

DRAFT

FISCAL NOTE

**STATE OF ALASKA
2010 LEGISLATIVE SESSION**

Fiscal Note Number:

Bill Version:

() Publish Date:

HCS CSSB 171(FIN)

Identifier (file name): HCS CSSB171(FIN)-REV-PFD-02-12-10
Title Dividends for Deceased Applicants

Sponsor Senator Meyer
Requester House Finance Committee

Component Permanent Fund Dividend Division

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	Appropriation Required	Information
Personal Services	84.0		84.0	84.0	84.0	84.0	84.0		
Travel									
Contractual	43.5		43.5	43.5	43.5	43.5	43.5		
Supplies	5.0		5.0	5.0	5.0	5.0	5.0		
Equipment									
Land & Structures									
Grants & Claims									
Miscellaneous									
TOTAL OPERATING	132.5	0.0	132.5	132.5	132.5	132.5	132.5		
CAPITAL EXPENDITURES									
CHANGE IN REVENUES ()									
FUND SOURCE									
(Thousands of Dollars)									
1002 Federal Receipts									
1003 GF Match									
1004 GF	113.7		113.7	113.7	113.7	113.7	113.7		
1005 GF/Program Receipts	18.8		18.8	18.8	18.8	18.8	18.8		
1037 GF/Mental Health									
Other Interagency Receipts									
TOTAL	132.5	0.0	132.5	132.5	132.5	132.5	132.5		

Estimate of any current year (FY2010) cost:

POSITIONS

Full-time	Part-time	Temporary
1.0		
1	1	1

ANALYSIS: (Attach a separate page if necessary)

Adding the Pick.Click.Give online search function increased the complexity of the PFD online application. Bandwidth needs and design decisions contributed to the performance issues experienced this filing season. A wholistic approach to system optimization including design, programming, hardware and software utilization has been recommended to diagnose and remedy issues affecting performance. This fiscal note assumes that all overhead costs for an employee and general program management would be absorbed by the division.

Prepared by: Deborah M. Bitney, Director
Division Permanent Fund Dividend Division
Approved by: Ginger Blaisdell, Director
Administrative Services Division
Date 2-12-10, 1:30pm
Date/Time 2-8-10, 2:41pm
Phone 465-4785

ANALYSIS CONTINUATION

The PFD online application interfaces with programs such as MyAlaska, MyPFD Info, PFD Admin, DAIS (PFD's database) & Pick.Click.Give. Rasmuson Foundation reimbursed the division approximately \$40K in personal services time related to programming and management in addition to the cost for contractors in FY09. PFD Personal Services cost associated with PCG in FY10 is expected to exceed that paid in FY09. While the dollar value of the time spent has been reimbursed by Rasmuson Foundation, PFD programmer time focused on PCG, as opposed to division needs, has resulted in a backlog of projects identified by the division as necessary, thus a Programmer III position is requested.

United Way of Alaska was contracted to qualify the non-profit organizations. The Foraker Group handled marketing and provided support to the non-profits. The division will continue to contract those functions, which is estimated at \$40K in the first year.

Legal fees and appeals costs are estimated at \$2.0K annually. The bandwidth cost associated with this program is estimated to be 2% of the total FY09 cost at \$1.5K

The cost for continuing this program is shown as a General Fund expenditure, as opposed to an expenditure from Permanent Fund earnings. The \$50 application fee to non-profits, at the current participation rate is not sufficient to fund the program's continuation. Fee income to the program has averaged \$18.8K over the past two years. In the first year, 360 non-profits applied and 408 applied the second year.