



State of Alaska Department of Revenue Budget Overview

A Presentation to the Senate Finance Committee
March 4th, 2015

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Alaska Department of Revenue

The Department of Revenue mission is to collect, distribute and invest funds for public purposes

Programs, Authorities, and Corporations

Tax Division

Treasury Division

Permanent Fund Dividend Division

Child Support Services Division

Alaska Housing Finance Corporation

Alaska Permanent Fund Corporation

Alaska Mental Health Trust Authority

Alaska Municipal Bond Bank Authority

Major Department Accomplishments in 2014

Collections and Enforcement

- Over 98% of known taxpayers filed and paid their taxes on time
- The Tax Division is currently in phase 2 of a 3-phase Tax Revenue Management System (TRMS). This is an integrated system for all taxpayers to use for filing and paying their taxes online. It is scheduled to be fully implemented in early 2016.
- For every dollar spent on the program, the Child Support Division collects \$3.88.
- Despite challenges in retaining and training qualified staff, and a growing caseload, the percentage of child support cases with orders increased to the target goal of 93.5%.
- The Criminal Investigations Unit referred a Department-high 39 Child Support cases for prosecution. This is up from 35 in FY 13, and 21 in FY 12.
- CIU received 570 PFD Fraud Tips resulting in the closing of 451 investigations. Of these, 14 cases were referred for prosecution to OSPA. Results - 1 conviction in Federal Court and 13 convictions in State Court. These created \$119,544.97 in restitution orders.

Major Department Accomplishments in 2014

Funds Distribution

- The PFD Division exceeded the goal of reviewing 85% of FY 14 (2013 dividend year) eligibility cases by 12%. 97.2% of all Eligibility cases were reviewed by September 15th, 2013.
- In FY 14, PFDD paid \$571,390,469.85 to eligible Alaskans (Dividend amount - \$900)
- In FY 14 the Bond Bank issued four series of bonds representing \$178.5 million of par-amount and \$191.4 million of project funding in Alaska. The Bond Bank's participation in these projects saved Alaskans an estimated \$14.5 million of financing costs they would have otherwise had to pay.

Major Department Accomplishments in 2014

Investments and Cash

- Increased the value of the funds invested by the Treasury to \$52.1 Billion
- 18%+ returns for ARMB assets
- Increased retention and credentials (CFA designation) of investment staff
- The FY 14 returns for 33 out of 36 funds managed by Treasury met or exceeded the benchmark returns.
- PERS and TRS funds returned 18.55% and 18.56% respectively as compared to 12.50% and 12.59% in FY 13.
- DOR ACH Contract Savings of 82% over the prior contract, resulting in estimated annual savings of more than \$300,000 for the state.

FY 2016 Key Budget Changes Overview –

	FY 15 Management Plan	FY 16 Governor's Amended	Change
Department UGF	\$33,831.4	\$30,882.0	(\$2,950.4)
Department DGF	\$9,761.2	\$10,323.4	\$562.2
Other	\$254,827.9	\$283,178.7	\$28,350.8
Positions	934	924	(10)
Capital Summary	\$87,670.1	\$60,991.4	(26,678.7)

FY 2016 Key Agency Budget Changes –

Agency	Key Change Detail
Treasury	Delete 1 IT position (\$140.8), add 2 Investment officers - \$300.0, and increase ARMB investment and custody fees - \$18,200.0. Reallocate Unclaimed Property UGF funding portion to DGF.
Tax	Eliminate Film Office – 3 positions (\$346.7), and delete 8 additional tax positions (\$913.1). Transfer in 5 CIU positions.
Child Support	Close Wasilla and Juneau leased spaces, and reduce personal services authority (\$156.2). Transfer in 3 CIU positions.
PFD	Transfer in 2 CIU positions. No DGF reductions.
ASD	Eliminate 1 IT position.
Criminal Investigations	Delete investigator position (\$87.0), and transfer out 10 investigators to their originating divisions to reduce admin costs.
Commissioner's Office	Delete Legislative Liaison position.

FY 2016 Key Agency Budget Changes –

Agency	Key Change Detail
APFC	Performance based salary increases - \$290.0. Add 2 Investment officers - \$490.0, add 2 investment support positions - \$289.7, and increase investment fees - \$9,200.0.
AHFC	New UGF capital - \$17,891.4
AMHTA	Maintain Trust Authority administrative budget - \$3,426.7

Questions?

THANK YOU

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