



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
<b>Total</b>	<b>\$81,888.2</b>

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
<b>Total</b>	<b>489</b>

**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:

- o Allocation Summary Report (All Funds) – Between FY2018 Governor and House Subcommittee (HSub)
- o 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**

<b>Numbers and Language</b> <b>Agencies: DEC</b>
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<b>Allocation</b>	<b>[1] 18Gov</b>	<b>[2] HSub Rec</b>	<b>[2] - [1] 18Gov to HSub Rec</b>
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
<b>Appropriation Total</b>	<b>10,747.6</b>	<b>10,747.6</b>	<b>0.0</b>
DEC Bldgs Maint & Operations			
DEC Bldgs Maint & Operations	636.8	636.8	0.0
<b>Appropriation Total</b>	<b>636.8</b>	<b>636.8</b>	<b>0.0</b>
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
<b>Appropriation Total</b>	<b>17,400.2</b>	<b>17,400.2</b>	<b>0.0</b>
Air Quality			
Air Quality	10,510.7	10,510.7	0.0
<b>Appropriation Total</b>	<b>10,510.7</b>	<b>10,510.7</b>	<b>0.0</b>
Spill Prevention and Response			
Spill Prevention and Response	20,090.2	20,090.2	0.0
<b>Appropriation Total</b>	<b>20,090.2</b>	<b>20,090.2</b>	<b>0.0</b>
Water			
Water Quality	15,161.7	15,161.7	0.0
Facility Construction	7,341.0	7,341.0	0.0
<b>Appropriation Total</b>	<b>22,502.7</b>	<b>22,502.7</b>	<b>0.0</b>

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

Numbers and Language Agencies: DEC
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Allocation	[1] 18Gov	[2] HSub Rec	[2] - [1] 18Gov to HSub Rec
Environmental Conservation (continued)			
<b>Agency Total</b>	81,888.2	81,888.2	0.0
<b>Statewide Total</b>	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

<b>Numbers and Language</b> <b>Agencies: DEC</b>
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**Agency: Department of Environmental Conservation**

ID=> Session=> Column=>	[1] 2015 15MgtP1n	[2] 2017 17MgtP1n	[3] 2017 18Gov	[4] 2017 18GovAmd	[5] 2017 HSub Rec	[3] - [1] 2015 15MgtP1n to 18Gov	[3] - [2] 2017 17MgtP1n to 18Gov	[5] - [1] 2015 15MgtP1n to HSub Rec	[5] - [2] 2017 17MgtP1n to HSub Rec	[5] - [3] 2017 18Gov to HSub Rec				
<b>Total</b>	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
<u>Objects of Expenditure</u>														
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
<u>Funding Sources</u>														
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
<u>Positions</u>														
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

<b>Numbers and Language</b> <b>Agencies: DEC</b>
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**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=>	15MgtP1n	17MgtP1n	18Gov	18GovAmd	HSub Rec	15MgtP1n to 18Gov	18Gov	17MgtP1n to 18Gov	18Gov	15MgtP1n to HSub Rec	HSub Rec	17MgtP1n 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	