



# **FY2017 Budget Overview**

## **Senate Finance Committee**

### **FY17 Capital and FY16 Supplemental**

**February 11, 2016**  
**Office of Management and Budget**  
**Pat Pitney, Director**

# FY2017 Capital Budget

Priority Area	All Funds	UGF
Federal Match/Leverage	\$1,079.9	\$82.9
Energy and Housing	\$52.9	\$21.3
Maintenance	\$92.1	\$53.0
Legal Obligations	\$11.0	\$10.5
Initiatives and School Replacement	\$27.8	\$27.7
<b>TOTAL</b>	<b>\$1,263.0</b>	<b>\$195.3</b>

*Dollars in millions*

# FY2017 Capital: Administration

Project Title	Amount	Fund Source	Prior Funding
Public Building Fund Buildings Deferred Maintenance	\$4,000,000	Public Building Fund 1147 (Other) AS 37.05.570	FY2016 - \$3,000.0 FY2015 - \$4,000.0
This project will continue addressing deferred maintenance needs in the State Office Building, the Alaska Office Building, the Public Safety Building, the Douglas Island Building, the Dimond Courthouse, the Atwood Building, the Fairbanks Regional Office Building, the Linny Pacillo Parking Garage and Office, the Palmer State Office Building, the Nome State Office Building, the Alaska Geologic Materials Building, and the Community Building.			
State Capitol Third Floor Improvements	\$475,000	Statutory Designated Program Receipts 1108 (Other)	None
Remodel and upgrades to the third floor of the capitol building to include upgrading the ventilation and other building systems. This project utilizes funds from the Juneau Community Foundation for the sole purpose of performing improvements and upgrades to the Executive floor (third floor) of the Capitol Building.			
Department Total	\$4,475,000		

# FY2017 Capital: Commerce, Community & Economic Development

Project Title	Amount	Fund Source	Prior Funding
Community Block Grants 90/10 Match	\$6,060,000	\$6,000,000 Fed 1002 \$60,000 GF/M 1003	Annual
Community Block Grants encompass multiple federally funded programs, enabling the Department of Commerce, Community and Economic Development (DCCED) to provide grants to communities and non-profits that provide services and/or benefits for low to moderate income individuals.			
National Petroleum Reserve – Alaska Impact Grant Program	\$3,502,626	National Petroleum Reserve Fund 1063 (Fed) AS 37.05.530	FY2016 - \$3,502.6 FY2015 - \$4,005.6
The National Petroleum Reserve - Alaska (NPR-A) program provides grants to communities for public facilities and services. Priority is given to those communities directly or severely impacted by the leases and development of oil and gas within the NPR-A. Funding comes from the federal government as a share of the funds received on leases issued within NPR-A.			
AEA – Electrical Emergencies Program	\$330,000	General Fund 1004	Annual
The Electrical Emergencies Program provides technical support when an electric utility has lost or will lose the ability to generate or transmit power to its customers and the condition is a threat to life, health, and/or property. The ability to respond to loss of power in communities is essential to their health and safety.			

# FY2017 Capital: Commerce, Community & Economic Development

Project Title	Amount	Fund Source	Prior Funding
AEA – Renewable Energy Projects Round IX	\$5,000,000	Renewable Energy Grant Fund 1210 (DGF/UGF) AS 42.45.045	FY2016 - \$11,512.7 FY2015 - \$22,843.9
This project helps Alaska achieve a 50 percent renewable energy goal by 2025; and reduces and/or stabilizes the cost of energy for communities statewide. The Alaska Energy Authority's (AEA) current request for applications for projects to be funded in FY2017 resulted in \$50 million in applications being received for Round IX.			
AEA – Rural Power Systems Upgrades	\$5,650,000	\$3,150,000 Fed 1002 \$2,500,000 GF 1004	FY2016 - N/A FY2015 - \$5,120.0
Electric utility systems are part of the basic infrastructure of rural communities. The power plant and distribution systems in rural communities may not meet accepted utility standards for safety, reliability, and environmental protections. Due to high costs and limited economies of scale, most local communities cannot make the capital investments needed to meet accepted utility standards.			
AEA – Bulk Fuel Upgrades	\$6,650,000	\$5,350,000 Fed 1002 \$1,300,000 GF 1004	FY2016 - N/A FY2015 - \$7,300.0
The Bulk Fuel program upgrades non-compliant bulk fuel facilities in rural communities. Upgrading bulk fuel facilities reduces the cost of energy by reducing or eliminating fuel loss from leaks and spills. By providing enough capacity for current and planned needs, communities may purchase fuel in larger quantities at a lower cost per gallon.			

# FY2017 Capital: Commerce, Community & Economic Development

Project Title	Amount	Fund Source	Prior Funding
AEA – Alternative Energy & Energy Efficiency Programs	\$1,200,000	\$1,000,000 Fed 1002 \$200,000 GF 1004	FY2014 - \$2,000.0 FY2013 - \$4,800.0

This project is for the development of alternative energy research and development, resource assessments, regulatory and permitting issues, outreach and stakeholder involvement for alternative energy programs. Funding will be used to meet a minimum 20 percent match that is required for federal funding. The Alternative Energy and Energy Efficiency Programs are critical to the development of cost effective and technically effective Renewable Energy, Alternative Energy and energy efficiency projects. These funds are also used as a match for federal awards in conjunction with AEA's role as the Statewide Energy Office.

Inter-Island Ferry Authority	\$250,000	General Fund 1004	FY2016 - \$250.0 FY2015 - \$500.0
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Inter-Island Ferry Authority (IFA) provides daily service between Ketchikan and Prince of Wales Island (POW). Passenger revenue and other funds are insufficient to cover their projected costs. This transport link is a vital service to Southeast Alaska. IFA is continuing to refine their operations plan to maximize profits, reduce expenses and minimize reliance on state funds. This grant will allow the Inter-Island Ferry Authority to continue their operations in FY2017.

# FY2017 Capital: Commerce, Community & Economic Development

Project Title	Amount	Fund Source	Prior Funding
Lower Kuskokwim School District – Bethel Regional HS Central Kitchen and Multipurpose Addition	\$7,129,765	General Fund 1004 (Pending Amendment to DEED with REAA Fund)	None
This project provides for an addition to the Bethel Regional High School built in 1971. The high school complex totals 78,316 gross square feet. This addition will provide centralized kitchen and food services for the Bethel schools population of approximately 1,300 students, as well as a multipurpose room, restrooms, and storage areas.			
Seward – Flood Protection Scoping and Feasibility Study	\$300,000	General Fund 1004	None
Over the past 110 years, there have been multiple attempts to build and maintain a diversion channel and tunnel in Seward, Alaska. The Army Corps of Engineers have historically had the biggest role in this effort. At issue is that the current tunnel is in need of significant repair, but is now considered inadequate to handle flood waters. So, during heavy rain, there is a significant flooding threat to the town. Rather than continuing to repair an inadequate system, the city and the Army Corps of Engineers are partnering to evaluate alternative ways to address the flood threat.			
Department Total	\$36,072,391	\$12,069,765 UGF \$5,000,000 DGF \$19,002,626 Fed	

# FY2017 Capital: Fund Capitalization

Project Title	Amount	Fund Source	Prior Funding
AEA – Emerging Energy Technology Fund	\$1,250,000	\$250,000 Fed 1002 \$1,000,000 GF 1004	FY2014 - \$2,000.0 FY2013 - \$1,700.0

The Emerging Energy Technology Fund (EETF) grant program was created in 2010 and competitively funds emerging energy technologies (renewable, efficiency, storage, transmission, etc.) for testing and implementation in Alaska. The program promotes the expansion of energy sources and technologies available to Alaskans with the intent of lowering energy costs.



# FY2017 Capital: Corrections

Project Title	Amount	Fund Source	Prior Funding
OSHA Electric Arc Flash Assessment and Remediation	\$1,800,000	General Fund 1004	None
Department of Corrections' facilities require electrical component assessments and potential upgrades and remediation to comply with code requirements and improve worker safety. Occupational Safety and Health Administration (OSHA) electrical changes were issued in regard to transmission line electrical requirements. There is code compliance issues related to the work covered under National Fire Protection Association (NFPA) 70E Electrical Work Practices.			
Annual Safety and Security Maintenance and Repair	\$1,000,000	General Fund 1004	FY2014 - \$1,000.0 FY2013 - \$1,000.0
This project will replace obsolete, outdated, and inefficient equipment that is essential to security, life safety, food service, laundry, medical, record storage and maintenance equipment at all correctional facilities and probation/parole offices. This project will also provide for essential renewal, replacement, renovation, remodeling and repair of electrical, mechanical, roofing, walls, fire and life safety, security, structural, food services, pavement and site drainage systems at all correctional facilities as needed. This work is required to enable continued safe, secure and efficient operation of the 24-hour incarceration facilities.			
Department Total	\$2,800,000		

# FY2017 Capital: Education & Early Development

Project Title	Amount	Fund Source	Prior Funding
School District Major Maintenance Grants (AS 14.11.007)	\$11,283,533	General Fund 1004	FY2016 - \$2,623.7 FY2015 - \$10,867.5
<p>The FY2017 Major Maintenance Capital Improvement Projects funding will support projects #1 through #3 on the November 5th, 2015 Major Maintenance Capital Improvement priority list.</p> <p>#1 - \$185,944 Kake Schools Boiler Replacement</p> <p>#2 - \$49,135 Petersburg Middle/High School Primary Boiler Replacement</p> <p>#3 - \$11,048,454 Bristol Bay School Energy Upgrades and Renovations</p>			
School Construction Grants (AS 14.11.005)	\$18,105,925	General Fund 1004	FY2016 - \$43,237.4 (Kivalina)
<p>Two School Construction appropriations will fund project #1 on the November 5th School Construction Capital Improvement Project priority list, and complete the funding for the Kivalina replacement school according to the FY2016 Department of Education and Early Development Final School Construction List Eligible Amount.</p> <ul style="list-style-type: none"> <li>- \$10,867,503 Kachemak Selo New K-12 School Construction</li> <li>- \$7,238,422 Kivalina K-12 Replacement School – Kasayulie</li> </ul>			

# FY2017 Capital: Education & Early Development

Project Title	Amount	Fund Source	Prior Funding
Mt. Edgecumbe High School Deferred Maintenance	\$1,000,000	General Fund 1004	FY2016 - N/A FY2015 - \$1,700.0
This project partially funds the next project on the Mt. Edgecumbe High School deferred maintenance list: Emergency Generator and Switch Gear Installation. The Mt. Edgecumbe High School deferred maintenance backlog contains 11 projects totaling \$16,451,000.			
Department Total	\$30,389,458		

# FY2017 Capital: Environmental Conservation

Project Title	Amount	Fund Source	Prior Funding
Village Safe Water and Wastewater Infrastructure Projects	\$51,500,000	\$42,250,000 Fed 1002 \$8,750,000 GF/M 1003 \$500,000 SDPR 1108	Annual
This project provides financial and technical assistance to rural communities to plan, design, and construct water and sewer system improvements. 60% of the funding will provide first-time service to communities while 40% will be used for expansion, upgrade, and replacement of existing service.			
Reapprop for Municipal Water, Sewage, and Solid Waste Facilities Grants (AS 43.03.030)	\$4,187,601	General Fund 1004	FY2016 - \$9,988.6 FY2015 - \$14,558.2
This project provides funding for grants to larger communities to plan, design, and construct drinking water and sanitation facilities and the associated operating costs of the Facility Construction component within the Division of Water. FY2017 grants will be funded through reappropriations of the remaining balances of completed projects.			

# FY2017 Capital: Environmental Conservation

Project Title	Amount	Fund Source	Prior Funding
Drinking Water Capitalization Grant – Subsidy Funding	\$2,526,300	Alaska Drinking Water Fund 1100 (Other) AS 46.03.036	Annual
<p>This project provides federal funding for the Alaska Drinking Water Fund (ADWF) loan program to meet an Environmental Protection Agency requirement. The federal capitalization grant for the ADWF program requires the department to issue subsidies (a loan forgiveness process) in addition to traditional low-interest loans. The ADWF program functioned strictly as a loan program until FY2011 when the subsidy provision was added to the federal budget. In order to implement this provision, an appropriation is necessary to properly record the loan forgiveness payment as an expense in ADWF.</p>			
Statewide Contaminated Sites Cleanup	\$1,000,000	General Fund 1004	FY2014 - \$3,000.0 FY2013 - \$2,000.0
<p>Contaminated sites owned by the State and contaminated sites without any known or capable responsible party (“orphan” sites) can only be addressed with State general fund resources. These contaminated sites pose a public health risk, and cannot be redeveloped without appropriate cleanup of the known contaminants. For many local communities, state-owned and “orphan” contaminated sites may present barriers to business development and economic growth.</p>			
Department Total	\$59,213,901	\$13,937,601UGF \$3,026,300 Other \$42,250,000 Fed	

# FY2017 Capital: Fish & Game

Project Title	Amount	Fund Source	Prior Funding
Fairbanks Regional Office Electrical, Telephone System, and Repairs	\$350,000	General Fund 1004	None
The Fairbanks Regional Office compound is the largest owned facility within Fish and Game. This project includes replacement, repair, and upgrades to existing electrical system and critical upgrades to existing telephone system.			
Facilities, Vessels and Aircraft Maintenance, Repair and Upgrades	\$1,000,000	General Fund 1004	FY2016 - N/A FY2015 - \$500.0
This annual project funds repair, maintenance and renovation of department facilities statewide as well as vessel and aircraft repair and maintenance.			
Sport Fish Recreational Boating and Angler Access	\$3,000,000	\$2,250,000 Fed 1002 \$750,000 GF/M 1003	Annual
This project allows the Division of Sport Fish to continue to construct and upgrade recreational power boating and sport fish angler access facilities statewide using Sport Fish Restoration apportionment funds comprised of 75% federal assistance and 25% non-federal match. Projects include boat launches, mooring floats, parking lots, restrooms, fish cleaning facilities, and other services.			
Department Total	\$4,350,000	\$2,100,000 UGF \$2,250,000 Fed	

# FY2017 Capital: Office of the Governor

Project Title	Amount	Fund Source	Prior Funding
Primary and General Elections	\$3,814,000	\$3,694,000 GF 1004 \$120,000 Election Fund 1185 (Other)	FY2015 - \$3,693.8 FY2013 - \$3,693.8 (Prev. Operating)
This project will cover the cost of the 2016 primary and general elections. General and primary elections occur every two years. This project also includes \$120,000 in Help America Vote Act funding that is held in the Election Fund to cover the election year costs of the Toyukak settlement. This project will pay for language translation services to provide voter information in audio and written form in six additional Native language dialects.			
Criminal Justice Reform and Reinvestment – Placeholder	\$5,000,000	General Fund 1004	None
Placeholder for reform and reinvestment recommendations yet to be decided but likely to be proposed via reports from the Alaska Criminal Justice Commission.			
Department Total	\$8,814,000	\$8,694,000 UGF \$120,000 Other	

# FY2017 Capital: Health & Social Services

Project Title	Amount	Fund Source	Prior Funding
Deferred Maintenance – Pioneer Homes and Non-Pioneer Homes	\$2,834,345	General Fund 1004	FY2016 - N/A FY2015 - \$6,857.6
<p>Deferred maintenance projects for Pioneer Homes statewide, and the non-Pioneer Homes facilities maintained by the department. The department is responsible for operating and maintaining the six Pioneer Homes throughout the state, and 34 other facilities including public health centers, laboratories, youth facilities and the Alaska Psychiatric Institute. Pioneer Homes deferred maintenance backlog contain 89 projects for a total of \$13,030.3. Non-Pioneer Homes backlog contain 171 projects for a total of \$11,120.7.</p> <ul style="list-style-type: none"> <li>- \$1,417,500 Pioneer Homes</li> <li>- \$1,416,845 Non-Pioneer Homes</li> </ul>			
Emergency Medical Services Match for Code Blue Project	\$500,000	GF Match 1003	Annual
<p>This project supports communities' purchase of essential emergency medical response equipment. The Code Blue Steering Committee was formed to identify and purchase critical Emergency Medical Services (EMS) equipment and ambulances for agencies around the state, particularly in rural locations. For FY2017, \$500,000 is required to match federal, local and private funds to be allocated for all seven regional offices for needs such as: ambulances, heart monitors, training equipment, and communications equipment. One dollar of state general funds leverages greater than four dollars in other fund sources.</p>			



# FY2017 Capital: Health & Social Services

Project Title	Amount	Fund Source	Prior Funding
Office of Civil Rights Remediation Completion	\$2,773,980	\$554,796 Fed 1002 \$2,219,184 GF/M 1003	FY2012 - \$1,000.0 FY2010 - \$1,337.4
The Office of Civil Rights was directed to have a comprehensive Risk Assessment of the Department completed by an independent third party. As part of the settlement, the Department is required to address the findings that were identified in the Risk Assessment. This project will fund the addressing of the findings.			
MH Essential Program Equipment	\$500,000	\$250,000 GF/MH 1037 \$250,000 MHTAAR 1092 (Other)	FY2015 - \$500.0 FY2013 - \$475.0
This is a periodic competitive capital grant project administered by the Department of Health and Social Services. Funds allow grantees to purchase durable goods: snow blowers, kitchen equipment, therapeutic equipment, etc., that are essential to the core services and programs offered to clients. This capital project is offered every other year, and applications for grant funds consistently exceed funds available.			

# FY2017 Capital: Health & Social Services

Project Title	Amount	Fund Source	Prior Funding
MH Home Modification and Upgrades to Retain Housing	\$1,050,000	\$250,000 GF 1004 \$500,000 GF/MH 1037 \$300,000 MHTAAR 1092 (Other)	Annual
This competitive capital grant program provides housing modifications for persons with special needs. People are able to remain in their homes, thereby avoiding the greater cost of supported housing or institutional housing.			
Department Total	\$7,658,325	\$6,553,529 UGF \$550,000 Other \$554,796 Fed	

# FY2017 Capital: Military & Veterans Affairs

Project Title	Amount	Fund Source	Prior Funding
Bethel Scout Battalion - Phase 1 of 5	\$1,000,000	General Fund 1004	None
This project allows the Department of Military and Veterans Affairs to initiate purchase of equipment to support for a new Scout Battalion of the Alaska State Defense Force, to be stationed in Bethel, Alaska, to conduct their mission.			
National Guard Counterdrug Support	\$100,000	Federal 1002	Annual
The National Guard Counterdrug Support Program (CDSP) supports law enforcement agencies in drug enforcement operations, assists in training Law Enforcement Officers, and provides community-based drug awareness programs. The primary purpose of the U.S. Department of Justice Asset Forfeiture Program is to deter crime by depriving criminals of profits and proceeds from their illegal activities. The CDSP program is needed to provide citizen protection and life safety measures.			
State Homeland Security Grant Programs	\$4,500,000	Federal 1002	Annual
The State of Alaska receives State Homeland Security grants from the U.S. Department of Homeland Security. The grants provide for programs across the state for homeland security planning, equipment, and emergency training exercises. In support of the department's mission, these programs address issues of life, safety, and protection of infrastructure, and are necessary for effective citizen preparedness, local first response, and statewide emergency preparedness.			
Department Total	\$5,600,000	\$1,000,000 UGF \$4,600,000 Fed	

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# FY2017 Capital: Natural Resources

Project Title	Amount	Fund Source	Prior Funding
Federal and Local Government Funded Forest Resource and Fire Program Receipts	\$1,800,000	\$1,400,000 Fed 1002 \$400,000 SDPR 1108 (Other)	Annual
This project provides receipt authority for federal and local government funded projects including competitive grant awards for hazardous fuels reduction, Firewise and prevention education, special forest disease surveys, forest restoration projects, biomass inventories, towns and cities targeted for community forestry projects and tree plantings, forest stewardship plans, and agreements for one time local government funded field projects.			
USGS Statemap Grant to Spur Mineral Investment and Exploration	\$600,000	\$300,000 Fed 1002 \$300,000 GF Match 1003	None
This project will leverage federal funds, existing airborne geophysical surveys, on-going U.S Geological Survey (USGS) and academic geologic research on regional mineral trends, and a potential FY2016 USGS hyperspectral survey to produce 1:63 scale, 360 geologic maps, mineral deposit assessments and geochemical data in the Tok area. This will spur mineral investment and new exploration expenditures.			

# FY2017 Capital: Natural Resources

Project Title	Amount	Fund Source	Prior Funding
National Recreational Trails Federal Grant Program	\$1,700,000	\$1,500,000 Fed 1002 \$200,000 GF Match 1003	Annual

Alaskans rely on trails for recreation, subsistence and transportation. Trails need maintenance to ensure safe passage, and that they remain open and available for use. Funds are distributed as 80/20 matching reimbursable grants for trail and trailhead development, maintenance, and education programs for safe and responsible trail use. Grants are awarded to organizations, agencies, and local governments, resulting in trails that are safe, high-quality, have year-round access, and include motorized, non-motorized, and diversified trails.

Abandoned Mine Lands Reclamation Federal Program	\$3,200,000	Federal 1002	Annual
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The Legislature enacted the Alaska Surface Coal Mining Control and Reclamation Act in 1983 (AS 27.21). The main purpose of the act was to promote the reclamation of areas mined before enactment of the federal Surface Mining Control and Reclamation Act of 1977. Conditions on some of these mined areas could endanger public health and safety, have environmental implications, and prevent the beneficial use of or cause damage to land and water resources.

# FY2017 Capital: Natural Resources

Project Title	Amount	Fund Source	Prior Funding
National Historic Preservation Fund	\$800,000	\$650,000 Fed 1002 \$150,000 GF Match 1003	Annual
<p>The National Historic Preservation Fund (NHPF) is a federal program to assist states with their statewide historic preservation programs. The NHPF fund is used for grants to local governments, agencies, organizations and individuals for restoration or stabilization of historic properties, and grants for survey, inventory, education, planning and training projects. Included in this capital project are cooperative historic preservation projects executed through cooperative or assistance agreements or grants with federal agencies. Cooperative historic preservation projects with federal agencies help meet mutual cultural resource management goals.</p>			
Snowmobile Trail Development Program & Grants	\$250,000	Special Vehicle Registration Receipts 1195 (DGF) AS 28.39.020	Annual
<p>Snowmobiling is one of Alaska's fastest growing outdoor activities and a very important transportation resource for rural communities. There is a growing demand to develop and maintain trails and trailheads to provide for safe riding opportunities and transportation routes, and to educate riders about safe riding practices. Funds for this program are provided by snowmobile registration fees paid by Alaskans. Funds are distributed in the form of matching grants for trail development and maintenance, trail marking and signing, safety education, and to establish legal trail easements.</p>			
Department Total	\$8,350,000	\$650,000 UGF \$250,000 DGF \$400,000 Other \$7,050,000 Fed	

# FY2017 Capital: Public Safety

Project Title	Amount	Fund Source	Prior Funding
Marine Fisheries Patrol Improvements	\$1,200,000	Federal 1002	Annual
<p>This annual project is part of a joint enforcement agreement (JEA) with the National Marine Fisheries Service. The project is for federal fiscal year 2016 JEA. The JEA federal funding has historically been part of the capital budget since it primarily funds equipment, but it also currently funds four positions. Federally regulated marine fisheries occur on a year-round basis in the coastal and offshore waters of Alaska. Both the federal and state governments share an interest in ensuring these fisheries are protected. This project will help the department achieve its mission to ensure public safety and enforce fish and wildlife laws and protecting wildlife resources.</p>			
Reapprop for Aircraft and Vessel Repair, and Deferred Maintenance	\$3,619,500	\$2,319,500 GF 1004 \$1,300,000 Alaska Capital Income Fund 1197 (DGF) AS 37.05.565	FY2016 - None FY2015 - \$2,150.0
<p>This project allows for the annual repair and maintenance of aircraft and vessels that must be completed in order to ensure safe operating conditions. The project also allows for maintenance and repairs on its existing aircraft hangar facilities which are in need of structural, siding, electrical, and heating repairs. These hangars are a main support hub for the state to provide many mandated and essential public safety functions, primarily in rural Alaska.</p> <ul style="list-style-type: none"> <li>- \$2,269,500 Aircraft and Vessel Repair and Maintenance</li> <li>- \$1,350,000 Deferred Maintenance</li> </ul>			
Department Total	\$4,819,500	\$2,319,500 UGF \$1,300,000 DGF \$1,200,000 Fed	

# FY2017 Capital: Revenue

Project Title	UGF	DGF	Other	Fed	Total
NSTAR Re-platforming Project	1,700.0	-	-	3,300.0	5,000.0
AHFC Facility Maintenance Program	-	-	-	5,000.0	5,000.0
AHFC Cold Climate Housing Research Center (CCHRC)	1,000.0	-	-	-	1,000.0
AHFC Rental Assistance for Victims - Empowering Choice Housing Program (ECHP)	-	1,500.0	-	-	1,500.0
AHFC Teacher, Health and Public Safety Professionals Housing	1,000.0	-	1,300.0	-	2,300.0
AHFC Senior Citizens Housing Development Program (UGF through Reapprop)	1,750.0	-	1,750.0	-	3,500.0
AHFC Housing and Urban Development Federal HOME Grant	750.0	-	-	3,750.0	4,500.0
AHFC Housing and Urban Development Capital Fund Program	-	-	-	2,500.0	2,500.0
AHFC Federal and Other Competitive Grants	1,500.0	-	-	3,000.0	4,500.0
AHFC Competitive Grants for Public Housing	350.0	-	-	750.0	1,100.0
AHFC Supplemental Housing Development Program	3,000.0	-	-	-	3,000.0
AHFC Weatherization Program (UGF through Reapprop)	6,600.0	-	-	1,500.0	8,100.0
MH: AHFC Homeless Assistance Program	6,850.0	-	850.0	-	7,700.0
MH: AHFC Beneficiary and Special Needs Housing	1,500.0	-	-	-	1,500.0
<b>Department Total</b>	<b>26,000.0</b>	<b>1,500.0</b>	<b>3,900.0</b>	<b>19,800.0</b>	<b>51,200.0</b>



# FY2017 Capital: Transportation & Public Facilities

Project Title	UGF	Other	Fed	Total
Airport Improvement Program	-	11,500.0	187,200.0	198,700.0
Surface Transportation and Statewide Federal Programs	-	50,000.0	673,000.0	723,000.0
Airport and Transportation Match	62,100.0	-	-	62,100.0
Public and Community Transportation Match	1,000.0	-	-	1,000.0
State Equipment Fleet Replacement	-	24,600.0	-	24,600.0
Capital Improvement Project Equipment Replacement	-	5,000.0	-	5,000.0
Municipal Harbor Facility Grant Fund Projects	5,000.0	-	-	5,000.0
AMHS Vessel Overhaul, Annual Certification and Shoreside Facilities Rehab	12,000.0	-	-	12,000.0
Deferred Maintenance	8,000.0	-	-	8,000.0
MH Coordinated Transportation and Vehicles	800.0	250.0	-	1,050.0
<b>Department Total</b>	<b>88,900.0</b>	<b>91,350.0</b>	<b>860,200.0</b>	<b>1,040,450.0</b>

# FY2017 Capital: University of Alaska

Project Title	Amount	Fund Source	Prior Funding
Deferred Maintenance	\$10,000,000	General Fund 1004	FY2016 - \$3,000.0 FY2015 - \$12,000.0

The University of Alaska deferred maintenance and renewal and repurposing projects. Statewide, the University system's deferred maintenance list is over \$1 billion.

# FY2017 Capital: Judiciary

Project Title	Amount	Fund Source	Prior Funding
Deferred Maintenance	\$2,382,100	General Fund 1004	FY2016 - \$2,500.0 FY2015 - \$2,420.0
This is an annual project to address repairs to building components that have not been sufficiently maintained and whose condition now threatens longevity of the buildings.			
Court Security Projects	\$1,351,200	General Fund 1004	FY2014 - \$1,000.0 FY2013 - \$1,700.0
This request is for funding an on-going multi-year project to provide for physical security for the public, judges, staff, jurors, and other users in court facilities statewide.			
Department Total	\$3,733,300		

# FY2016 Supplemental Summary

Supplementals Submitted Feb 1, 2016	UGF	DGF	Other Funds	Federal Funds	Total
Operating Agencies - Non-Formula	571.8	2,076.7	161.0	1,250.0	4,059.5
Operating Agencies - Formula	5,958.7	0.0	1,700.0	3,501.3	11,160.0
Fire Suppression - \$47.5M incurred	47,500.0	0.0	0.0	0.0	47,500.0
<b>Agency Operating Subtotal</b>	<b>54,030.5</b>	<b>2,076.7</b>	<b>1,861.0</b>	<b>4,751.3</b>	<b>62,719.5</b>
Debt Service	0.0	0.0	0.0	0.0	0.0
Judgments, Claims, and Settlements	2,420.8	0.0	0.0	0.0	2,420.8
Fund Transfers	0.0	(1,405,000.0)	0.0	0.0	(1,405,000.0)
<b>Statewide Subtotal</b>	<b>2,420.8</b>	<b>(1,405,000.0)</b>	<b>0.0</b>	<b>0.0</b>	<b>(1,402,579.2)</b>
<b>Total Operating Supplementals</b>	<b>56,451.3</b>	<b>(1,402,923.3)</b>	<b>1,861.0</b>	<b>4,751.3</b>	<b>(1,339,859.7)</b>
Capital	2,428.5	0.0	0.0	0.0	2,428.5
<b>Total</b>	<b>58,879.8</b>	<b>(1,402,923.3)</b>	<b>1,861.0</b>	<b>4,751.3</b>	<b>(1,337,431.2)</b>
<b>Supplementals Approved during LNG Special Session:</b>	157,040.0	0.0	4,200.0	0.0	161,240.0
<b>Supplementals Included in FY2017 Governor's Budget</b>	35,370.2	0.0	2,544,215.3	0.0	2,579,585.5
Total FY2016 Operating Supplementals	248,861.5	(1,402,923.3)	2,550,276.3	4,751.3	1,400,965.8
Total FY2016 Capital Supplementals	2,428.5	0.0	0.0	0.0	2,428.5
<b>TOTAL SUPPLEMENTALS</b>	<b>251,290.0</b>	<b>(1,402,923.3)</b>	<b>2,550,276.3</b>	<b>4,751.3</b>	<b>1,403,394.3</b>

# FY16 Supplemental: Administration

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
2	Finance	<b>Statewide Single Audit Increase</b> The Division of Finance recently received a draft memorandum of agreement from the Division of Legislative Audit billing the state of Alaska \$750.0 effective FY2016 for the cost of performing the state single audit. The billing for this service has been \$300.0 annually for at least the past ten years. The impact of this supplemental request is being considered for an FY2017 budget amendment.	\$450.0 UGF
3	Office of Public Advocacy	<b>Increased Caseload and Litigation Costs</b> The Office of Public Advocacy (OPA) is incurring higher than anticipated expenses relating to caseloads and litigations. Besides additional investigator costs, there are also costs for staff, witness, and investigator travel as well as costs incurred from contractors that have been hired to cover some of the cases that staff are unable to process. This is a one-time request.	\$111.8 UGF
4	Office of Public Advocacy	<b>Increase Receipts for Appointed Counsel</b> Increased general fund program receipt authorization for FY2016 will allow the agency to capture Criminal Rule 39 funds collected above budgeted authorization. It is estimated that this funding will be available due to the estimated Permanent Fund Dividend amount. These are fees collected for the cost of appointed counsel. A \$250.0 increase is included in the FY2017 Governor's budget.	\$166.0 DGF
5	Public Defender Agency	<b>Increase Receipts for Appointed Counsel</b> Increased general fund program receipt authorization for FY2016 will allow the agency to capture Criminal Rule 39 funds collected above budgeted authorization. It is estimated that this funding will be available due to the estimated Permanent Fund Dividend amount. These are fees collected for the cost of appointed counsel. A \$510.0 increase is included in the FY2017 Governor's budget.	\$500.0 DGF

# FY16 Supplemental: Corrections

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
6	Anchorage Correctional Complex	<p><b>Replace General Funds due to Increased Federal Manday Bed Receipts</b></p> <p>The Department of Corrections (DOC) is experiencing a fluctuation in the number of federal mandays which affects the dollar amount of federal receipts. At this date, the department is projecting FY2016 federal receipts to be over collected by approximately \$1,000.0. This number of mandays is based on a trend observed in the first half of FY2016 of increased federal holds which is currently anticipated to continue during the next five months of the fiscal year. The impact of this supplemental request is being considered for an FY2017 budget amendment.</p>	<p><b>-\$1,000.0</b></p> <p><b>UGF</b></p> <p><b>\$1,000.0 Fed</b></p>

# FY16 Supplemental: Education

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
7	Executive Administration	<p><b>Technical Correction to Add Fiscal Note One-Time Funding for Alaska Safe Children's Act Task Force Support Costs</b></p> <p>This supplemental request is for the one-time funding to support the costs related to the establishment of the Alaska Safe Children's Act Task Force per Sec26 Ch2 SSLA2015 P12 L31 (HB44). The fiscal note to HB 44 provided \$10.0 unrestricted general funds to the Commissioner's Office in FY2016 to support costs related to the establishment of the Alaska Safe Children's Act Task Force. The fiscal note was inadvertently omitted from the appropriation bill. Legislative Finance's Conference Committee book for the Department of Education noted that this should be added in the FY2016 supplemental budget.</p>	\$10.0 UGF

# FY16 Supplemental: Environmental Conservation

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Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
8	Air Quality	<b>Increase Federal due to New Grant Funding</b> Additional federal authority in the Air Quality component for a grant through the Diesel Emissions Reduction Act program. This is a one-time request.	<b>\$250.0 Fed</b>



# FY16 Supplemental: Health & Social Services

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
9	Foster Care Special Need	<b>Increase in Foster Care Special Needs Usage:</b> The Office of Children's Services anticipates a 19% increase in the number of children receiving Foster Care Special Needs funds. Increased General Fund authority will allow the department to cover the additional population receiving assistance in this formula program. There is no similar increase in the Governor's or Governor's Amended budgets.	\$2660.0 UGF \$150.0 Fed
10	Subsidized Adoptions/ Guardians	<b>Increase in Subsidized Adoptions and Guardianships:</b> The rate of subsidized adoptions and guardianships has grown by 4.5% per year and is anticipated to continue growing. Increased General Fund, with a matching Federal Fund increase, will allow the department to provide children permanent placement through adoptions and guardianships. An increment of \$4,825.0 General Fund Match and \$4,825.0 Federal Funds is included in the FY2017 Governor's budget.	\$3,298.7 UGF \$3,351.3 Fed
11	McLaughlin Youth Center	<b>Juvenile Justice Facility Staffing:</b> The facility is not sufficiently funded for staffing costs due to safety and security minimum staffing requirements. A \$470.0 increment is included in the FY2017 Governor's budget for the McLaughlin Youth Center.	\$520.0 UGF
12	Peninsula Youth Facility	<b>Juvenile Justice Facility Staffing:</b> The facility is not sufficiently funded for staffing costs due to safety and security minimum staffing requirements. A \$50.0 increment is included in the FY2017 Governor's budget for the Kenai Peninsula Youth Facility.	\$75.0 UGF
13	Nome Youth Facility	<b>Juvenile Justice Facility Staffing:</b> The facility is not sufficiently funded for staffing costs due to safety and security minimum staffing requirements. This is a one-time increment.	\$105.0 UGF
14	Juvenile Justice Health Care	<b>Increased Medical Costs for Juvenile Justice Health Care:</b> The Division of Juvenile Justice anticipates medical costs above the budgeted amount in several youth facilities. A \$110.0 increment is included in the FY2017 Governor's budget for Juvenile Justice Health Care.	\$300.0 UGF
15	Health Care Medicaid Services	<b>Medicaid Increased School and Tribal Claims and Overpayment Recoveries:</b> Increased Statutory Designated Program Receipt (SDPR) will allow the department to capture over collection of SDPR from Medicaid school based claims, Quality Assurance and Audit for Medicaid overpayment recoveries, and Tribal Medicaid Administrative Claiming. An increment has been submitted in the FY2017 Governor's budget for \$1,943.7.	\$1,700.0 Other

# FY16 Supplemental: Law

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
16	Commercial and Fair Business	<b>Pending Tobacco Cessation Litigation</b> The multistate arbitration with the tobacco companies is expected to formally begin in FY2016 and extend into FY2017. This involves increased attorney time to handle discovery matters and arbitration preparation, travel costs for arbitration proceedings, and potential expert witnesses. This is pending litigation involving payments Alaska receives under the Tobacco Master Settlement Agreement (MSA); the 1998 settlement requiring the major tobacco companies to make annual payments to the states. The impact of this supplemental request is being considered for an FY2017 budget amendment.	\$50.0 DGF
17	Oil, Gas, and Mining	<b>Legal Services Provided to the Alaska Oil and Gas Conservation Commission</b> Payment for legal services rendered to the Alaska Oil and Gas Conservation Commission (AOGCC). A reduction to the Department of Law's unrestricted general funds (UGF) was established in the FY2016 Authorized budget with the express intent to replace the UGF with AOGCC receipts for legal services. A \$225.0 increase is included in the FY2017 Governor's budget.	\$225.0 DGF
18	Regulatory Affairs Public Advocacy	<b>Align Workload Provided to the Regulatory Commission of Alaska</b> The Civil Division has determined it is appropriate for the Regulatory Affairs and Public Advocacy section (RAPA) to address matters coming before the Regulatory Commission of Alaska (RCA) involving oil and gas pipeline tariff and other proceedings that were previously handled by the Oil, Gas, and Mining section. Increased RCA receipts are needed in order for the RAPA section to appropriately charge their expenses to the correct fund source. RAPA is fully-funded through RCA receipts. A similar request is in the FY2017 Governor's budget in the amount of \$600.0, as it reflects the full workload transfer.	\$300.0 DGF

# FY16 Supplemental: Natural Resources

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
19	Fire Suppression Activity	<b>FY2016 Wildland Fire Protection Declarations for Fall 2015</b> Additional expenditures incurred under the Declaration of Disaster Emergency process for the fall 2015 fire season.	\$47,500.0 UGF

# FY16 Supplemental: Revenue

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
20	Treasury Division	<b>Investment Management of Retiree Health Insurance Fund - Long Term Care</b> Increased external management fees as a result of better-than-expected performance of the fund	\$51.0 Other
21	Treasury Division	<b>Investment Management of Public School Trust Fund</b> Increased external management fees as a result of better-than-expected performance of the fund	\$58.0 DGF
22	Treasury Division	<b>Investment Management of Power Cost Equalization Endowment Fund</b> Increased external management fees as a result of better-than-expected performance of the fund	\$77.7 DGF

# FY16 Supplemental: Transportation & Public Facilities

Line	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
23	Measurement Standards & Commercial Vehicle Enforcement	<b>Mitigate Service Loss due to Past Reductions</b> Unified carrier registration collections have Increases and are available to offset funding loss in FY2016	\$110.0 Other
24	Central Region Highways and Aviation	<b>Mitigate Service Loss due to Past Reductions</b> Airport leasing collections have increased and are available to offset funding loss in FY2016	\$207.9 DGF
25	Northern Region Highways and Aviation	<b>Mitigate Service Loss due to Past Reductions</b> Airport leasing collections have increased and are available to offset funding loss in FY2016	\$364.0 DGF
26	Southcoast Region Highways and Aviation	<b>Mitigate Service Loss due to Past Reductions</b> Airport leasing collections have increased and are available to offset funding loss in FY2016	\$128.1 DGF

# FY16 Supplemental: Capital

Line	Department	Description	Amount & Fund Type (\$ in thousands)
29	DOA	<b>Alaska Land Mobile Radio System</b> The Alaska Land Mobile Radio (ALMR) is an interoperable system that provides radio service to local, state and federal agencies. These funds will provide the necessary upgrades to software and hardware to meet the states requirements for its share of the ALMR system.	\$1,000.0 UGF
30	DOC	<b>Nome - Anvil Mountain Correctional Center Emergency Water Line Repairs</b> Emergency repairs of failing water lines at Anvil Mountain Correctional Center.	\$1084.0 UGF
31	DOT	<b>Emergency Repair of Eklutna Overpass</b> Large, oversize vehicles impacted the Eklutna Overpass on two occasion in summer 2010. After insurance settlements, \$344.5 will be necessary to repair the damage.	\$344.5 UGF
32		<b>Funding Summary - Capital Numbers</b>	\$2,428.5 UGF



# FY16 Supplemental: Language

Line	Department	Component or Capital	Description	Amount & Fund Type (\$ in thousands)
35	DOA	Capital	<b>Reappn: Sec10 Ch29 SLA2008 P32 L9</b> Reappropriation for the Alaska Land Mobile Radio System estimated to be \$1,274,571. The Alaska Land Mobile Radio (ALMR) is an interoperable system that provides radio service to local, state and federal agencies. These funds will provide the necessary upgrades to software and hardware to meet the states requirements for its share of the ALMR system.	\$0.00
36	DCCED	Capital	<b>Reappn: Sec32c Ch17 SLA2012 P182 L27-31</b> Reappropriation to the Alaska Railroad Corporation for Positive Train Control Upgrades. Without the installation of Positive Train Control by December, 2018, the Alaska Railroad will be forced to cease passenger operations or risk fines.	\$0.00
37	Law	Deputy AG's Office	<b>Judgments and Settlements</b> Actual judgment and settlement costs received as of January 29, 2016.	\$2,420.8 UGF
38	Law	Deputy AG's Office	<b>Judgments and Settlements</b> Actual judgment and settlement costs incurred in the fiscal year ending June 30, 2016, but not yet included in the previous subsection.	\$0.00
40	Repeal	Permanent Fund Dividend Fund	<b>Repeal Sec11a Ch23 SLA2015 P67 L7 (as adjusted per December 31, 2015 projection)</b> A FY2017 budget amendment will be submitted to appropriate funding for the fall 2016 dividend payments.	-\$1,405,000.0 DGF
41	Lapse of Appropriations		The appropriations made by secs. 6 and 7 of this Act are for capital projects and lapse under AS 37.25.020.	\$0.00
42	Retroactivity		Section 9 of this Act is retroactive to June 30, 2015	\$0.00
43	Effective Date		This Act takes effect April 17, 2016.	\$0.00
44			<b>Total of Supplemental Requests</b>	<b>-\$1,402,579.2</b>
46	Natural Resources	Fire Suppression Activity	<b>AR 37313-15 Fire Suppression Activity</b>	\$48,849,516.9 UGF

# For more information on the budget

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