



THE STATE  
*of* **ALASKA**  
GOVERNOR MIKE DUNLEAVY

**Office of the Governor**

OFFICE OF MANAGEMENT AND BUDGET  
Lacey Sanders, Director

Court Plaza Building  
240 Main Street, Suite 801  
Juneau, Alaska 99811-0020  
Main: 907.465.4660  
Fax: 907.465.2090

February 3, 2026

The Honorable Lyman Hoffman  
Co-Chair, Senate Finance Committee  
Alaska State Capitol, Room 518  
Juneau, AK 99801

The Honorable Donny Olson  
Co-Chair, Senate Finance Committee  
Alaska State Capitol, Room 508  
Juneau, AK 99801

The Honorable Bert Stedman  
Co-Chair, Senate Finance Committee  
Alaska State Capitol, Room 516  
Juneau, AK 99801

Dear Co-Chairs Hoffman, Olson, and Stedman,

Thank you for inviting the Office of Management and Budget (OMB) to present an overview of the Governor's FY2026 vetoes to the Senate Finance Committee on January 27, 2026. This letter completes the responses to questions and requests for follow-up information from this hearing. All of the dollar figures presented in this document are in whole dollars.

**1. Provide a breakdown of the FY2025 lapsing appropriations.**

See the attached document titled *FY2025 All Reserves - Draw Down.pdf* for a list of the FY2025 lapsing appropriations.

**2. Provide the five-year average and the 10-year average for the Disaster Relief Fund, for both this fiscal year and last fiscal year.**

The attached document titled *DRF summary (5 and 10 year average) October.pdf* shows a comparison between a five-year and 10-year average of the Department of Military and Veterans' Affairs (DMVA) original calculation back in October 2025. However, this past

week, the DMVA identified two errors in this spreadsheet. First, it was calculating the 10-year average wrong. It was dividing the total by 8.5 years instead of 10. Second, it was counting 11 years, not 10.

The original number was:

- Five-year (July 2022 to October 2026) - \$22,318,436.60
- 10-year (July 2016 to October 2026) - \$23,353,830.71

The amounts should have been:

- Five-year (July 2022 to October 2026) - \$22,318,436.60
- 10-year (July 2017 to October 2026) - \$19,150,756.10

The attached document titled *DRF summary (5 and 10 year average) January.pdf* calculates both what the five-year and 10-year averages would have been last year, but also what that number would be now that there is more information from Typhoon Halong (the West Coast Storm).

FY2025

- Five-year (July 2021 to December 2025) - \$23,818,436.60
- 10-year (July 2016 to December 2025) - \$19,350,756.10

FY2026 (with up to data number for Typhoon Halong)

- Five-year (July 2022 to December 2026) - \$27,118,436.60
- 10-year (July 2017 to December 2026) - \$21,550,756.10

An important note to emphasis is that these numbers are likely to change, especially if the Typhoon Halong disaster goes 90 percent federal, 10 percent State.

**3. Provide the five-year average and the 10-year average for the Fire Suppression Fund, for both this fiscal year and last fiscal year.**

The table below shows the five-year and 10-year fire cost averages for last fiscal year and the current fiscal year. Please note for the FY2026 averages that since there is still five months left in the fiscal year, these numbers are subject to change.

| <b>FY2025 Averages</b> |              |             |
|------------------------|--------------|-------------|
| Five-Year              | \$59,006,760 | FY2021-2025 |
| 10-Year                | \$59,427,090 | FY2016-2025 |
| <b>FY2026 Averages</b> |              |             |
| Five-Year              | \$83,385,600 | FY2022-2026 |
| 10-Year                | \$66,407,380 | FY2017-2026 |

Please contact my office if you have further questions.

Sincerely,

*Lacey Sanders*

Lacey Sanders  
Director

Enclosures: FY2025 All Reserves - Draw Down  
DRF summary (5 and 10 year average) October  
DRF summary (5 and 10 year average) January

cc: Alexei Painter, Director, Legislative Finance Division  
Jordan Shilling, Director, Governor's Legislative Office