



30th Alaska State Legislature
House Finance Budget Subcommittee
Department of Environmental Conservation
FY18 Operating Budget

Chair:

Rep. Neal Foster
Capitol Room 410
465-3789

Members:

Rep. Adam Wool
Capitol Room 412
465-4976

Rep. Ivy Spohnholz
Capitol Room 421
465-4940

Rep. Matt Claman
Capitol Room 118
465-4919

Rep. Dean Westlake
Capitol Room 24
465-3473

Rep. Jennifer Johnston
Capitol Room 430
465-4949

Rep. DeLena Johnson
Capitol Room 405
465-4958

Rep. George Rauscher
Capitol Room 426
465-4859

Rep. Lance Pruitt
Capitol Room 415
465-3438

Committee Aide:
Graham Judson
465-4858

**DEPARTMENT OF ENVIRONMENTAL CONSERVATION
FY2018 HOUSE FINANCE BUDGET SUBCOMMITTEE
NARRATIVE REPORT
February 23, 2017**

SUBCOMMITTEE MEETINGS:

The House Finance Budget Subcommittee for the Department of Environmental Conservation held five meetings with the Department during the review of the FY18 budget request.

RECOMMENDATIONS:

The Chair of the House Finance Budget Subcommittee for the Department of Environmental Conservation recommends that the House Finance Committee accept the Governor's FY18 budget without further amendment:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$15,297.9
Designated General Funds (DGF)	\$29,892.2
Other Funds	\$12,801.5
Federal Funds	\$23,896.6
Total	\$81,888.2

The Unrestricted General Fund difference from FY15 Management Plan to the FY18 Governor Amended budget is a reduction of \$7.2 million, a decrease of 31.9 percent.

Positions:

Permanent Full-time	488
Permanent Part-time	0
Temporary	1
Total	489

Statutory Change Proposals:

The following statutory recommendation is also submitted to the House Finance Committee for consideration.

For Consideration by House Resources Committee:

1. Amend AS 44.46.020, AS 44.46.025, AS 37.10.052, AS 37.10.054, AS 37.10.056, and AS 37.10.058 to authorize and/or change permitting, permit fees, fees, and fee structures. This change is important because it would enable the Department of Environmental Conservation to capture and collect fees associated with the costs of regulated inspections and permits, including fees identified in the Legislative Finance Division 2017 Indirect Expenditure Report.

This recommendation was approved without objection.

GOVERNOR'S AMENDMENTS:

The Governor did not submit any amendments for this agency.

ATTACHED REPORTS:

The House Finance Budget Subcommittee for the Department of Environmental Conservation adopts the attached report:

- Allocation Summary Report (All Funds) – Between FY2018 Governor and House Subcommittee (HSub)
- Multi-Year Agency Totals – FY18 House Structure

Respectfully submitted,



Representative Neal Foster, Chair

House Finance Budget Subcommittee for the Department of Environmental Conservation

**2017 Legislature - Operating Budget
Allocation Summary - House Structure**

Numbers and Language Agencies: DEC

Allocation	[1] 18Gov	[2] HSub Rec	[2] - [1] 18Gov to HSub Rec
Environmental Conservation			
Administration			
Office of the Commissioner	1,021.2	1,021.2	0.0
Administrative Services	7,359.9	7,359.9	0.0
State Support Services	2,366.5	2,366.5	0.0
Appropriation Total	10,747.6	10,747.6	0.0
DEC Bldgs Maint & Operations			
DEC Bldgs Maint & Operations	636.8	636.8	0.0
Appropriation Total	636.8	636.8	0.0
Environmental Health			
Environmental Health Director	1,068.0	1,068.0	0.0
Food Safety & Sanitation	4,044.1	4,044.1	0.0
Laboratory Services	3,541.1	3,541.1	0.0
Drinking Water	6,510.6	6,510.6	0.0
Solid Waste Management	2,236.4	2,236.4	0.0
Appropriation Total	17,400.2	17,400.2	0.0
Air Quality			
Air Quality	10,510.7	10,510.7	0.0
Appropriation Total	10,510.7	10,510.7	0.0
Spill Prevention and Response			
Spill Prevention and Response	20,090.2	20,090.2	0.0
Appropriation Total	20,090.2	20,090.2	0.0
Water			
Water Quality	15,161.7	15,161.7	0.0
Facility Construction	7,341.0	7,341.0	0.0
Appropriation Total	22,502.7	22,502.7	0.0

**2017 Legislature - Operating Budget
Allocation Summary - House Structure**

Numbers and Language Agencies: DEC

Allocation	[1] 18Gov	[2] HSub Rec	[2] - [1] 18Gov to HSub Rec
Environmental Conservation (continued)			
Agency Total	81,888.2	81,888.2	0.0
Statewide Total	81,888.2	81,888.2	0.0
Funding Summary			
Unrestricted General (UGF)	15,297.9	15,297.9	0.0
Designated General (DGF)	29,892.2	29,892.2	0.0
Other State Funds (Other)	12,801.5	12,801.5	0.0
Federal Receipts (Fed)	23,896.6	23,896.6	0.0

Multi-year Agency Totals - Operating Budget - FY 2018 House Structure

Numbers and Language
Agencies: DEC

Agency: Department of Environmental Conservation

ID=> Session=> Column=>	[1] 2015 15MgtPIn	[2] 2017 17MgtPIn	[3] 2017 18Gov	[4] 2017 18GovAmd	[5] 2017 HSub Rec	[3] - [1] 2017 15MgtPIn to 18Gov	[3] - [2] 2017 17MgtPIn to 18Gov	[3] - [2] 2017 17MgtPIn to 18Gov	[5] - [1] 2015 15MgtPIn to HSub Rec	[5] - [1] 2017 17MgtPIn to HSub Rec	[5] - [2] 2017 17MgtPIn to HSub Rec	[5] - [3] 2017 18Gov to HSub Rec		
Total	87,560.9	83,419.2	81,888.2	81,888.2	81,888.2	-5,672.7	-6.5 %	-1,531.0	-1.8 %	-5,672.7	-6.5 %	-1,531.0	-1.8 %	0.0
Objects of Expenditure														
1 Personal Services	59,560.5	56,468.9	55,304.2	55,304.2	55,304.2	-4,256.3	-7.1 %	-1,164.7	-2.1 %	-4,256.3	-7.1 %	-1,164.7	-2.1 %	0.0
2 Travel	2,152.9	2,051.3	1,762.5	1,762.5	1,762.5	-390.4	-18.1 %	-288.8	-14.1 %	-390.4	-18.1 %	-288.8	-14.1 %	0.0
3 Services	21,685.9	20,845.6	20,869.1	20,869.1	20,869.1	-816.8	-3.8 %	23.5	0.1 %	-816.8	-3.8 %	23.5	0.1 %	0.0
4 Commodities	1,575.7	1,270.0	1,169.0	1,169.0	1,169.0	-406.7	-25.8 %	-101.0	-8.0 %	-406.7	-25.8 %	-101.0	-8.0 %	0.0
5 Capital Outlay	201.5	258.2	258.2	258.2	258.2	56.7	28.1 %	0.0		56.7	28.1 %	0.0		0.0
7 Grants, Benefits	2,384.4	2,525.2	2,525.2	2,525.2	2,525.2	140.8	5.9 %	0.0		140.8	5.9 %	0.0		0.0
8 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0		0.0		0.0		0.0		0.0
Funding Sources														
1002 Fed Rcpts (Fed)	25,262.4	23,863.8	23,896.6	23,896.6	23,896.6	-1,365.8	-5.4 %	32.8	0.1 %	-1,365.8	-5.4 %	32.8	0.1 %	0.0
1003 G/F Match (UGF)	4,765.0	4,318.2	4,346.4	4,346.4	4,346.4	-418.6	-8.8 %	28.2	0.7 %	-418.6	-8.8 %	28.2	0.7 %	0.0
1004 Gen Fund (UGF)	17,707.1	12,510.5	10,951.5	10,951.5	10,951.5	-6,755.6	-38.2 %	-1,559.0	-12.5 %	-6,755.6	-38.2 %	-1,559.0	-12.5 %	0.0
1005 GF/Prgm (DGF)	6,698.0	7,397.7	8,490.3	8,490.3	8,490.3	1,792.3	26.8 %	1,092.6	14.8 %	1,792.3	26.8 %	1,092.6	14.8 %	0.0
1007 I/A Rcpts (Other)	1,986.6	2,493.1	2,427.0	2,427.0	2,427.0	440.4	22.2 %	-66.1	-2.7 %	440.4	22.2 %	-66.1	-2.7 %	0.0
1018 EVOS Civil (Other)	6.9	6.9	6.9	6.9	6.9	0.0		0.0		0.0		0.0		0.0
1052 Oil/Haz Fd (DGF)	15,680.7	15,682.6	15,787.7	15,787.7	15,787.7	107.0	0.7 %	105.1	0.7 %	107.0	0.7 %	105.1	0.7 %	0.0
1061 CIP Rcpts (Other)	4,539.0	4,611.7	3,639.5	3,639.5	3,639.5	-899.5	-19.8 %	-972.2	-21.1 %	-899.5	-19.8 %	-972.2	-21.1 %	0.0
1093 Clean Air (Other)	4,673.0	5,131.6	4,656.2	4,656.2	4,656.2	-16.8	-0.4 %	-475.4	-9.3 %	-16.8	-0.4 %	-475.4	-9.3 %	0.0
1108 Stat Desig (Other)	128.3	128.3	63.3	63.3	63.3	-65.0	-50.7 %	-65.0	-50.7 %	-65.0	-50.7 %	-65.0	-50.7 %	0.0
1166 Vessel Com (DGF)	1,316.4	1,440.3	1,779.6	1,779.6	1,779.6	463.2	35.2 %	339.3	23.6 %	463.2	35.2 %	339.3	23.6 %	0.0
1205 Ocn Ranger (DGF)	3,518.6	3,831.9	3,834.6	3,834.6	3,834.6	316.0	9.0 %	2.7	0.1 %	316.0	9.0 %	2.7	0.1 %	0.0
1230 CleanAdmin (Other)	448.0	1,239.2	1,243.4	1,243.4	1,243.4	795.4	177.5 %	4.2	0.3 %	795.4	177.5 %	4.2	0.3 %	0.0
1231 DrinkAdmin (Other)	448.0	456.1	457.8	457.8	457.8	9.8	2.2 %	1.7	0.4 %	9.8	2.2 %	1.7	0.4 %	0.0
1232 ISPF-I/A (Other)	382.9	307.3	307.4	307.4	307.4	-75.5	-19.7 %	0.1		-75.5	-19.7 %	0.1		0.0
Positions														
Perm Full Time	557	507	488	488	488	-69	-12.4 %	-19	-3.7 %	-69	-12.4 %	-19	-3.7 %	0
Perm Part Time	0	0	0	0	0	0		0		0		0		0
Temporary	4	1	1	1	1	-3	-75.0 %	0		-3	-75.0 %	0		0

Multi-year Agency Totals - Operating Budget - FY 2018 House Structure

Numbers and Language Agencies: DEC

Agency: Department of Environmental Conservation

ID=>	[1]	[2]	[3]	[4]	[5]	[3] - [1]		[3] - [2]		[5] - [1]		[5] - [2]		[5] - [3]	
Session=>	2015	2017	2017	2017	2017	2015	2017	2017	2017	2015	2017	2017	2017	2017	2017
Column=>	15MgtPIn	17MgtPIn	18Gov	18GovAmd	HSub Rec	15MgtPIn to 18Gov	18Gov	17MgtPIn to 18Gov	18Gov	15MgtPIn to HSub Rec	HSub Rec	17MgtPIn to HSub Rec	HSub Rec	18Gov to HSub Rec	HSub Rec
<u>Funding Summary</u>															
Unrestricted General (UGF)	22,472.1	16,828.7	15,297.9	15,297.9	15,297.9	-7,174.2	-31.9 %	-1,530.8	-9.1 %	-7,174.2	-31.9 %	-1,530.8	-9.1 %	0.0	
Designated General (DGF)	27,213.7	28,352.5	29,892.2	29,892.2	29,892.2	2,678.5	9.8 %	1,539.7	5.4 %	2,678.5	9.8 %	1,539.7	5.4 %	0.0	
Other State Funds (Other)	12,612.7	14,374.2	12,801.5	12,801.5	12,801.5	188.8	1.5 %	-1,572.7	-10.9 %	188.8	1.5 %	-1,572.7	-10.9 %	0.0	
Federal Receipts (Fed)	25,262.4	23,863.8	23,896.6	23,896.6	23,896.6	-1,365.8	-5.4 %	32.8	0.1 %	-1,365.8	-5.4 %	32.8	0.1 %	0.0	