from the FY10 requests. The legislative operating budget includes adequate funding for multiple special sessions that have become routine in recent years.

The FY10 request was increased by the amount estimated to implement the legislative pay adjustment in January 2010. This increase automatically takes effect unless rejected by the legislature. Accordingly, in the absence of formal action being taken by the legislature, the budget presumes the status quo, that is, that the pay increase will take effect. If the legislature rejects the pay increase, a corresponding adjustment will be made to the budget at that time.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)

Submitted,



Representative Mike Hawker
House Finance Subcommittee Chairman
Alaska Legislature

**Alaska Legislature FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	64,248.5	0.0	963.6	65,212.1
FY10 Adjusted Base Budget	65,621.9	0.0	963.6	66,585.5
Governor's FY10 Budget	65,943.2	0.0	1,142.3	67,085.5
Governor's FY10 Budget Amendments	0.0	0.0	0.0	0.0
Governor's Amend FY10 Budget Total	65,943.2	0.0	1,142.3	67,085.5
Subcommittee Adjustments	(980.5)		(35.0)	(1,015.5)
Total Subcommittee FY10 Budget Recommendations Total	64,962.7	0.0	1,107.3	66,070.0

**Alaska Legislature
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
Changes to Gov's FY10 Amend			
<u>Budget and Audit Committee</u>			
State Facilities Rent			
Increase in Lease Costs	21.9		0
<u>Legislative Council</u>			
Salaries and Allowances			
Salary & Benefits - six months at new rate	1,013.6		
Dept. of Defense revision of session per diem rates	95.2		
Reduce anticipated average interim per diem claims	(180.0)		
Administrative Services			
Merit Increases	66.2		
Utilities Increases	120.0		
Lease CPI for LIO's	57.5		
Increase in Interagency Svcs	19.9		
Add GF to replace anticipated reduction in receipts for teleconference and print shop	12.0	(12.0)	
Session Expenses			
Add GF to replace anticipated reduction in rcpts for subscriptions and AK Statutes	23.0	(23.0)	
Council and Subcommittees			
Conf on Economic Impacts of ESA Listings - lapse	(2,000.0)		
Legislative Outdoor Heritage Caucus - lapse	(100.0)		
Carryforward from CSG West - lapse	(192.5)		
Increase to Legislative Council chair for casual labor	100.0		
Remove funding associated with CSG- West Annual Meeting	(100.0)		
Legal and Research Services			
Cost of Merit Increases	31.9		
Select Committee on Ethics			
Cost of Merit Increases	3.1		
Office of Victims Rights			
Cost of Merit Increases	19.3		
Lease Costs	6.1		

**Alaska Legislature
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
Ombudsman			
Ombudsman: Increase in lease, equipment and services	2.3		
Total Subcommittee Reductions to Gov FY10 Amd	(980.5)	(35.0)	0.0
Concurrence with Gov's FY10 Amend			
<u>Legislative Council</u>			
Office of Victims Rights: Fund Change GF to PFD Crim	(178.7)	178.7	
<u>Legislative Operating Budget</u>			
Additional interim costs	500.0	0.0	
	321.3	178.7	

House Finance Budget Subcommittee FY 10 Department of Military and Veterans' Affairs

Subcommittee Report FY10

February 19, 2009

The House Finance Budget Subcommittee (HFBS) on The Department of Military and Veterans Affairs submits an operating budget for FY10 as follows:

GF \$ 11,276.9 Fed Funds \$ 22,235.3 Other Funds \$ 13,017.9 Total \$ 46,530.1

Department of Military and Veterans Affairs House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$0 less general funds and 0 less employees than the Governor's FY10 Department of Military and Veterans Affairs request. The FY10 subcommittee budget requests a total decrement from 09 Revised Management Plan of \$51.5 general funds.

Personnel

There is no change in the number of Department personnel: 283 Perm Full Time, 2 Perm Part Time, and 1 Temporary.

Three Year Look-back

The Budget Subcommittee did a three year look back to review changes in the Department's budget from the FY07 Final Budget to the FY10 Governor's Request.

The greatest increase in General Funds, \$300.0 was a change in funding source since the Local Planning Committee Grants had been funded with Oil/Haz Funds. There were increments in four other areas: Homeland Security & Emergency Mgt. 9%; Veterans' Services 18%; Office of the Commissioner 3%; and AK Emergency Communications 8%.

The \$143.4 increase in Veterans' Services is to increase grants for the Veterans' Outreach Program. This has been used to increase counselor training and to expand travel into rural areas to contact veterans and help them to identify and qualify for benefits.

The Department budget has been relatively flat for the past three years. Changes in mission and organization have, where possible, been absorbed by reorganization and reassignment of personnel to fill positions where needed.

Governor's Proposed FY 10 Budget

Total budget growth from the FY 09 Management Plan Revised to the Governor's Request as amended is \$1,141.9 which is an increase of 2.5%. General Fund growth in the budget is \$180.0 (1.6%) above the FY10 Adj. Base.

There is a \$50.0 General Fund increment to increase grants for the Veterans' Outreach Program in the Veterans' Services component of the budget. This is to increase travel to rural areas of the

state. This is important since Guard personnel who have been deployed to combat zones have returned to their home communities.

The \$130.0 General Fund increment in Alaska National Guard Retirement Benefits reflects the amount approved by the ARM Board. This does not appear to reflect the \$10.0 million that was appropriated last year to reduce the unfunded liability within the retirement account. Typically one would expect to see the actuarial amount decrease when the unfunded liability decreases. Pension fund investments have in all probability been impacted by recent market declines. If the increment is excessive it will be reflected in a reduced rate the next time the State's contribution is adjusted.

Educational Benefits is an area which has been of concern to past Subcommittees. The \$328.5 (80.4%) reduction is only a reduction to the DMVA budget. The Guard tuition funding is included in the Governor's University's budget request. The residual \$80.0 is for vocational and other training programs.

The \$185.2 increase in funding for the Alaska Military Youth Academy is authority to receive this amount in I/A funding from DEED. This is based on an anticipated \$100 increase in the Base Student Allocation.

There is a \$500.0 increment increasing Federal Receipt authority for Army Guard Facilities Maintenance and an adopted Governor's amendment for \$300.0 increasing Federal Receipt authority for Air Guard Facilities Maintenance. This reflects the increased cost of maintenance that has been seen systemically throughout the State. Note: this is not an increase in State General Funds.

Two areas of responsibility are transferred from the Department. One position transfers the Alaska Aviation Safety Project to DOT Aviation. The second position transferred to Alaska State Wide Emergency Communications. In this instance the PCN filling that slot was reassigned to other duties within the Department. An unbudgeted PCN was budgeted which accounts for the net zero change in personnel numbers.

Subcommittee action

After reviewing the proposed budget the Subcommittee adopted the FY 10 Governor's Requested Operating Budget, as amended, for the Department of Military and Veterans' Affairs along with the listed supporting Legislative Finance reports.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction comparison (Gov. Amd and House Subcom)

Submitted,

Representative Richard Foster
House Finance Subcommittee Chairman
Department of Military & Veterans' Affairs

**Department of Military and Veterans Affairs FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	11,328.4	21,264.6	12,795.2	45,388.2
FY10 Adjusted Base Budget	11,096.9	21,435.3	12,832.7	45,364.9
Governor's FY10 Budget	11,276.9	21,935.3	13,017.9	46,230.1
Governor's FY10 Budget Amendments	0.0	300.0	0.0	300.0
Governor's Amend FY10 Budget Total	11,276.9	22,235.3	13,017.9	46,530.1
Subcommittee Adjustments	0.0	0.0	0.0	0.0
Total Subcommittee FY10 Budget Recommendations Total	11,276.9	22,235.3	13,017.9	46,530.1

Subject to minor conforming adjustments

**Department of Military and Veteran's Affairs
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend none			
Reductions to Gov's FY10 Amend	0.0	0.0	0.0
Additional Subcommittee Recommendations none			
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	0.0	0.0	
Total Reduction All Funds		0.0	
Concurrence with Gov's FY10 Amend			
1. Increase Federal Authority for Ongoing Maintenance Costs		300.0	0
Total Concurrence with Govs FY10 Recs	0.0	300.0	0.0

House Finance Budget Subcommittee FY10 Department of Natural Resources

Subcommittee Report for FY10

February 27, 2009

The House Finance Budget Subcommittee for the Department of Natural Resources submits an operating budget for FY10 to the full House Finance Committee as follows:

Operating Budget	Gen Fund	Federal	Other	Total
FY10 Adjusted Base ¹	\$66,436,700	\$13,939,900	\$44,544,800	\$124,921,400
FY10 Gov Amend	\$71,231,900	\$13,804,300	\$46,593,200	\$131,629,400
(HFS) Recommendation	\$70,183,900	\$14,054,300	\$46,234,700	\$130,472,900

The Budget Subcommittee recommends an operating budget that authorizes \$1,048,000 less general funds and three fewer employees than the FY10 Governor's Amended request. The recommended budget requests a total increment from the FY10 Adjusted Base of \$3,747,200.

Subcommittee Recommendations

The subcommittee reviewed all aspects of the Department of Natural Resources budget, including a three-year look back to review the growth in the department's budget from FY07 to FY10 Governor's Amended proposal, and accepted the changes with the following major exceptions:

State Coordinator – Gas Pipeline

- Transferred two AGIA positions from the Office of the Governor to a new component in the Department of Natural Resources and reduced the funding by \$100,000 to reflect a vacancy.

Oil and Gas Development

- Funded oil and gas positions as a one-time item (OTI) to address the workload of the Oil and Gas Division, but reduced the funding by \$175,000 to reflect a vacancy
- Reduced the FY09 OTI of \$523,000 for four additional positions within the Petroleum Systems Integrity Office (PSIO) by \$423,000 to reflect the three vacancies and to wait for the results of the PSIO "Gap and Overlap Analysis"

¹ The Adjusted Base is the starting point for subcommittee discussion of the Governor's request. It removes one-time appropriations, reappropriations, and carryforward of multi-year appropriates. It incorporates the FY10 contractual salary increases. (Source: *Legislative Fiscal Analyst's Overview of the Governor's Request*, Page 12)

- Denied authority for the Pipeline Coordinator to receive funds from industry to establish a TAPS Fire Safety program until the PSIO "Gap and Overlap Analysis" is completed

Geological Development

- Denied a fund source change to replace federal dollars with general fund money to help support the Alaska Volcano Observatory

North Latitude Plant Material Center

- Funded an FY09 OTI (\$500,000) in the base of the North Latitude Plant Material Center and reduced another FY09 OTI (\$225,000) by \$100,000. This combination funds the total FY10 appropriation at \$625,000.

Ag Revolving Loan Program Administration

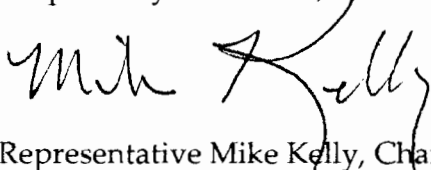
- Deleted a vacant loan/collection officer position (\$70,000) funded through the Ag Revolving Loan Fund proceeds

Because of the uncertainty of the gas pipeline timing and workload in Division of Oil and Gas, the Department of Natural Resources has several positions or programs funded through one-time items. This funding category requires the department to justify the funding request each year and allows the Legislature to adjust the funding level accordingly so that extraordinary costs associated with the gasline construction do not become embedded in the DNR operating base.

As the Department of Natural Resources has several OTI appropriations, and the accompanying dollars are deducted in the Adjusted Base calculations, it appears that the department is receiving a substantial amount of "new" General Fund dollars in FY10. This is not the case. Contractual salary increases is the bulk of the department's actual budget increase when existing one-time items are considered.

It was an honor and a privilege to chair the House Finance Budget Subcommittee for the Department of Natural Resources and I thank everyone who was involved with the process. If you wish a copy of the spreadsheet discussed in subcommittee, please contact my legislative aide, Ms. Sheila Peterson, at 465-4936.

Respectfully Submitted,



Representative Mike Kelly, Chair
House Finance Budget Subcommittee

**Department of Natural Resources FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	73,588.8	13,835.0	45,693.0	133,116.8
FY10 Adjusted Base Budget	66,436.7	13,939.9	44,544.8	124,921.4
Governor's FY10 Budget	70,841.9	13,804.3	46,783.1	131,429.3
Governor's FY10 Budget Amendments	390.0	0.0	(189.9)	200.1
Governor's Amend FY10 Budget Total	71,231.9	13,804.3	46,593.2	131,629.4
Subcommittee Adjustments *	(1,048.0)	250.0	(358.5)	(1,156.5)
Total Subcommittee FY10 Budget Recommendations Total	70,183.9	14,054.3	46,234.7	130,472.9

* As compared to Governor's Amend FY10 Budget Total

**Department of Natural Resources
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Pos. Count</u>
Changes to Gov's FY10 Amend			
Resource Development			
1. Transfer 2 AGIA positions from the Gov's office to a new component (State Coordinator - Gas Pipeline); reduce funding to reflect vacancies	(100.0)		
2. Reduce an FY09 OTI (\$1,143.1) to reflect a vacancy; approve continued funding for 12 positions to address the workload in the O&G as an OTI	(175.0)		
3. Reduce an FY09 OTI (\$523.0) to the Petroleum Systems Integrity to reflect vacancies; wait until "Gap & Overlap Analysis" is completed	(423.0)		
4. Deny increase in SDPR authority (\$288.5) to establish a TAPS Fire Safety Prgm until PSIO "Gap & Overlap Analysis" is completed		(288.5)	
5. Deny fund source change to replace federal dollars (\$250.0) with General Fund; money would have gone to the AK Volcano Observatory Prgm	(250.0)	250.0	
6. Reduce General Fund funding for the North Latitude Plant Material Center (\$725.0); FY09 funding was OTI	(100.0)		
7. Delete a vacant loan/collection officer position within the Ag Revolving Loan Program		(70.0)	(1.0)
Reductions to Gov's FY10 Amend	<u>(1,048.0)</u>	<u>(108.5)</u>	<u>(1.0)</u>

Concurrence with Gov's FY10 Amend

Resource Development			
8. Increase in I/A Rcpts to pay increased costs for the new parking garage at the Atwood building		9.9	
9. Increase in I/A Rcpts (\$47.8) and CIP Rcpts (\$49.3) to fund three student intern positions committed to ongoing, long-term projects		97.1	
10. Transfer 2 AGIA positions from the Gov's office to a new component (State Coordinator - Gas Pipeline); reduce for vacancy (See Item 1)	290.0		
11. Accept FY09 OTI request (\$1,318.1) to fund O & G positions to address workload, but reduce to reflect vacancy, OTI since 2005 (See Item 2)	1,143.1		
12. Fund the cost of outside legal counsel to defend Alaska's position in royalty disputes as OTI; approved in FY09 as OTI	500.0		
13. Fund the cost of outside auditors to address backlog of royalty and net profit share lease audits as OTI, approved in FY09 as OTI	200.0		

**Department of Natural Resources
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Pos. Count
14. Accept partial funding for an FY09 OTI (\$523.0) for the Petroleum Systems Integrity Office; reduce to reflect vacancies (See Item 3)	100.0		
15. Authority to receive payment from other state agencies related to salary; some positions funded by other agencies		20.0	
16. Approve CIP Rcpts to fund a grants admin position to support the federally-funded Coastal Impact Assessment Program		64.4	
17. Reduce uncollectable interagency receipt authorization within Alaska Coastal and Ocean Management		(50.0)	
18. Decrease federal receipt authorization for \$200 under the Large Project Permitting allocation		(200.0)	
19. Approve FY09 OTI to establish a prospectus review procedure to lease big game areas on state lands to game guides; approve as OTI	50.0		
20. Fund source change from Shore Fish to Gen Fund to correct unrealizable fund source for salary adjustments	6.7	(6.7)	
21. Reduce uncollectable interagency receipts as proposed in the Governor's budget		(115.0)	
22. Reduce uncollectable Statutory Designated Program Receipt Authority as proposed in the Governor's budget		(200.0)	
23. Replace federal funds for acquisition of land per Statehood Entitlement; federal dollars cannot be used to protect access/navigable waters	300.0		
24. Fund source change from Rcpt Svcs to Gen Fund to correct unrealizable fund source for salary adjustments	5.6	(5.6)	
25. Fund source change from Fed Rcpts and CIP Rcpts to Gen Fund to correct unrealizable fund source for salary adjustments	21.8	(21.8)	
26. Increase I/A Rcpts as indirect federal collections to pay salary for an accountant position		58.0	
27. Fund source change from Fed Rcpts and Stat Desig to General Fund to correct unrealizable fund source for salary adjustments	14.4	(14.4)	
28. Accept fund source change to replace federal dollars with GF to allow the continuation of airborne mineral surveys	350.0	(350.0)	
29. Approve I/A Rcpts; Coastal Geology and Hazards work is funded by the Division of Coastal and Ocean Management		180.0	

**Department of Natural Resources
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Pos. Count
30. Approve CIP Rcpts for personal services support for ongoing and proposed CIP projects		100.0	
31. Approve Atwood Garage Lease increment chargeback in Receipt Services in Recorder's Office/Uniform Commercial Code		10.6	
32. Accept federal receipts for a specialty crop block grant in Agricultural Development		60.0	
33. Fund FY09 OTI (\$500.0) for the N. Latitude Plant Material Center in the base; fund an additional \$125.0 as OTI (See Item 6)	625.0		
34. Approve federal receipts for federal projects and studies, including seeding BLM land		300.0	
35. Reduce I/A Receipts for the Alaska ethnobotany project as requested in the Governor's proposed budget		(244.3)	
36. Approve interagency fund increase to accommodate personal services shortages		20.0	
37. Delete two vacant positions at the request of the Mental Health Trust; based on the current status of funding available		(189.9)	
38. Approve continuation budget for the operation costs for the Trust Land Office as an OTI; Mental Health Trust has a zero base budget		1,783.3	(2.0)
Fire Suppression			
39. Fund source change from Fed Rcpts and CIP Rcpts to Gen Fund to correct unrealizable fund source for salary adjustments	20.0	(20.0)	
40. Accept federal collections for information officer under Fire Suppression Preparedness		39.6	
41. Accept a General Fund increment to help fund increased costs for the Alaska Interagency Coordination Center	90.0		
Parks and Recreation Management			
42. Reduce Interagency/Oil & Hazardous Waste authorization in the State Historic Preservation Program		(6.0)	
43. Fund source change from Fed Rcpts//A, and Stat Desig to Gen Fund to correct unrealizable fund source for salary adjustments	12.0	(12.0)	
44. Approve Atwood Garage Lease Increment Chargeback in Receipt Services under Parks Management		19.4	
45. Accept CIP receipt authority to fund a bear monitor position to help guide visitors who visit the Chilkoot Bear viewing Area		55.6	

**Department of Natural Resources
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Pos. Count</u>
46. Fund source change from Fed Rcpts, I/A, and Stat Desig to Gen Fund to correct unrealizable fund source for salary adjustments	18.6	(18.6)	
47. Accept CIP Rcpts to fund positions approved in FY09 to implement Division of Parks current inventory of capital improvement projects		510.7	
Total Concurrence with Gov's FY10 Recommendations	<u>3,747.2</u>	<u>1,874.3</u>	<u>(2.0)</u>

ALASKA STATE LEGISLATURE

HOUSE FINANCE COMMITTEE

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Memorandum

To: Representative Mike Hawker
Co-Chair, House Finance Committee

From: Bill Stoltze, Chair – Public Safety Budget Subcommittee
Representatives Lynn, Harris, Dahlstrom,
Salmon and Kawasaki, Public Safety Subcommittee Members

Re: Public Safety Budget Close out

Date: March 2, 2009

Introduction

The Department of Public Safety sub-committee used the FY10 adjusted base when determining appropriation levels. The subcommittee accepted all departmental budget transactions from the FY09 Management Plan to the FY10 adjusted base.

Your office has the attached spreadsheet along with the legislative finance close-out reports document recommended subcommittee level of spending for FY10.

FY10 Language recommendations (Language sections)

The subcommittee recommends that the language section provision be adopted in full finance that allocates \$1,270,000 in general funds to the Alaska State Troopers appropriation in the event the agency is unable to obtain federal rural alcohol interdiction funds in the upcoming federal fiscal year.

The subcommittee recommends that the language section provision be adopted in full finance that allocates \$1,392,200 in general funds to the Alaska State Troopers appropriation in the event the agency is unable to obtain federal drug and alcohol enforcement funds in the upcoming federal fiscal year.

FY10 recommendations to the full Finance committee

The subcommittee recommends that a majority of the increments to fully fund all trooper positions be accepted. The subcommittee did deny some smaller increment request for these efforts.

With regard to the Council on Sexual Assault and Domestic Violence, the subcommittee recommended an increase of \$296,000 of permanent fund felon funds for FY10. The subcommittee also switched out \$1,381,900 in general funds and replaced those funds with excess permanent fund felon funds. The freed up general funds were used to help fund the Alaska State Trooper increments.

The subcommittee recommends that partial funding for increased vehicle costs, trooper dispatching and prisoner transportation costs be accepted.

With regard to the Village Public Safety program, the subcommittee added funds to annualize the positions added in FY09. The subcommittee added ½ funding for new positions and for the COLA and merit increases requested in FY10.

The subcommittee also recommends the follow intent language be added to the operating budget:

It is the intent of the legislature that the Department of Public Safety provide additional state trooper coverage for international border communities to help meet Federal and Homeland Security requirements.

If you have any questions, please contact James Armstrong in my office at 6824.

cc: Dan Spencer, Department of Public Safety

**Department of Public Safety FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	116,401.8	15,257.6	23,135.9	154,795.3
FY10 Adjusted Base Budget	118,936.3	11,636.0	23,367.6	153,939.9
Governor's FY10 Budget	123,186.6	15,191.2	24,977.2	163,355.0
Governor's FY10 Budget Amendments	5,758.4	0.0	4,800.0	10,558.4
Governor's Amend FY10 Budget Total	128,945.0	15,191.2	29,777.2	173,913.4
Subcommittee Adjustments	(3,397.5)	(3,651.2)	80.9	(6,967.8)
Total Subcommittee FY10 Budget Recommendations Total	125,547.5	11,540.0	29,858.1	166,945.6

Department of Public Safety

Changes as proposed in the Governor's FY10 Operating Budget

(Language Section appropriations not included)

FY10 Proposed Changes

Appropriations and Allocations	General Funds			Other Funds		All Funds	Comments Regarding House Changes
	Governor 12/15/08	Governor 2/18/09	House SC	Federal Receipts	Other Funds		
Fire and Life Safety							
Fire and Life Safety Operation	0.0	0.0	0.0		142.0	142.0	Accepts increment of I/A receipts
Training and Education Bureau	6.3	0.0	6.3		-6.3	0.0	Accepts fund source switch from SDPR to General Funds
Alaska Fire Standards Council							
Fire and Life Safety Operation	0.0	0.0	0.0		0.0	0.0	
Alaska State Troopers							
Special Projects	1,270.0	0.0	0.0			0.0	recommends conditional funding in language section
Special Projects	126.5	0.0	0.0	-96.0	-46.7	-142.7	denies request of \$126.5 and acceptance the decrements of of federal and other funds
Special Projects	0.0	4.8	0.0			0.0	denies increment for full funding of commissioned officers who vacancy costs
Special Projects	0.0	0.0	0.0		4,800.0	4,800.0	accepts CJP receipts for Bureau of Highway officers
AST Director's Office	0.0	6.0	0.0			0.0	denies increment for full funding of commissioned officers who vacancy costs
AK Bureau of Judicial Services	88.0	0.0	88.0			88.0	accepts increment for prisoner transportation settlement
AK Bureau of Judicial Services	0.0	424.2	424.2			424.2	accepts increment for full funding of commissioned officers who vacancy costs
Prisoner Transportation	0.0	400.0	200.0			200.0	accepts 1/2 of increased transportation costs
Search and Rescue	0.0	0.0	0.0			0.0	
Rural Trooper Housing	427.3	0.0	427.3			440.6	accepts increment for increased utility & lease costs
Rural Trooper Housing	0.0	30.0	30.0		13.3	30.0	accepts increment for increased maintenance costs
Narcotics Task Force	1,393.2	0.0	0.0			0.0	recommends conditional funding in language section
Narcotics Task Force	0.0	49.3	0.0			0.0	denies increment request for general funds
Narcotics Task Force	9.0	0.0	0.0	-9.0		-9.0	denies use of GF in lieu of Unrealizable Fund Source for Salaries
AST Detachments	9.1	0.0	0.0		-9.1	-9.1	denies use GF in lieu of unrealizable Fund Source for Salaries
AST Detachments	164.0	0.0	164.0			164.0	accepts increment for sexual assault medical exams costs
AST Detachments	464.1	0.0	232.0			232.0	accepts 1/2 of increased lease, dispatch and supplies costs
AST Detachments	0.0	0.0	0.0		-89.7	-89.7	accepts deletion of PCN
AST Detachments	0.0	600.0	400.0			400.0	partially funds increment for trooper move costs

Department of Public Safety

Changes as proposed in the Governor's FY10 Operating Budget

(Language Section appropriations not included)

FY10 Proposed Changes

Appropriations and Allocations	General Funds			Other Funds		All Funds	Comments Regarding House Changes
	Governor 12/15/08	Governor 2/18/09	House SC	Federal Receipts	Other Funds		
AST Detachments	0.0	2,439.9	2,439.9			2,439.9	accepts increment for full funding of commissioned officers w/no vacancy costs
AST Detachments	0.0	139.8	69.9			69.9	partially funds increased vehicle costs
AST Detachments	0.0	42.0	42.0			42.0	accepts increment for increased maintenance costs
Bureau of Investigation	0.0	268.8	268.8			268.8	accepts increment for full funding of commissioned officers w/no vacancy costs
Bureau of Alcohol & Drug Enforcement	0.0	6.4	0.0			0.0	denies increment request for general funds
Bureau of Alcohol & Drug Enforcement	0.0	83.9	83.9			83.9	full funding of commissioned officers w/no vacancy costs
Alaska Wildlife Troopers	94.0	0.0	94.0			94.0	accepts increment for leases and supplies
Alaska Wildlife Troopers	0.0	28.0	28.0			28.0	accepts increment for maintenance costs
Alaska Wildlife Troopers	0.0	200.0	150.0			150.0	partially funds increment for trooper move costs
Alaska Wildlife Troopers	0.0	746.1	746.1			746.1	full funding of commissioned officers w/no vacancy costs
AK Wildlife Troopers Aircraft	0.0	318.8	318.8			318.8	increased risk management costs
AK Wildlife Troopers Aircraft	0.0	43.7	0.0			0.0	denies increment request for general funds
AK Wildlife Troopers Marine	0.0	21.2	21.2			21.2	accepts increment for risk management costs
AK Wildlife Troopers Marine	0.0	31.5	0.0			0.0	denies increment request for general funds
AK Wildlife Troopers Director's Office	0.0	9.3	0.0			0.0	denies increment request for general funds
AK Wildlife Troopers Investigation	0.0	22.1	0.0			0.0	denies increment request for general funds
Village Public Safety Officer							
Support	0.0	0.0	0.0			0.0	
Contracts	0.0	783.1	783.1			783.1	accepts increment to annualize 09 positions costs
Contracts	0.0	1,245.5	627.7			627.7	adding funding for 8 new positions
Contracts	0.0	205.2	102.6			102.6	funds 1/2 of the new 3% COLA for program
Contracts	0.0	236.5	118.3			118.3	funds 1/2 of new merit increases for program
AK Police Standards Council							
AK Police Standards Council	0.0	0.0	0.0			0.0	
Domestic Violence/Sexual Assault							
Domestic Violence/Sexual Assault	0.0	0.0			3,660.2	3,660.2	Accepts remainder of three year federal grant
Domestic Violence/Sexual Assault	0.0	0.0	-1,381.9		1,677.9	296.0	replaces existing general funds w/Permanent Fund felon funds, excess PFD felon funds of \$296k accepted as a OTI increment

Department of Public Safety

Changes as proposed in the Governor's FY10 Operating Budget

(Language Section appropriations not included)

FY10 Proposed Changes

Appropriations and Allocations	General Funds			Other Funds		All Funds	Comments Regarding House Changes
	Governor 12/15/08	Governor 2/18/09	House SC	Federal Receipts	Other Funds		
Statewide Support							
Batterers Intervention Program	0.0	0.0	0.0			0.0	
Commissioner's Office	0.0	0.0				0.0	
Training Academy	0.0	35.5	0.0			0.0	denies increment for full funding of commissioned officers w/no vacancy costs
Administrative Services	17.3	0.0	0.0		-17.3	-17.3	denies increment of GF in lieu of unrealizable fund source for salaries
AK Wing Civil Air Patrol	0.0	0.0				0.0	
Alcohol Beverage Control Board	0.0	0.0				0.0	
Public Safety Information Network	23.6	0.0	0.0		-23.6	-23.6	denies increment of GF in lieu of unrealizable fund source for salaries
Criminal Records and ID	30.9	0.0	0.0		-30.9	-30.9	denies increment of GF in lieu of unrealizable fund source for salaries
Laboratory Services	127.0	0.0	127.0			127.0	accepts increment for funding for DNA collection kits
State Facilities Rent							
State Facilities Rent	0.0	0.0				0.0	
Total Proposed Changes	\$4,250.3	\$8,421.6	\$6,611.2	-105.0	10,069.8	\$16,576.0	
FY09 Budget Base	\$118,936.3		\$118,936.3	\$12,671.3	\$21,365.9	\$152,973.5	
Total Proposed Changes	12,671.9		6,611.2	-105.0	10,069.8	16,576.0	
Total Proposed DPS Budget	\$131,608.2		\$125,547.5	\$12,566.3	\$31,435.7	\$169,549.5	
Total Budget Percent of Increase	10.7%		5.6%	-0.8%	47.1%	10.8%	Percent of increase compared to FY09 Budget Base
Public Safety Positions	875	888	887				

House Finance Budget Subcommittee FY 10 Department of Revenue

Subcommittee Report FY10

February 25, 2009

The House Finance Budget Subcommittee (HFBS) on the Department of Revenue submits an operating budget for FY10 as follows:

GF	\$ 18,164.1	Fed Funds	\$ 39,611.0	Other Funds	\$ 191,562.7	Total	\$ 249,337.8
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Department of Revenue House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$ 2,250.7 less general funds and 1 less employee than the Governor's FY10 Department of Revenue request. The FY10 subcommittee budget requests a total increment from 09 Revised Management Plan of \$979.9 general funds.

The Governor requested minimal increases in the original FY10 budget request. The department was required to update the state's Cost Allocation Plan for Federal Compliance which, as a result of the increased state financial assets under management, shifted \$572 to state general funds. The tax division continues to utilize contract auditors; however the subcommittee budget approved half the original request, shifting the responsibility to a newly funded state Master Auditor position.

Several adjustments were made in Other Funds appropriated for the ARM Board, PFD division, Mental Health Trust Authority administration, AHFC operations, and the Alaska Permanent Fund Corporation. The FY 09 budget for investment management fees at the ARM Board was reduced \$8,546.7 and at the Permanent Fund Corporation, \$10,000. These management fees are generally based on the value of investments under management. The reductions reflect market value declines experienced in recent months.

With the concurrence of the agency, the subcommittee did not approve a \$1,900.0 fund source change from FED to GF for the Child Support Services Division. It is now believed that continuing federal funding will be available.

Small general fund increments requested as fund source changes for "unrealizable fund sources" were not approved. The subcommittee removed a special assistant position in the commissioner's office that the agency established contrary to legislative intent in the FY09 budget.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY10 Operating Budget – House Structure

Submitted,

A handwritten signature in black ink, appearing to read 'MH' with a flourish underneath.

Representative Mike Hawker
House Finance Subcommittee Chairman
Department of Revenue

**Department of Revenue FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	17,184.2	37,214.4	208,964.9	263,363.5
FY10 Adjusted Base Budget	17,118.5	37,926.1	207,072.3	262,116.9
Governor's FY10 Budget	20,414.8	39,588.3	207,594.5	267,597.6
Governor's FY10 Budget Amendments	0.0	0.0	(17,796.7)	(17,796.7)
Governor's Amend FY10 Budget Total	20,414.8	39,588.3	189,797.8	249,800.9
Subcommittee Adjustments	(2,250.7)	22.7	1,764.9	(463.1)
Total Subcommittee FY10 Budget Recommendations Total	18,164.1	39,611.0	191,562.7	249,337.8

Numbers only

**Department of Revenue
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Changes to Gov's FY10 Amend			
1. Tax Division: Contract Auditors - reduction of FY09 OTI by half	(270.0)		0
2. Child Support Services Division: Fund Source Change in State Match requirements due to declining TANF cases and altered federal regs	(1,900.0)	1,900.0	
3. Commissioner's Office: Unrealizable Fund Sources in the Salary Adjustment Fund Source Change	(4.5)	4.5	
4. Admin Services: Unrealizable Fund Sources in the Salary Adjustment Fund Source Change	(18.2)	18.2	
5. Long Term Care Ombudsman's Office: Unrealizable Fund Sources in the Salary Adjustment Fund Source Change	(11.6)	11.6	
6. APFC: Increased travel costs and new travel		(74.1)	
Reductions to Gov's FY10 Amend	(2,204.3)	1,860.2	0.0
Additional Subcommittee Recommendations			
1. Commissioner's Office - Delete Special Assistant Position	(46.4)	(72.6)	(1)
Additional Subcommittee Recommendations	(46.4)	(72.6)	(1.0)
Total Reductions to Gov's FY10 Amend	(2,250.7)	1,787.6	(1.0)
Total Reduction All Funds		(463.1)	
Concurrence with Gov's FY10 Amend			
1. Tax Division: Restore Funding for AK Salmon Price Report	50.0	(50.0)	0
2. Tax Division: Contract Auditors - restores FY09 OTI by half	270.0		0
3. Tax Division: Fourth Master Auditor Position	200.0		0
4. Treasury Division: Update Fund Sources for Retiree Health (from RHIF to Group Benefit)	0.0	0.0	0
5. Treasury Division: Implementation of Cost Allocation Plan for Federal Compliance - Fund Source Changes	420.0	(420.0)	0
6. Treasury Division: Additional Funding to Implement Cost Allocation Plan for Federal Compliance	152.0		
7. ARM Board - Updated Fund Source for Retiree Health (from RHIF to Group Benefit)		0.0	

**Department of Revenue
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employ ee Count</u>
8. ARM Board - Implement Cost Allocation Plan for Federal Compliance - Fund Source Changes		0.0	
9. ARM Board - Administration of Additional Investment Options for Participants		249.5	
10. ARM Board - FY09 OTI for Independent Audit of Actuary		300.0	
11. ARM Board - Gov Amd Remove Independent Audit of Actuary		(300.0)	
12. ARM Board - Gov Amd Benefits Systems Rcpts to Implement Treasure Cost Allocation Plan		900.0	
13. ARM Board - OTI for Performance Consultant Audit		150.0	
14. ARM Board - Gov Amd: Reduction in Investment Mgmt Fees		(8,546.7)	
15. PFD Division: Variable cost increases due to the increasing number of applicants and public inquiries		101.0	
16. AMHTA: MH Trust Administrative Budget		2,650.0	
17. AHFC: Adjust Funding Due to AHFC eligibility in HUD "moving to work" program (AHFC Rcpts to Fed)		0.0	
18. AHFC: Utilities Increase - Eligible for Federal Rcpts due to AHFC becoming a HUD "moving to work" agency		959.7	
19. AHFC: Increase funding for anticipated business activity		254.4	
21. APFC - Gov Amd: Dec Custody and Management Fees (RcptSvcs)		(10,000.0)	
Total Concurrence with Govs FY10 Recs	<u>1,092.0</u>	<u>(13,752.1)</u>	<u>0.0</u>

House Finance Budget Subcommittee FY 10 Department of Transportation

Subcommittee Report FY10

February 10, 2009

The House Finance Budget Subcommittee (HFBS) on The Department of Transportation (DOT) submits an operating budget for FY10 as follows:

GF	\$206,471.5	Fed Funds	\$3,988.2	Other Funds	\$301,188.9	Total	\$511,648.6
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Department of Transportation House Finance Budget Subcommittee FY10 Highlights

The HFBS budget authorizes \$13,077.6 less general funds and 8 less employees than the Governor's FY10 DOT request. The FY10 subcommittee budget requests, in general funds, a total decrement from 09 Revised Management Plan of \$3,375.6, and a total increment from the 09 Adjusted Base of \$1,126.4

The approach taken by the subcommittee was to first fully fund all non-discretionary funding increments related to wages, contractual increases and the like. The funding sources for these non-discretionary increments were evaluate and changed to minimized impact to the General Fund.

Fund source changes from CIP to GF were denied. The transfers of CIP Rcpts to GF fund may suggest that support costs are increasing more rapidly than the dollar value of Capital Improvement Projects, since they should be driven by that component of the budget. This results in less Capitol Improvement money being spent on construction because it is being used to fund overhead. The Department is also reaching the limit of what can be recovered through the Indirect Cost Allocation Plan (ICAP). DOT is still responsible for the same activities and bears the burden of those associated costs. GF might be an appropriate source to fund these cost increases, but during this budget cycle there is considerable pressure on the General Fund portion of the Operating Budget. Additionally the Economic Stimulus Package will bring in additional CIP funds and should relieve some of the pressure on the Indirect Cost Allocation Plan.

Fund source changes from RSS and SDPR to GF were denied. Fund source changes from Statutory Designated Program Receipts and Receipt-Supported Services, \$25.3 are related to the cost of services provided by the Department exceeding the revenue generated. Receipts and fees are fixed by statute, regulation or fair market value and control the amount of revenue received. The Department should work with the House Finance Committee to determine what portion of the Department's increased costs should be born by users.

Fund source changes from AMHSF to GF were denied. The Alaska Marine Highway System Fund has two funding sources; revenues from operations and capitalization from the State's General Fund. Recently the Alaska Marine Highway System (AMHS) has been increasing the GF portion of its' funding through fund source changes and GF increments. Keeping AMHSF as the primary funding source allows the Legislature to more easily monitor AMHS needs and expenditures. This enables the Legislature to look at budget shortfalls in operations and decide at what level increased costs should be borne by users or subsidized by capitalization of the Fund.

Fund source changes from FED to GF were denied. The only requested change that fits this criterion is too insignificant to justify reorganization.

Whittier Tunnel fund source changes were denied. Changing operations of the tunnel from CIP to Gambling Tax is a change to GF and was denied for the reasons listed for all CIP to GF fund source change denials. The request to fund extended hours for summer operations with Gambling Tax was denied and was funded instead with Cruise Ship Tax Revenue. This was the revenue source used last year, and it is a dedicated fund source which must be used to directly benefit the Cruise Ship industry. As the extended summer hours fit this criterion it is a more appropriate fund source than the Gambling Tax (GF).

Requests to restore one-time increments (OTI) to the Alaska Marine Highway System as a reoccurring increment were denied. In FY09 the Department requested that a funding increment be approved to compensate for additional expenditure of running a particular mix of vessels. Due to dry dock work the department was forced to use less economical vessels on route where they could not expect to increase revenue with increased ridership. As this was a budget scenario that would not extend into the next fiscal year it was funded as an OTI. To date there has not been sufficient explanation by the Department to justify either another OTI or a reoccurring increment.

The Governor's Request contains two new programs for Sidewalk Snow Removal; in Anchorage \$500,000 and in Juneau \$47,100.

The Department indicated that they have received Federal notification to increase sidewalk snow clearing as part of standard road maintenance. Funds for sidewalk snow removal equipment were appropriated in FY09 Capital Budget. This request is an operating increment to hire 8 permanent part time operators in Anchorage and 1 permanent part time operator in Juneau. The increments also reflect fuel and State Equipment Fleet costs.

The Personnel portion of the increment is denied for all 9 positions (\$327.1). Since the State is under a hiring freeze, new positions were not approved. The \$220.0 remaining in those increments for fuel and State Equipment Fleet rental is approved.

The following Legislative Finance reports are attached:

1. Agency Totals – FY10 Operating Budget – House Structure
2. Appropriation/Allocation Summary (GF) – House Structure
3. Appropriation/Allocation Summary (all funds) – House Structure
4. Transaction Comparison (Adj. Base and House Subcom)
5. Transaction Comparison (Gov. Amd and House Subcom)
6. Wordage Report – FY10 Operating Budget – House Structure
7. Transaction Comparison (Gov. and House Subcom)

Submitted,

Representative Foster
House Finance Subcommittee Chairman
Department of Transportation

**Department of Transportation FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	212,472.9	4,130.7	294,314.5	510,918.1
FY10 Adjusted Base Budget	205,345.1	4,166.3	295,741.6	505,253.0
Governor's FY10 Budget	216,837.7	4,157.0	292,958.6	513,953.3
Governor's FY10 Budget Amendments	2,711.4	0.0	98.6	2,810.0
Governor's Amend FY10 Budget Total	219,549.1	3,987.0	293,057.2	516,763.3
Subcommittee Adjustments	(13,077.6)	1.2	8,132.9	(4,944.7)
Total Subcommittee FY10 Budget Recommendations Total	206,471.5	3,988.2	301,190.1	511,818.6

Subject to minor conforming adjustments

**Department of Transportation
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employ ee Count</u>
Changes to Gov's FY10 Amend			
1. Delete Personal Services Portion of Sidewalk Snowclearing in Anchorage	(300.0)	0.0	(8)
2. Delete Personal Services Portion of Sidewalk Snowclearing in Juneau	(27.1)	0.0	0
3. Delete CIP to GF fundsource changes	(633.1)	633.1	0
4. Delete RSS and SDPR to GF fund source changes	(54.0)	54.0	0
5. Delete AMHF to GF fund source changes	(326.9)	326.9	0
6. Change fund source for Whittier Tunnel extended hours of operation from Gambling tax to Cruise Ship tax \$500.0	(500.0)	500.0	0
7. Deny Whittier Tunnel Maintenance and Operations fund source change from CIP to Gambling tax \$2,000.0	(2,000.0)	2,000.0	0
8. Change fund source for FY10 Bargaining Unit Contract Terms:IBU from GF to AMHF	(2,320.1)	2,320.1	0
9. Deny Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements fund source change from Fed to GF	(1.2)	1.2	0
10. Change fund source for Maintaining FY09 Levels of Service from GF to AMHF	(2,297.6)	2,297.6	0
11. Deny LFD: Restore One-time increment to match gov budget - costs associated with vessel/route configuration in FY09	(4,617.6)	0.0	0
Reductions to Gov's FY10 Amend	(13,077.6)	8,132.9	(8.0)
Additional Subcommittee Recommendations			
1.			0
2.			0
3.			0
Additional Subcommittee Recommendations	0.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	(13,077.6)	8,132.9	
Total Reduction All Funds		<u>(4,944.7)</u>	

**Department of Transportation
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employee Count
Concurrence with Gov's FY10 Amend			
1. Disadvantaged Business Enterprise Certification and On-Site Title VI Reviews	0.0	8.7	0
2. delete funding associated with position transferred to Stwd Information Systems	0.0	(90.0)	0
3. Savings from Warm Storage Building Construction	(42.0)		0
4. Airport Certification Training	0.0	40.0	0
5. Funding Authority for Positions Transferred from Fairbanks International Airport	0.0	258.0	0
6. Reduction Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(16.2)	0
7. Cancellation of Airline Technical Representative Services Contract	0.0	(479.0)	0
8. Highway Safety Corridor Safe Driving Program	31.1	0.0	0
9. Positions reclass for Alaska Strategic Highway Safety Plan and State Transportation Improvement Plan (STIP) support	0.0	153.3	0
10. Establishment of Navigator Program to inform the Gov Inc Northern Region public of construction activities	0.0	85.0	0
11. Weights and Measures Travel Budget	0.0	30.0	0
12. Facilities Leasing - Fairbanks	0.0	50.0	0
13. Facilities Leasing - Dillingham and King Salmon	0.0	25.0	0
14. Unified Carrier Registration Fees	0.0	250.0	0
15. Telecommunications Cost Increase	0.0	25.0	0
16. Navigator Contract Cost Increase	0.0	150.0	0
17. Commodities Cost Increase - Field Offices	0.0	22.0	0
18. Telecommunications Cost Increase - Field Offices	0.0	21.0	0
19. Occupancy Lease Agreements Cost Increase for Services Provided to Other State Agencies	0.0	40.0	0
20. Specialized Contracted Services Cost Increase for Maintenance and Repairs	60.0	0.0	

**Department of Transportation
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
21. Non-Renewal of Non-State Agency Occupancy Lease Agreement in Kodiak	(7.3)	0.0	
22. Delete CIP Receipts Due to a Position Time Status Change of PCN 25-969X	0.0	(48.2)	
23. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(281.0)	
24. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(800.0)	
25. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(400.0)	
26. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(80.0)	
27. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(254.0)	
28. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(157.4)	
29. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(117.0)	
30. Correct Unrealizable Fund Sources in the Salary Adjustment for the Existing Bargaining Unit Agreements -8.1 federal funds	0.0	8.1	
31. Reduce Operating Budget in Response to Airline Carrier Economic Operating Environment	0.0	(47.3)	
32. Maintain FY09 Levels of Service	0.0	1,950.0	
33. Specialized Contracted Service Increases	110.0	0.0	
34. Janitorial Contracts Cost increase	141.2	0.0	
35. Janitorial Contracts Cost Increase	24.0	0.0	
36. Striping Contracts for Highways and Airports	169.3	0.0	
37. Maintenance Agreements at Angoon, Hyder and Kake	28.8	0.0	
38. Maintenance Management System Operating Costs	75.0		
39. Transfer out Janitorial, Electricity and Water/Sewer Funding to CR Facilities for the Statewide Materials Buil +/-17.8 (net zero)	0.0	0.0	

**Department of Transportation
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employee Count</u>
40 Increase Highway Working Capital Funds Authorization to Fund PCN 25-1912		98.6	
41 Transfer PCN 25-1912, Mechanic, from Northern Region Highways and Aviation for Mechanic Support of State Equip TrIn			1
42 National Pollutant Discharge Elimination System Compliance for Anchorage - Street Sweeping	116.3	0.0	
43 Transfer PCN 25-1912, Mechanic, to State Equipment Fleet for Mechanic Support of State Equipment TrOut			(1)
44 Transfer Personal Services Funding to Contractual for Operator Support and Equipment Costs (net zero) \$94.1	0.0	0.0	
45 Parks Highway Maintenance Stations Winter Sand Stockpile	200.0	0.0	
Total Concurrence with Govs FY10 Recs	<u>906.4</u>	<u>444.6</u>	<u>0.0</u>



Alaska State Legislature

Representative Anna Fairclough – House District 17

2/25/2009

University of Alaska FY10 House Finance Subcommittee Recommendations

The House Finance Subcommittee on the University of Alaska submits an operating budget to the full House Finance Committee as follows:

General Funds	\$319,178.0	(0.7% increase from adjusted base)
Federal Funds	\$130,658.5	(16.3% decrease from adjusted base)
Other Funds	\$365,802.0	(3.3% decrease from adjusted base)

As an additional note this represents a Total Decrease of 4.2% from FY09.

The subcommittee took the following actions:

Budget Action:

1. Adopted the FY10 Adjusted Base.
2. Reviewed each of the increments and decrements submitted by the Governor and highlighted the following recommendations:
 - Priority Program Enhancement and Growth Increments
 - i. Health Programs Total \$1,071.7 – \$922.0 GF and \$149.7 Non-GF
 1. Anchorage Campus – \$690.3 GF and \$90.0 Non-GF
 2. Fairbanks Campus – \$87.4 GF and \$25.0 Non-GF
 3. College of Rural & Comm. Dev. – \$40.8 GF and \$8.0 Non-GF
 4. Tanana Valley Campus – \$47.2 GF and \$16.0 Non-GF
 5. Juneau Campus – \$56.3 GF and \$10.7 Non-GF
 - Other Governor's Increments
 - ii. Non-Personnel Services Fixed Cost Increases – \$7,614.3 Non-GF
 - iii. Compliance Mandates – \$400.0 Non GF
 - iv. New Facility Operating and Maintenance Costs – \$350.0 GF and \$344.3 Non-GF
 - Governor's Budget Amendments
 - i. State Virology Lab (UAF Portion) Total \$150.0 IncOTI GF
 - ii. Facilities Maintenance and Repair Total \$825.0 GF
 1. Statewide Services – \$18.4
 2. Anchorage Campus – \$222.9
 3. Kenai Peninsula Campus – \$26.2
 4. Kodiak College – \$10.4

5. Mat-Su College – \$23.8
 6. Prince William Sound Comm. College – \$11.7
 7. Bristol Bay Campus – \$14.6
 8. Chukchi Campus – \$14.3
 9. Fairbanks Campus – \$302.3
 10. Interior-Aleutians Campus – \$17.2
 11. Kuskokwim Campus – \$24.1
 12. Northwest Campus – \$17.0
 13. Tanana Valley Campus – \$44.5
 14. Juneau Campus – \$50.9
 15. Ketchikan Campus – \$11.0
 16. Sitka Campus – \$15.7
- iii. Mental Health Trust (MHTAAR) – \$328.5 Non-GF Decrement

The University Budget Subcommittee accepts all Decrements associated with Unrealizable General Fund Budget Authority – \$25,238.4 Federal Funds and \$22,761.6 Other Funds. With the addition of the Mental Health Trust (MHTAAR) Decrement of \$328.5, the total is \$48,328.5.

Documents Attached:

1. University Closeout Worksheets
2. Agency Totals – FY10 Operating Budget House Structure (Numbers)
3. Appropriation/Allocation Summary All Funds – House Structure (Numbers)
4. Appropriation/Allocation Summary GF Only – House Structure (Numbers)
5. Transaction Comparison – House Structure (between Adj. Base and House Finance Subcommittee)
6. Transaction Comparison – House Structure (between Governor Amended and House Finance Subcommittee)

Respectfully Submitted,



Representative Anna Fairclough, Chair
House Finance Subcommittee



Alaska State Legislature

Representative Anna Fairclough — House District 17

2/27/2009

University of Alaska FY10 House Finance Subcommittee Recommendations

Legislative Finance Division is directed to incorporate amendments made and make any appropriate conforming or technical changes. During the Closeout meeting there was one amendment that was passed which included an Increment of \$150,000 GF for Future Farmers of Alaska to cover salary, benefits and basic programmatic needs in order to fulfill the mission and requirements of agricultural education and FFA.

**University of Alaska FY10 Budget
House Finance Budget Subcommittee Recommendations**

	<u>GF-GF/MH</u>	<u>Fed</u>	<u>Other</u>	<u>Total</u>
FY09 Revised Management Plan	307,833.5	156,076.9	374,204.3	838,114.7
FY10 Adjusted Base Budget	316,931.0	156,076.9	378,258.3	851,266.2
Governor's FY10 Budget	321,474.9	131,558.5	369,028.4	822,061.8
Governor's FY10 Budget Amendments	2,000.0	0.0	(328.5)	1,671.5
Governor's Amend FY10 Budget Total	323,474.9	131,558.5	368,699.9	823,733.3
Subcommittee Adjustments	(4,146.9)	(900.0)	(2,897.9)	(7,944.8)
Total Subcommittee FY10 Budget Recommendations Total	319,328.0	130,658.5	365,802.0	815,788.5

Numbers only

**University of Alaska
FY10 Budget Final Recommendations**

	GF Dollars	Other Dollars	Employ ee Count
Changes to Gov's FY10 Amend			
1. Priority Program Enhancement and Growth - Partially funded the request for Health Academic Programs at 1/2 of the Gov's request.	(921.9)	(149.8)	
2. Priority Program Enhancement and Growth - Energy and Cooperative Extension Service Increment was not accepted.	(1,000.0)	(3,968.1)	
3. K-12 Outreach - Program Enhancement and Growth was not accepted.	(800.0)	(230.0)	
4. Integrated Sciences Building - Governors Amd for the Integrated Science Building was not accepted. The management plan LIT was not accepted which leaves sufficient funds in Services for this request.	(1,025.0)	0.0	
5. Small Business Development Center - Fund Source change from Business License Rcpts to GF was not accepted. The \$550.0 Blic&Corp authorization remains.	(550.0)	550.0	
Reductions to Gov's FY10 Amend	(4,296.9)	(3,797.9)	0.0
Additional Subcommittee Recommendations			
1. Future Farmers of America allocation was amended into the subcommittee recommendation.	150.0	0.0	0
Additional Subcommittee Recommendations	150.0	0.0	0.0
Total Reductions to Gov's FY10 Amend	(4,146.9)	(3,797.9)	0.0
Total Reduction All Funds		<u>(7,944.8)</u>	
Concurrence with Gov's FY10 Amend			
1. Non-Personnel Services - Accepted all Fixed Cost Increases - Univ Rcpts	0.0	7,614.3	0
2. Accepted All Adjusted Base Compliance Mandates - UA I/A		400.0	1
3. New Facility Operating and Maintenance Costs - Accepted Costs: Anc Campus: Bragaw Building Lease Expense	350.0		2
Integrated Science Building Parking Garage & Building Support Positions - Univ Rcpts		344.3	
4. Facilities Maintenance and Repair - Accepted Gov Amd for all facilities	825.0		
5. Workforce Development - Accepted MHTAAR funding as requested by the Alaska Mental Health Trust Authority.		1,617.0	0

**University of Alaska
FY10 Budget Final Recommendations**

	<u>GF Dollars</u>	<u>Other Dollars</u>	<u>Employee Count</u>
6. Budget Authority - Accepted request to delete all unrealizable non GF		(48,000.0)	0
7. Systemwide Education and Outreach - Did not Accept Transfer of \$1,253.0 for Mining and Petroleum Training Services (MAPTS) from Kenai Peninsula College to Systemwide Education and Outreach. Funding remains in the Kenai Peninsula College allocation. Net zero transaction.	0.0	0.0	
8. Management Plan - Did not accept Line Item Transfer in that moved \$2,518.7 from Services to the Personal Services Line Item in the Anchorage Campus allocation.	0.0	0.0	
9. Priority Program Enhancement and Growth - Paritally funded the request for Health Academic Programs at 1/2 of the Gov's request.	922.0	149.7	
State Virology Lab - Accepted Gov Amd for Facilities and Maintenance (UAF Portion)	150.0		
Total Concurrence with Govs FY10 Recs	<u><u>2,247.0</u></u>	<u><u>(37,874.7)</u></u>	<u><u>3.0</u></u>
		(35,627.7)	