

# Updated Fiscal Summary and Previous Questions

Senate Finance Committee  
February 23, 2026  
Legislative Finance Division

# Fiscal Summary of Governor's Amended Budget

FY26-FY27 Governor's Amended Budget (UGF Only)				
	FY26	FY27	Difference	
<b>Fall Revenue Forecast*</b>	<b>5,982.0</b>	<b>6,195.4</b>	<b>223.9</b>	<b>3.7%</b>
Agency Operations	4,771.7	4,865.7	0.9	0.0%
Statewide Items	418.5	451.5	33.1	7.9%
Capital Budget	159.1	167.0	(2.5)	(1.6)%
Permanent Fund Dividend	685.3	2,365.9	1,680.6	245.2%
<b>Total Budget (pre-Supplementals)</b>	<b>6,034.0</b>	<b>7,850.0</b>	<b>1,712.1</b>	<b>28.4%</b>
Fund Transfers	(0.9)	(1.3)		
<b>Post-Transfer Surplus/(Deficit)</b>	<b>(51.1)</b>	<b>(1,653.3)</b>		
Governor's 12/11 Supplementals	110.2			
Governor's 2/3 Supplementals	78.8			
Governor's 2/17 Supplementals	41.7			
Fire Suppression Disasters	55.0			
<b>Post-Transfer Surplus/Deficit</b>	<b>(336.8)</b>			

Ending Balance	FY26	FY27
SBR	-	-
CBR	3,028.0	1,603.9

\*Including two LFD revenue adjustments for FY27

# Notes on Fiscal Summary

- FY26 post-transfer deficit does not include the Governor's \$129.6 million proposal to recapitalize the Higher Education Investment Fund from the CBR. Adding this increases the total CBR draw to \$466.4 million.
- LFD added a revenue adjustment in FY27 for \$10.5 million to account for the Governor's proposed use of otherwise-lapsing general fund program receipts in the budget. Lapsing program receipts are accounted for in DOR's forecast.
  - The largest of these are \$4.5 million for a DNR capital project and \$4.2 million to subsidize licensing board investigation costs in DCCED.

# Potential Future Items

- Five bargaining units are negotiating cost of living amounts for FY27.
- Alaska is in the appeal process for a \$4.6 million SNAP penalty for FY24 performance. Last year, a similar request was added in February amendments as a supplemental item.
- Federal K-12 disparity test appeal is still pending. The grant application for AMHS federal funding for CY26 has not yet been opened.

# Follow-up on Questions from January 29 Meeting

**Compare the five- and ten-year averages for the Disaster Relief and Fire Suppression Funds.**

Note that Fire Suppression figures are based on preliminary actuals; fully reconciled actuals are not currently available.

	<b>Disaster Relief Fund</b>	<b>Fire Suppression Activity</b>
FY16-25 Average	\$19,350.8	\$52,314.9
FY21-25 Average	\$23,818.4	\$60,589.2
FY27 Gov Request	\$24,000.0	\$47,482.7

# Follow-up on Questions from January 29 Meeting

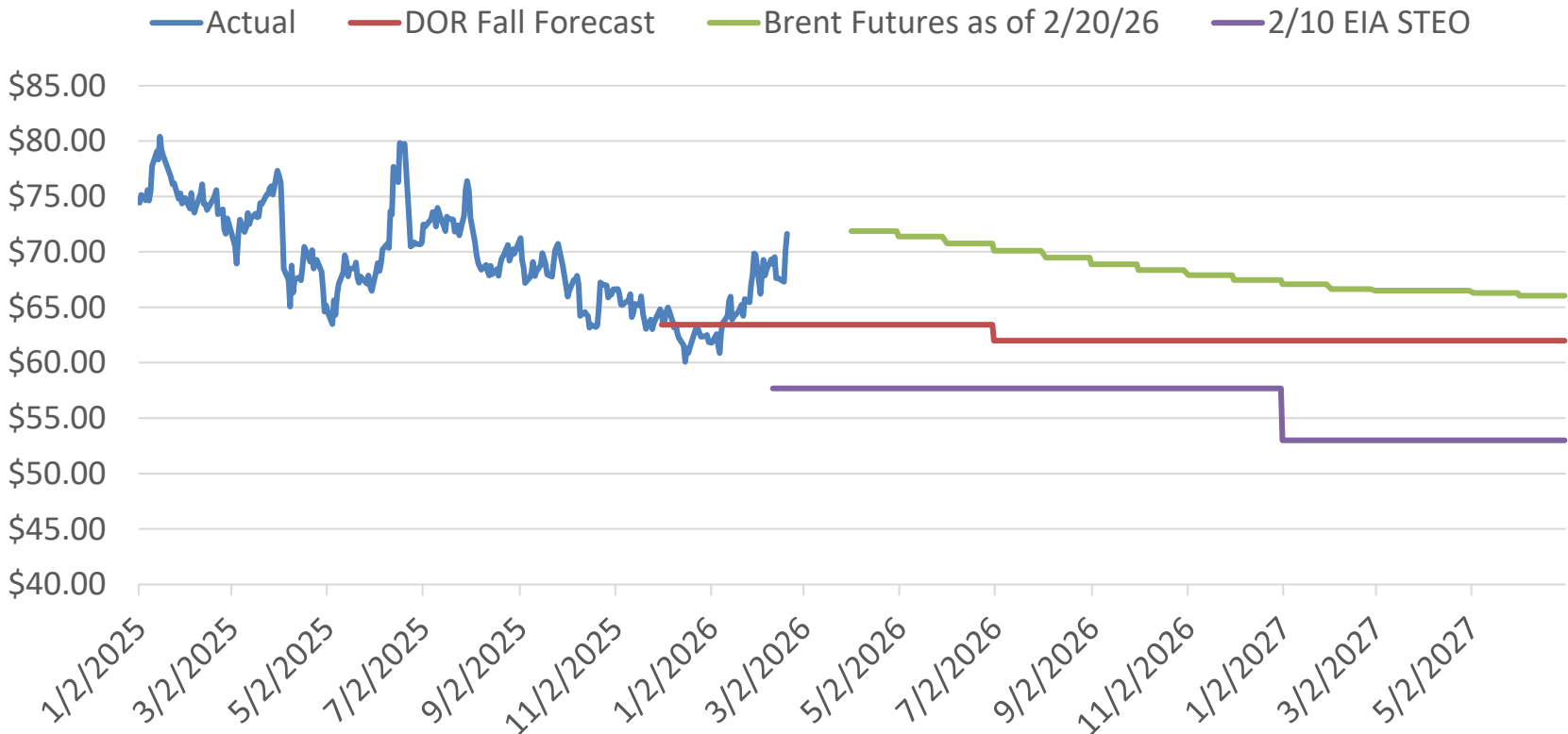
**What percentage of the budget is personal services? If these items grow with inflation, would this exceed 1% budget growth?**

- In the FY27 Governor's budget, \$3.5 billion of the \$11.8 billion (30%) for agency operations is on the personal services line. Approximately 50% of personal services funding is UGF, so we would estimate that about \$1.8 billion of the \$4.8 billion UGF for agency operations (37%) is UGF.
- Salary adjustments in the Governor's budget equal \$55.1 million UGF, or a 3.1% increase of UGF personal services costs. This exceeds the Cost-of-Living Adjustments (COLAs) for every bargaining unit in FY27 due to health insurance costs that are rising faster than inflation, and it also does not include COLAs for five bargaining units that are still outstanding. The existing \$55.1 million in salary adjustments equates to 1.2% of the UGF total for agency operations.

# Follow-up on Questions from January 29 Meeting

## 29 Meeting

**How do current and projected oil prices compare to the DOR forecast?**



# Questions?

## Contact Information

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