

Department of Law



34th Alaska State Legislature
 House Finance Budget Subcommittee
 Department of Law
 FY27 Operating Budget

Chair:

Rep. Andy Josephson
 Capitol Room 505
 465-4939

Members:

Rep. Andrew Gray
 Capitol Room 118
 465-4940

Rep. Chuck Kopp
 Capitol Room 204
 465-3892

Rep. Ted Eischeid
 Capitol Room 412
 465-2095

Rep. Genevieve Mina
 Capitol Room 416
 465-3424

Rep. Sarah Vance
 Capitol Room 114
 465-2689

Rep. Mia Costello
 Capitol Room 421
 465-6641

Rep. Jubilee Underwood
 Capitol Room 112
 465-2186

**HFIN Minority
 Member (Invited):**

Rep. Jamie Allard
 Capitol Room 415
 465-2995

Committee Aide:

Alexander Schroeder
 465-4939

Department of Law
 FY27 House Finance Budget Subcommittee
 Narrative Report
 March 2nd, 2026

The House Finance Budget Subcommittee for the Department of Law held a total of four meetings and submits the following recommended operating budget for FY27 to the House Finance Committee:

RECOMMENDATIONS:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$87,668.9
Designated General Funds (DGF)	\$3,142.2
Other Funds	\$43,842.5
Federal Funds	\$2,568.7

Total **\$137,222.3**

Compared to the FY27 Adjusted Base/House Committee Substitute 1, the subcommittee recommendations represent an increase of \$6.1 (0.0%) in Unrestricted General Funds and a decrease of \$462.1 (-1.0%) in Other Funds. There is no difference in funds between Gov Amend and the subcommittee recommendations.

Positions:

Permanent Full-Time	601
Permanent Part-Time	0
Temporary	0

Total **601**

BUDGET ACTIONS

The House Finance Budget Subcommittee for the Department of Law reviewed the FY27 Governor's budget request and recommends accepting the request with no changes.

Item 3 included an increase of \$6.1 UGF for implementation of the Information Technology (IT) Classification Study. Administrative Order 284 initiated a study of the State's Information Technology job classes. Comprehensive analysis in the study resulted in the establishment and/or revision of numerous IT job classes across the departments. On January 6, 2026, the Division of Personnel established the new IT job classes consistent with the findings in the study and are requesting this UGF to implement the new job class in the Department of Law.

SUBCOMMITTEE AMENDMENTS

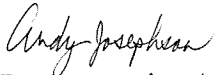
The Chair set an amendment deadline and welcomed amendments from all members. The subcommittee received no amendments.

ATTACHED REPORTS

The House Finance Budget Subcommittee for the Department of Law adopted the attached reports:

- LAW Agency Totals
- LAW Transaction Compare: House Committee Substitute 1 to House Subcom
- LAW Transaction Compare: GovAmend to House Subcom

Respectfully Submitted,



Representative Andy Josephson

Chair, House Finance Budget Subcommittee for the Department of Law

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Numbers Agencies: Law

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	84,182.2	87,662.8	87,668.9	87,668.9
Designated GF	3,077.7	3,142.2	3,142.2	3,142.2
Other	43,040.0	44,304.6	43,842.5	43,842.5
Federal	2,508.0	2,568.7	2,568.7	2,568.7
Total	132,807.9	137,678.3	137,222.3	137,222.3

26MgtPln to HSubcom		HCS1 to HSubcom		GovAmd to HSubcom	
3,486.7	4.1%	6.1	0.0%	0.0	0.0%
64.5	2.1%	0.0	0.0%	0.0	0.0%
802.5	1.9%	-462.1	-1.0%	0.0	0.0%
60.7	2.4%	0.0	0.0%	0.0	0.0%
4,414.4	3.3%	-456.0	-0.3%	0.0	0.0%

PFTs	597	601	601	601
PPTs	0	0	0	0
Temps	0	0	0	0
Total	597	601	601	601

4	0.7%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
4	0.7%	0	0.0%	0	0.0%

Differing items are highlighted and displayed in blue.

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 (\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Civil Division / Civil Defense Litigation	Reduce Authority due to Uncollectable Receipts	(\$500.0) I/A Rcpts (Other) Dec	(\$500.0) I/A Rcpts (Other) Dec	
2	Civil Division / Legal Support Services	Information Technology Classification Study Implementation	\$10.6 I/A Rcpts (Other) Inc	\$10.6 I/A Rcpts (Other) Inc	
3	Administration and Support / Administrative Services	Information Technology Classification Study Implementation	Total: \$33.4 \$6.1 Gen Fund (UGF) \$27.3 I/A Rcpts (Other) Inc	Total: \$33.4 \$6.1 Gen Fund (UGF) \$27.3 I/A Rcpts (Other) Inc	

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure**
B=Both Bills, O=Operating Only, M=Mental Health

Agency: Department of Law

	<u>GovAmd</u>	<u>HSubcom</u>
Ap: Civil Division		
<u>Conditional Language</u>		
The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts collected in the Department of Law's federally approved cost allocation plan.	B	B
AI: Special Litigation & Appeals		
<u>Conditional Language</u>		
The amount allocated for Special Litigation and Appeals includes the unexpended and unobligated balance on June 30, 2026, of designated program receipts of the Department of Law, Special Litigation and Appeals, that are required by the terms of a settlement or judgment to be spent by the state for consumer education or consumer protection.	O	O

Department of Health



34th Alaska State Legislature
House Finance Budget Subcommittee

Department of Health
FY27 NARRATIVE REPORT

March 6, 2026

Chair:

Representative
Andy Josephson

Members:

Representative
Genevieve Mina

Representative
Andrew Gray

Representative
Zack Fields

Representative
Donna Mears

Representative
Mike Prax

Representative
Justin Ruffridge

Representative
Rebecca Schwanke

Committee Aide:

Erin Page

The House Finance Budget Subcommittee for the Department of Health (DOH) held a total of five meetings and received eight presentations on department and division budgets, including the Governor’s proposed and amended budget actions. Based on that information and related discussions, the Subcommittee accepted all Governor operating budget actions and added 11 actions. The Subcommittee submits the following recommended FY27 operating budget to the House Finance Committee:

SUBCOMMITTEE RECOMMENDATIONS

Fund Source	(dollars are in thousands)
Unrestricted General Funds (UGF)	\$1,140,186.6
Designated General Funds (DGF)	\$50,846.7
Other Funds	\$110,910.4
Federal Funds	\$2,989,155.1
Total	\$4,291,098.8

Compared to the FY27 Adjusted Base (House Committee Substitute 1, or HCS1), this recommendation increases Unrestricted General Funds (UGF) by \$56,463.3 in Governor’s actions and \$21,461.0 in subcommittee changes, for a total increase of \$77,924.3 (7.3 percent). For Federal receipts, the Governor’s increase from the FY27 Adjusted Base/HCS1 is \$359,746.2 and the subcommittee’s changes are \$23,202.0, for a total increase of \$382,948.2 (14.7 percent). The total change across all fund sources is \$462,851.3 (12.1 percent). Additional detail is in the attached Budget Action report.

POSITIONS

Permanent Full-Time (PFT)	1567
Permanent Part-Time (PPT)	1
Temporary	59
Total	1627

Compared to the FY27 Adjusted Base/HCS1, the Subcommittee recommendations reflect no change in permanent positions and a reduction of one temporary position due to a Governor action.

BUDGET ACTIONS

Governor's Budget Actions, Including Governor Amendments

The chair's recommendations to the Subcommittee accepted all Governor actions. Two Governor actions later received minor modifications through member amendment.

UGF items of particular note from the Governor include (dollars are in thousands):

- **\$10,000 UGF decrement** to Medicaid Services, which removes the second year of a two-year increment to support clinic behavioral health services. The subcommittee accepted this decrement because the Governor's FY26 Supplemental budget makes the first year's funds available through FY27. The unspent FY26 funds are sufficient to cover the need for increased behavioral health Medicaid rates as demonstrated by the extensive Guidehouse rate study sponsored by the Department.
- **\$43,288.1 UGF increment** (Federal receipt match of \$334,010.1) to Medicaid Services to cover total expected Medicaid spending. This reflects higher Medicaid payments to providers due to increases in usage, usage of higher-acuity services, and overall health care costs. This increment is necessary to meet the health needs of Alaska's most vulnerable citizens.
- **\$7,991.3 UGF increment** to Public Assistance (Administration), which is necessary to cover last year's federal HR1 directive to shift an additional 25 percent of administrative costs for the Supplemental Nutritional Assistance Program (SNAP) to state responsibility.
- **\$11,272.5 UGF increment** (Federal receipt match of \$9,769.4) to Public Assistance (Field Services), to cover sharply increased costs of upgrading and maintaining technology systems required to determine eligibility for Medicaid, SNAP, and other programs. These systems are critical to the division's ability to deliver timely benefits to Alaskans and comply with federal standards for processing errors. Failure to meet those standards would result in sizeable fines to the department.
- **\$3,654.4 UGF increment** (Federal receipt match of \$4,345.6) to Public Assistance (Field Services), to maintain the Virtual Contact Center. This center handles questions on benefits applications, freeing up eligibility technicians to focus on the more complex work of evaluating eligibility and thus reducing case backlogs.

Other Governor actions include five additional actions with UGF increments or decrements of less than \$500.0 and 25 actions that did not affect UGF. Details for all actions can be found in the attached Budget Action report.

Subcommittee Budget Actions

Following are all actions added in Subcommittee:

- **\$4,200.0 UGF increment** to Behavioral Health (Treatment and Recovery Grants; Prevention and Early Intervention Grants). DOH had reduced these grants due to declining designated receipts and shifting priorities. Behavioral health providers continue to experience severe financial challenges and restoring previous grant levels will stabilize services. \$3,557.0 is allocated to Treatment & Recovery Grants and \$723.0 is allocated to Prevention & Early Intervention Grants.

- **\$500.0 UGF increment** to Behavioral Health (Administration) to support the Crisis Call Center. It is a match for a \$1,000.0 increment in Mental Health Trust funds and was the Mental Health Trust's only requested UGF match. The Crisis Call Center is a critical part of the state's continuum of care and receives thousands of calls each month.
- **\$3,000.0 one-time UGF increment** to Public Assistance (General Relief Assistance) for food banks and pantries, to alleviate hunger in low-income areas and ensure that food supplies are readily available in the event of disaster.
- **\$1,500.0 UGF increment** to Senior & Disabilities Services (Senior & Disabilities Community Based Grants), for grants for adult day services. These grants support Alaskan families caring for aging elders and will allow the extension of respite care services in underserved areas of Alaska.
- **\$403.0 UGF increment** to Senior & Disabilities Services (Senior & Disabilities Community Based Grants),¹ to support the responsibilities of the Statewide Independent Living Council (SILC). The SILC develops and monitors the Alaska State Plan for Independent Living, which is required for the state to receive funding under the federal Rehabilitation Act. SILC funding was cut in 2017 and has not been adjusted since. The \$403.0 increment restores the SILC to its pre-2017 funding levels.
- **\$382.0 UGF increment** to Senior & Disabilities Services (General Relief/Temporary Assisted Living), for an adjustment to the daily rate for temporary assisted living facilities to account for inflationary increases since 2022. The increment will increase the daily rate from \$109.32 to \$118.90.
- **\$1,125.0 UGF increment** to Senior Benefits Payment Program to meet the statutorily-required levels of assistance to low-income seniors through the Senior Benefits Payment Program. Higher enrollment rates among eligible seniors have resulted in shortfalls in available funds.
- **\$625.0 UGF increment** (Federal receipt match \$625.0) to Medicaid Services, in support of increasing rates for Private Duty Nursing (PDN) to the levels recommended by the Department's Guidehouse rate evaluation study. Alaska PDN rates have not changed since 1998, and Guidehouse determined that rates need to increase by about 40 percent to strengthen the PDN workforce. Because PDN enables individuals with extremely complex, irreversible conditions to stay in the home rather than in hospitals, the \$625.0 UGF increment is expected to save Alaska \$30,000 UGF per year, as well as reuniting families and freeing up acute-care beds.
- **\$2,400.0 UGF increment** (Federal receipt match \$13,700.0) to Medicaid Services, to increase Medicaid rates for Air and Ground Ambulance services to levels recommended by the department's Guidehouse rate evaluation for Medical Transportation. Current rates do not support adequate staffing or training.
- **\$6,910.0 UGF increment** (Federal receipt match \$8,877.0) to Medicaid Services, to implement Guidehouse rate recommendations for Medicaid-eligible long-term support services provided under Community First Choice and Personal Care Services programs. These services are a critical component of allowing elders and disabled people to remain in their homes, and the Guidehouse advised that increased rates are necessary to strengthen and stabilize the workforce.

¹ SILC funding may be more appropriately placed in a different allocation. My staff is working with DOH to determine the best allocation and any change will be proposed during House Finance deliberations.

- **\$336.0 UGF increment** to Medicaid Services, to bring the rates for adolescent residential behavioral health treatment services to parity with rates for adults. Adolescent treatment involves factors that are not part of adult treatment, such as education, engagement with family and guardians, and ongoing coordination with state entities such as the Office of Children’s Services and Division of Juvenile Justice. The Guidehouse study did not address these differences.

SUBCOMMITTEE AMENDMENTS

The Chair set an amendment deadline and welcomed amendments from all members. The chair received 33 amendments.² The subcommittee adopted two amendments, both without objection, and rejected 27 amendments. Four amendments were not offered or withdrawn.

The adopted amendments changed the transaction type for Governor budget actions and did not affect FY27 budget totals.

ATTACHED REPORT

The House Finance Budget Subcommittee for the Department of Health adopted the attached Budget Action report.

Respectfully submitted,



Representative Andy Josephson
Chair, House Finance Subcommittee for Department of Health

² The amendment packet showed 34 amendments. Due to a clerical error during close-out preparation, a blank page in the packet was counted as an amendment.

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 (\$ thousands)**

Numbers Agencies: DOH

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	1,058,364.0	1,062,262.3	1,118,725.6	1,140,186.6
Designated GF	50,330.6	50,612.3	50,846.7	50,846.7
Other	108,007.7	109,166.0	110,910.4	110,910.4
Federal	2,602,219.1	2,606,206.9	2,965,953.1	2,989,155.1
Total	3,818,921.4	3,828,247.5	4,246,435.8	4,291,098.8

26MgtPln to HSubcom		HCS1 to HSubcom		GovAmd to HSubcom	
81,822.6	7.7%	77,924.3	7.3%	21,461.0	1.9%
516.1	1.0%	234.4	0.5%	0.0	0.0%
2,902.7	2.7%	1,744.4	1.6%	0.0	0.0%
386,936.0	14.9%	382,948.2	14.7%	23,202.0	0.8%
472,177.4	12.4%	462,851.3	12.1%	44,663.0	1.1%

PFTs	1,563	1,567	1,567	1,567
PPTs	1	1	1	1
Temps	62	60	59	59
Total	1,626	1,628	1,627	1,627

4	0.3%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
-3	-4.8%	-1	-1.7%	0	0.0%
1	0.1%	-1	-0.1%	0	0.0%

Differing items are highlighted and displayed in blue.

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Behavioral Health / Behavioral Health Treatment and Recovery Grants	Replace Funding Source to Align with Statutory Distribution of Restorative Justice Account Funds	Net Zero \$169.2 Gen Fund (UGF) (\$169.2) Rest Just (Other) FndChg	Net Zero \$169.2 Gen Fund (UGF) (\$169.2) Rest Just (Other) FndChg	
2	Behavioral Health / Behavioral Health Treatment and Recovery Grants	Increase General Fund/ Mental Health to Restore Behavioral Health Grants Supported by Declining Designated General Funds	n/a	\$3,557.0 GF/MH (UGF) Inc	
3	Behavioral Health / Alcohol Safety Action Program (ASAP)	Delete Non-Permanent Adult Probation Officer 2 Position in Anchorage	(\$45.1) I/A Rcpts (Other) (1) TMP Position Dec	(\$45.1) I/A Rcpts (Other) (1) TMP Position Dec	
4	Behavioral Health / Behavioral Health Administration	Increase Federal Receipt Authority for Crisis Contact Center	\$585.0 Fed Rcpts (Fed) Inc	n/a	
5	Behavioral Health / Behavioral Health Administration	Increase Federal Receipt Authority for Crisis Contact Center (FY27-FY28)	n/a	\$585.0 Fed Rcpts (Fed) IncT	
6	Behavioral Health / Behavioral Health Administration	Increase Authority for MH Trust: Crisis Call Center (FY27-FY28)	\$250.0 MHTAAR (Other) IncT	\$250.0 MHTAAR (Other) IncT	
7	Behavioral Health / Behavioral Health Administration	Add General Fund/Mental Health to Maintain Operation of the Crisis Call Center	n/a	\$500.0 GF/MH (UGF) Inc	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
8	Behavioral Health / Behavioral Health Administration	MH Trust: Remove Authority for the Final Year of Family Services Training Center (FY22-FY27)	(\$50.0) MHTAAR (Other) Dec	(\$50.0) MHTAAR (Other) Dec	
9	Behavioral Health / Behavioral Health Administration	GA Add Statutory Designated Program Receipt Authority for Behavioral Crisis Services	\$500.0 Stat Desig (Other) Inc	\$500.0 Stat Desig (Other) Inc	
10	Behavioral Health / Behavioral Health Prevention and Early Intervention Grants	Increase General Fund/ Mental Health to Restore Behavioral Health Grants Supported by Declining Designated General Funds	n/a	\$723.0 GF/MH (UGF) Inc	
11	Behavioral Health / Residential Child Care	Transfer to the Department of Family and Community Services for Residential Care for Children and Youth	(\$474.3) GF/MH (UGF) ATrOut	(\$474.3) GF/MH (UGF) ATrOut	There is a corresponding Agency Transfer In (ATrin) for this purpose in the Department of Family and Community Services. Rejecting this transfer from the Department of Health would restore these grants back to the Department of Health, and it would be necessary to reject the ATrin in the Department of Family and Community Service's subcommittee to maintain the action across departments.
12	Health Care Services / Health Facilities Licensing and Certification	New General Fund Program Receipt Carryforward Wordage	Net Zero Wordage	Net Zero Wordage	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
13	Health Care Services / Residential Licensing	GA Community Care Licensing Specialist Classification Study Implementation	Total: \$181.2 \$72.5 Fed Rcpts (Fed) \$46.4 GF/Match (UGF) \$26.1 Gen Fund (UGF) \$36.2 GF/Prgm (DGF) Inc	Total: \$181.2 \$72.5 Fed Rcpts (Fed) \$46.4 GF/Match (UGF) \$26.1 Gen Fund (UGF) \$36.2 GF/Prgm (DGF) Inc	
14	Health Care Services / Medical Assistance Administration	GA Temporarily Increase Federal Receipt Authority to Support Medicaid Systems Modernization	\$1,970.0 Fed Rcpts (Fed) IncOTI	\$1,970.0 Fed Rcpts (Fed) IncOTI	
15	Public Assistance / Child Care Benefits	GA Community Care Licensing Specialist Classification Study Implementation	\$120.0 Fed Rcpts (Fed) Inc	\$120.0 Fed Rcpts (Fed) Inc	
16	Public Assistance / General Relief Assistance	Grant Funding for Alaskan Food Banks and Pantries to Promote Food Security	n/a	\$3,000.0 Gen Fund (UGF) IncOTI	
17	Public Assistance / Public Assistance Administration	GA Increase Funding for Supplemental Nutrition Assistance Program Administrative Cost Shift Due to H.R. 1 (2025)	\$7,991.3 GF/Match (UGF) Inc	\$7,991.3 GF/Match (UGF) Inc	
18	Public Assistance / Public Assistance Administration	GA Technical Transaction Correcting Prior Numbers Item in Public Assistance Administration	Net Zero MisAdj	Net Zero MisAdj	Recommend accepting this technical change.

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
19	Public Assistance / Public Assistance Field Services	GA Add Funding and Authority to Maintain Operations of Information Technology Systems	Total: \$21,041.9 \$9,769.4 Fed Rcpts (Fed) \$11,272.5 GF/ Match (UGF) Inc	Total: \$21,041.9 \$9,769.4 Fed Rcpts (Fed) \$11,272.5 GF/ Match (UGF) Inc	
20	Public Assistance / Public Assistance Field Services	GA Add Funding and Authority to Maintain the Division of Public Assistance Virtual Contact Center	Total: \$8,000.0 \$4,345.6 Fed Rcpts (Fed) \$3,654.4 GF/ Match (UGF) Inc	Total: \$8,000.0 \$4,345.6 Fed Rcpts (Fed) \$3,654.4 GF/ Match (UGF) Inc	
21	Public Assistance / Women, Infants and Children	GA Increase Federal Receipt Authority for the Women, Infants, and Children (WIC) Program to Address Rising Food Costs	\$4,500.0 Fed Rcpts (Fed) Inc	\$4,500.0 Fed Rcpts (Fed) Inc	
22	Public Health / Women, Children and Family Health	MH Trust: Reduce Authority for Final Year - Pediatric Mental Health Care Access Program (FY23-FY27)	(\$135.0) MHTAAR (Other) Dec	(\$135.0) MHTAAR (Other) Dec	
23	Public Health / Women, Children and Family Health	MH Trust: Increase Authority for Final Year of Adverse Childhood Experiences Data Linkage and Analysis	\$75.0 MHTAAR (Other) IncOTI	\$75.0 MHTAAR (Other) IncOTI	
24	Public Health / Women, Children and Family Health	MH Trust: Early Childhood Intervention: Pyramid Model (FY27-FY30)	\$151.0 MHTAAR (Other) IncT	\$151.0 MHTAAR (Other) IncT	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
25	Public Health / Public Health Administrative Services	Increase Federal Receipt Authority for Child Development, Mental Health, Substance Abuse, and Forensic Grant Awards	\$2,700.0 Fed Rcpts (Fed) Inc	n/a	
26	Public Health / Public Health Administrative Services	Increase Federal Receipt Authority for Pediatric Mental Health Access Grant - Help Me Grow (FY27-FY30)	n/a	\$850.0 Fed Rcpts (Fed) IncT	
27	Public Health / Public Health Administrative Services	Substance Misuse and Addiction Prevention Grant (FY27-FY28)	n/a	\$1,300.0 Fed Rcpts (Fed) IncT	
28	Public Health / Public Health Administrative Services	Federal Community Project Funding Grant for the State Medical Examiner's Office	n/a	\$550.0 Fed Rcpts (Fed) IncOTI	
29	Public Health / Public Health Administrative Services	GA Increase Federal Receipt Authority for Multiple Grant Awards	\$1,650.0 Fed Rcpts (Fed) Inc	\$1,650.0 Fed Rcpts (Fed) Inc	
30	Public Health / Chronic Disease Prevention and Health Promotion	MH Trust: Dementia Education and Prevention (FY27-FY29)	\$130.0 MHTAAR (Other) IncT	\$130.0 MHTAAR (Other) IncT	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
31	Public Health / Epidemiology	Information Technology Classification Study Implementation	Total: \$23.8 \$16.6 Fed Rcpts (Fed) \$2.4 GF/Match (UGF) \$4.8 Stat Desig (Other) Inc	Total: \$23.8 \$16.6 Fed Rcpts (Fed) \$2.4 GF/Match (UGF) \$4.8 Stat Desig (Other) Inc	
32	Public Health / Bureau of Vital Statistics	Information Technology Classification Study Implementation	Total: \$24.0 \$3.4 Fed Rcpts (Fed) \$20.6 GF/Prgm (DGF) Inc	Total: \$24.0 \$3.4 Fed Rcpts (Fed) \$20.6 GF/Prgm (DGF) Inc	
33	Senior and Disabilities Services / Senior and Disabilities Community Based Grants	Increase Funding to Support Adult Day Services	n/a	\$1,500.0 Gen Fund (UGF) Inc	
34	Senior and Disabilities Services / Senior and Disabilities Community Based Grants	Increase General Funds for Grants to Centers for Independent Living Statewide	n/a	\$403.0 Gen Fund (UGF) Inc	

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
35	Senior and Disabilities Services / Early Intervention/Infant Learning Programs	MH Trust: Remove Authority for the Final Year of Intensive At-Risk Early Intervention Services (FY22-FY27)	(\$460.0) MHTAAR (Other) Dec	(\$460.0) MHTAAR (Other) Dec	
36	Senior and Disabilities Services / Senior and Disabilities Services Administration	MH Trust: Increase Authority for Final Year - Care Coordination Liaison	\$5.7 MHTAAR (Other) IncOTI	\$5.7 MHTAAR (Other) IncOTI	
37	Senior and Disabilities Services / General Relief/Temporary Assisted Living	Increase Daily Rate for General Relief/Temporary Assisted Living Payments	n/a	\$382.0 Gen Fund (UGF) Inc	
38	Senior and Disabilities Services / Commission on Aging	MH Trust: Increase Authority - Alaska Commission on Aging Staffing and Beneficiary Program Support	\$5.0 MHTAAR (Other) Inc	\$5.0 MHTAAR (Other) Inc	
39	Senior and Disabilities Services / Commission on Aging	MH Trust: Alaska State Plan for Senior Services	\$60.0 MHTAAR (Other) IncOTI	\$60.0 MHTAAR (Other) IncOTI	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
40	Senior and Disabilities Services / Governor's Council on Disabilities and Special Education	MH Trust: Increase Authority - Governor's Council on Disabilities and Special Education Joint Staffing	\$150.0 MHTAAR (Other) Inc	\$150.0 MHTAAR (Other) Inc	
41	Senior and Disabilities Services / Governor's Council on Disabilities and Special Education	MH Trust: Project SEARCH (FY27-FY29)	\$75.0 MHTAAR (Other) IncT	\$75.0 MHTAAR (Other) IncT	
42	Senior Benefits Payment Program / Senior Benefits Payment Program	Third Year of Fiscal Note Implementation for Extending Senior Benefits (Ch12 SLA2024 (SB147))	\$480.3 Gen Fund (UGF) Inc	\$480.3 Gen Fund (UGF) Inc	
43	Senior Benefits Payment Program / Senior Benefits Payment Program	Increase Funding to Maintain Full Payments in the Senior Benefits Payment Program	n/a	\$1,125.0 Gen Fund (UGF) Inc	
44	Departmental Support Services / Administrative Support Services	Information Technology Classification Study Implementation	Total: \$17.5 \$3.6 Fed Rcpts (Fed) \$6.9 GF/Match (UGF) \$7.0 I/A Rcpts (Other) Inc	Total: \$17.5 \$3.6 Fed Rcpts (Fed) \$6.9 GF/Match (UGF) \$7.0 I/A Rcpts (Other) Inc	

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
45	Departmental Support Services / Information Technology Services	Information Technology Classification Study Implementation	Total: \$1,190.2 \$1,169.6 I/A Rcpts (Other) \$20.6 CIP Rcpts (Other) Inc	Total: \$1,190.2 \$1,169.6 I/A Rcpts (Other) \$20.6 CIP Rcpts (Other) Inc	
46	Departmental Support Services / Rate Review	GA Increase General Fund Program Receipts for Certificate of Need and Emergency Medical Transport Programs	\$177.6 GF/Prgm (DGF) Inc	\$177.6 GF/Prgm (DGF) Inc	
47	Medicaid Services / Medicaid Services	Remove Second Year of Funding to Support Clinic Behavioral Health Services (FY26-FY27)	(\$10,000.0) Gen Fund (UGF) Dec	(\$10,000.0) Gen Fund (UGF) Dec	The Governor's Supplemental budget, as passed out of the House on 2/25/26, contains a reappropriation of the Temporary Increment (FY26-FY27) of \$10,000.0 for this purpose to a Multiyear language item that is authorized through FY27. Rejecting this Decrement would have the impact of creating a \$20,000.0 increase for this purpose in the FY27 budget only, then dropping off in FY28.
48	Medicaid Services / Medicaid Services	GA Increase Funding and Authority to Support Annual Rate Increases for Medicaid Payments to Service Providers	Total: \$377,298.2 \$334,010.1 Fed Rcpts (Fed) \$43,288.1 GF/ Match (UGF) Inc	Total: \$377,298.2 \$334,010.1 Fed Rcpts (Fed) \$43,288.1 GF/ Match (UGF) Inc	
49	Medicaid Services / Medicaid Services	Increase Funding and Authority to Implement Guidehouse Recommendations for Air and Ground Ambulance Reimbursement Rates	n/a	Total: \$16,100.0 \$13,700.0 Fed Rcpts (Fed) \$2,400.0 GF/ Match (UGF) Inc	

**2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
50	Medicaid Services / Medicaid Services	Increase Funding and Authority to Implement Guidehouse Recommendations for Private-Duty Nursing Reimbursement Rates	n/a	Total: \$1,250.0 \$625.0 Fed Rcpts (Fed) \$625.0 GF/Match (UGF) Inc	
51	Medicaid Services / Medicaid Services	Increase Funding and Authority to Implement Guidehouse Recommendations for Community First and Personal Care Rates	n/a	Total: \$15,787.0 \$8,877.0 Fed Rcpts (Fed) \$6,910.0 GF/Match (UGF) Inc	
52	Medicaid Services / Medicaid Services	Increase Funding to Align Reimbursement Rates for Adolescent-Specific Behavioral and Substance Use Health Services	n/a	\$336.0 GF/Match (UGF) Inc	Items 52 and 53 are related.
53	Medicaid Services / Medicaid Services	Intent Language	n/a	Net Zero Wordage	It is the intent of the legislature that the Department of Health augment the rates for adolescent behavioral health treatment services provided by Level 3 residential programs as certified by the American Society of Addiction Medicine to reflect the additional costs of caring for youth. Items 52 and 53 are related.

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Health

GovAmd HSubcom

Conditional Language

At the discretion of the Commissioner of the Department of Health, up to \$15,000,000 may be transferred between all appropriations in the Department of Health.

B B

Ap: Health Care Services

AI: Health Facilities Licensing and Certification

Conditional Language

The amount allocated for Health Facilities Licensing and Certification includes the unexpended and unobligated balance on June 30, 2026, of general fund program receipts collected for biennial license fees issued under AS 47.32.050.

B B

Ap: Medicaid Services

AI: Medicaid Services

Intent

It is the intent of the legislature that the Department of Health augment the rates for adolescent behavioral health treatment services provided by Level 3 residential programs as certified by the American Society of Addiction Medicine to reflect the additional costs of caring for youth.

B

Department of Family and
Community Services



34th Alaska State Legislature
 House Finance Budget Subcommittee
 Department of Family & Community Services
 FY27 NARRATIVE REPORT

March 6, 2026

Chair

Representative
 Andy Josephson

Members:

Representative
 Genevieve Mina

Representative
 Andrew Gray

Representative
 Zack Fields

Representative
 Donna Mears

Representative
 Mike Prax

Representative
 Justin Ruffridge

Representative
 Rebecca Schwanke

Committee Aide:

Erin Page

The House Finance Budget Subcommittee for the Department of Family & Community Services (DFCS) held two meetings and received five department and division budget presentations, including discussion of the Governor’s proposed and amended operating budget actions. Based on that information, the Subcommittee made no changes to the Governor’s proposed operating budget actions and added six actions. The Subcommittee submits the following recommended operating budget for FY2027 to the House Finance Committee:

RECOMMENDATIONS

Fund Source	(dollars are in thousands)
Unrestricted General Funds (UGF)	\$286,338.5
Designated General Funds (DGF)	\$31,761.8
Other Funds	\$106,282.5
Federal Funds	\$86,545.9
Total	\$510,928.7

Compared to the FY27 Adjusted Base (or House Committee Substitute 1, HCS1), the Subcommittee recommendation increases Unrestricted General Funds by \$730.8 in Governor actions and \$2,460.0 in Subcommittee actions. The total increase in UGF is \$3,190.8 (1.1%). For Federal receipts, Governor actions reduce Adjusted Base/HCS1 by \$2,958.8 (-3.3%). The Subcommittee made no changes in Federal receipts. The total change across all fund sources is a decrease of \$5,016.9 (-1.0%). Additional detail can be found in the attached Budget Action report.

POSITIONS

Permanent Full-Time (PFT)	1867
Permanent Part-Time (PPT)	5
Temporary	99
Total	1971

Compared to the FY27 Adjusted Base/HCS1, the Subcommittee recommendations represent no change in the number of positions in any category (Permanent Full Time, Permanent Part Time, and temporary) within the Department.

BUDGET ACTIONS

Governor's Budget Actions, Including Governor Amendments

The chair's recommendations to the Subcommittee accepted all Governor actions.

The Governor actions affecting UGF are (dollars are in thousands):

- **\$85.8 UGF increment** to multiple appropriations and allocations, for implementation of salary increases based on the Information Technology Classification Study. (Across the department, Federal receipts and inter-agency receipts are also used to implement the salary increases.)
- **\$170.7 UGF increment** (\$109.1 Federal receipt match) to Children's Services (Front Line Social Workers) to implement salary recommendations from the Community Care Licensing Specialist Classification Study.
- **\$474.3 UGF increment** to Departmental Support Services (Coordinated Health and Complex Care) for grants transferred from the Department of Health (DOH). DOH and DFCS jointly determined that the program was better aligned with DFCS's efforts.

The attached Budget Action report contains information on Governor actions with no UGF impact.

Subcommittee Budget Actions:

Following are actions added in the chair's recommendation to the Subcommittee:

- **\$350.0 UGF increment** to Children's Services (Children's Services Training) to facilitate in-person training for Protective Services Specialists (PSSs). In-person training has been shown to be a critical part of effective development for case workers, but financial constraints and a dispersed workforce have made it challenging to implement strong programs. This increment will fund implementation of innovative efforts to reduce in-person barriers and enable trainers, mentors, and in-the-field workers to collaborate and train in person.
- **\$1,500.0 UGF increment** to Children's Services (Family Preservation) to support Children's Advocacy Centers (CACs). CACs provide child-appropriate facilities and practices for interviewing victims of sexual abuse. This increment replaces funding from the federal Victims of Crime Act (VOCA) that had previously been granted to CACs by the Council on Domestic Violence and Sexual Assault (CDVSA) in the Department of Public Safety, which receives the VOCA funds. Reductions in VOCA funds resulted in CDVSA no longer allocating VOCA funds to the CACs.

SUBCOMMITTEE AMENDMENTS

The Chair set an amendment deadline and welcomed amendments from all members. Fifteen amendments were received. Four amendments were adopted:

- **\$350.0 UGF temporary increment, FY27-FY29** to Children's Services (Children's Services Management) for a media campaign to recruit foster families. The number of foster families has not recovered from its sharp decrease during the COVID-19 pandemic. This leaves hundreds of

children in the custody of the Office of Children's Services (OCS) with no place to live. (Note that this temporary increment provides for \$350.0 in each of its three years.)

- **\$260.0 UGF temporary increment, FY27-28** to Children's Services (Front Line Social Workers) to fund retention bonuses for case-carrying staff. Staff turnover and high vacancy rates plague OCS. Previous retention bonus programs have been useful in reducing turnover. (Note that this temporary increment provides for \$260.0 in each of its two years.) This action is associated with intent language requesting a report on the implementation and impact of the program.
- **Intent language: Kinship Home Placement.** This intent language provides direction to OCS on compliance with Alaska law on undertaking and documenting searches for potential family placements and reporting on its efforts.
- **Intent language: Hiring at Higher Levels.** This intent language specifies various tactics for filling PSS vacancies at the highest possible job classes (PSS3 or PSS2) and requires reporting on hiring outcomes.

Seven amendments did not pass and four amendments were withdrawn or not offered. The adopted amendments are incorporated into the attached Budget Action report.

The chair anticipates that intent language will be refined for clarity as part of the House Finance Committee's budget consideration.

SUBCOMMITTEE DISCUSSION

A substantial portion of Subcommittee discussion, including closeout discussion, emphasized members' concerns about the performance of the Office of Children's Services and frustration that foster care reforms mandated by 2018's House Bill 151 have largely not materialized. Issues cited by members included caseloads above the cap of 13 cases specified by HB 151; reductions in training, particularly in-person training; concern about hiring standards; and persistently high vacancy rates.

ATTACHED REPORT

The House Finance Budget Subcommittee for the Department of Family & Community Services adopted the attached Budget Action Report for the Department of Family & Community Services.

Respectfully submitted,



Representative Andy Josephson
Chair, House Finance Subcommittee for Department of Family & Community Services

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 Department of Family and Community Services
 FINAL - 3-3-26
 (\$ thousands)**

Numbers Agencies: DFCS

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	277,419.8	283,147.7	283,878.5	286,338.5
Designated GF	32,302.6	33,401.8	31,761.8	31,761.8
Other	108,331.8	109,891.4	106,282.5	106,282.5
Federal	88,225.5	89,504.7	86,545.9	86,545.9
Total	506,279.7	515,945.6	508,468.7	510,928.7

26MgtPln to HSubcom		HCS1 to HSubcom		GovAmd to HSubcom	
8,918.7	3.2%	3,190.8	1.1%	2,460.0	0.9%
-540.8	-1.7%	-1,640.0	-4.9%	0.0	0.0%
-2,049.3	-1.9%	-3,608.9	-3.3%	0.0	0.0%
-1,679.6	-1.9%	-2,958.8	-3.3%	0.0	0.0%
4,649.0	0.9%	-5,016.9	-1.0%	2,460.0	0.5%

PFTs	1,864	1,867	1,867	1,867
PPTs	5	5	5	5
Temps	99	99	99	99
Total	1,968	1,971	1,971	1,971

3	0.2%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
3	0.2%	0	0.0%	0	0.0%

Differing items are highlighted and displayed in blue.

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 (\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Alaska Pioneer Homes / Pioneer Homes	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$479.0) Fed Rcpts (Fed) Dec	(\$479.0) Fed Rcpts (Fed) Dec	
2	Alaska Psychiatric Institute / Alaska Psychiatric Institute	Reduce Uncollectible Receipt Authority to Align with Projected Need	Total: (\$2,504.0) (\$932.0) I/A Rcpts (Other) (\$1,572.0) Stat Desig (Other) Dec	Total: (\$2,504.0) (\$932.0) I/A Rcpts (Other) (\$1,572.0) Stat Desig (Other) Dec	
3	Children's Services / Children's Services Management	Information Technology Classification Study Implementation	Total: \$25.8 \$10.1 Fed Rcpts (Fed) \$15.4 GF/Match (UGF) \$0.3 Gen Fund (UGF) Inc	Total: \$25.8 \$10.1 Fed Rcpts (Fed) \$15.4 GF/Match (UGF) \$0.3 Gen Fund (UGF) Inc	
4	Children's Services / Children's Services Management	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$218.0) Fed Rcpts (Fed) Dec	(\$218.0) Fed Rcpts (Fed) Dec	
5	Children's Services / Children's Services Management	Statewide Media Campaign to Recruit Foster Families (FY27-FY29)	n/a	\$350.0 Gen Fund (UGF) IncT	
6	Children's Services / Children's Services Training	Add General Funds to Facilitate In-Person Training for Staff	n/a	\$350.0 Gen Fund (UGF) Inc	

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
7	Children's Services / Front Line Social Workers	Information Technology Classification Study Implementation	Total: \$15.4 \$6.0 Fed Rcpts (Fed) \$9.4 GF/Match (UGF) Inc	Total: \$15.4 \$6.0 Fed Rcpts (Fed) \$9.4 GF/Match (UGF) Inc	
8	Children's Services / Front Line Social Workers	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$226.0) Fed Rcpts (Fed) Dec	(\$226.0) Fed Rcpts (Fed) Dec	
9	Children's Services / Front Line Social Workers	GA Community Care Licensing Specialist Classification Study Implementation	Total: \$279.8 \$109.1 Fed Rcpts (Fed) \$170.7 GF/Match (UGF) Inc	Total: \$279.8 \$109.1 Fed Rcpts (Fed) \$170.7 GF/Match (UGF) Inc	
10	Children's Services / Front Line Social Workers	Fund Retention Bonuses for Front Line Social Workers (FY27-FY28)	n/a	\$260.0 Gen Fund (UGF) IncT	
11	Children's Services / Front Line Social Workers	Intent Language	n/a	Net Zero Wordage	It is the intent of the legislature that the Department of Family and Community Services provide a report on the implementation of retention bonuses for each fiscal year, including eligibility criteria, number of retention bonuses awarded, and the Department's assessment of the impact of the bonuses, including the underlying data for that assessment.
12	Children's Services / Front Line Social Workers	Appropriation-Level Intent Language for the Office of Children's Services	n/a	Net Zero Wordage	It is the intent of the legislature that the Office of Children's Services shall demonstrate its efforts to support Kinship Home Placement and comply with Alaska law requiring supervisors to document that a diligent search has been made for relatives and family friends, and if that search has not been made the supervisor will make sure it is completed in the shortest time feasible. Further, OCS shall report to the legislature by November 15, 2026 on the rate of

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
12	Children's Services / Front Line Social Workers	Appropriation-Level Intent Language for the Office of Children's Services	n/a	Net Zero Wordage	(continued) relative placements, progress in substantially increasing such placements, and its plan to further increase those placements in the future.
13	Children's Services / Front Line Social Workers	Intent Language	n/a	Net Zero Wordage	<p>It is the intent of the legislature that the Office of Children's Services hire the flexed Protective Services Specialist (PSS) positions at the Protective Services Specialist 3 level.</p> <p>It is the intent of the legislature that the Office of Children's Services (OCS) request that all of a substantial majority of its positions be converted to flexed positions.</p> <p>It is intent of the legislature that OCS aggressively seek to fill future non-flexed (PSS) positions with the highest qualifications. Specifically, OCS should seek to fill 75% or more PSS positions at Level 3 and 25% or fewer at Level 2.</p> <p>It is the intent of the legislature that OCS hire at the PSS 1 level only if OCS cannot fill positions as directed here.</p> <p>It is the intent of the legislature that, if needed to keep supervisor pay competitive, OCS facilitate responsible, fast-track supervisor promotions into higher job classes.</p> <p>It is the intent of the legislature that OCS report to the legislature by November 15, 2026 the following information: the status of converting PCNs to flexed positions; what actions were taken to recruit PSS 3s in and out of state; how many employees in each job class were hired, and for each job class, how many hires had a bachelor's degree in social work and how many had a master's degree in social work; and for those without a degree in social work, how many had prior work experience in the field of foster care of social service work with children and families; how many employees in each job class possessed a bachelor's or master's degrees in social work; and, the annual turnover and caseloads for each level of PSS employed by OCS as a caseworker.</p>

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
14	Children's Services / Family Preservation	Reduce Uncollectible Receipt Authority to Align with Projected Need	Total: (\$843.0) (\$286.0) Fed Rcpts (Fed) (\$557.0) I/A Rcpts (Other) Dec	Total: (\$843.0) (\$286.0) Fed Rcpts (Fed) (\$557.0) I/A Rcpts (Other) Dec	
15	Children's Services / Family Preservation	Increase General Funds to Maintain Grants to Child Advocacy Centers	n/a	\$1,500.0 Gen Fund (UGF) Inc	
16	Children's Services / Foster Care Base Rate	Reduce Uncollectible General Fund Program Receipt Authority to Align with Projected Need	(\$1,640.0) GF/ Prgm (DGF) Dec	(\$1,640.0) GF/ Prgm (DGF) Dec	
17	Children's Services / Foster Care Special Need	Reduce Uncollectible Interagency Receipt Authority to Align with Projected Need	(\$1,000.0) I/A Rcpts (Other) Dec	(\$1,000.0) I/A Rcpts (Other) Dec	
18	Children's Services / Subsidized Adoptions & Guardianship	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$488.0) Fed Rcpts (Fed) Dec	(\$488.0) Fed Rcpts (Fed) Dec	
19	Juvenile Justice / McLaughlin Youth Center	Information Technology Classification Study Implementation	\$9.0 Gen Fund (UGF) Inc	\$9.0 Gen Fund (UGF) Inc	
20	Juvenile Justice / Probation Services	Information Technology Classification Study Implementation	\$51.7 Gen Fund (UGF) Inc	\$51.7 Gen Fund (UGF) Inc	
21	Juvenile Justice / Delinquency Prevention	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$549.0) Fed Rcpts (Fed) Dec	(\$549.0) Fed Rcpts (Fed) Dec	

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
22	Departmental Support Services / Coordinated Health and Complex Care	Transfer from the Department of Health for the Residential Care for Children and Youth Grant Program	\$474.3 GF/MH (UGF) ATrIn	\$474.3 GF/MH (UGF) ATrIn	There is a corresponding Agency Transfer Out (ATrout) for this purpose in the Department of Health. Rejecting this transfer into the Department of Family and Community Services would revert these grants back to the Department of Health, and it would be necessary to reject the transfer out in the Department of Health's subcommittee to maintain the action across departments.
23	Departmental Support Services / Coordinated Health and Complex Care	GA Technical Transaction Correcting OTI Reversal within Coordinated Health and Complex Care	\$6.9 MHTAAR (Other) MisAdj	\$6.9 MHTAAR (Other) MisAdj	Items 22 and 24 are related.
24	Departmental Support Services / Information Technology Services	Information Technology Classification Study Implementation	\$452.1 I/A Rcpts (Other) Inc	\$452.1 I/A Rcpts (Other) Inc	
25	Departmental Support Services / Commissioner's Office	GA Technical Transaction Correcting OTI Reversal within Commissioner's Office	(\$6.9) MHTAAR (Other) MisAdj	(\$6.9) MHTAAR (Other) MisAdj	Items 22 and 24 are related.
26	Departmental Support Services / Facility Rent, Operations, and Maintenance	Reduce Uncollectible Federal Receipt Authority to Align with Projected Need	(\$838.0) Fed Rcpts (Fed) Dec	(\$838.0) Fed Rcpts (Fed) Dec	

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Family and Community Services
GovAmd HSubcom

Conditional Language

At the discretion of the Commissioner of the Department of Family and Community Services, up to \$7,500,000 may be transferred between all appropriations in the Department of Family and Community Services.

B B

Ap: Alaska Pioneer Homes

AI: Pioneer Homes

Conditional Language

The amount allocated for Pioneer Homes includes the unexpended and unobligated balance on June 30, 2026, of the Department of Family and Community Services, Pioneer Homes care and support receipts under AS 47.55.030.

O O

Ap: Children's Services

Intent

It is the intent of the legislature that the Office of Children's Services shall demonstrate its efforts to support Kinship Home Placement and comply with Alaska law requiring supervisors to document that a diligent search has been made for relatives and family friends, and if that search has not been made the supervisor will make sure it is completed in the shortest time feasible. Further, OCS shall report to the legislature by November 15, 2026 on the rate of family/relative placements, progress in substantially increasing such placements, and its plan to further increase those placements in the future.

O

AI: Front Line Social Workers

Intent

It is the intent of the legislature that the Department of Family and Community Services provide a report on the implementation of retention bonuses for each fiscal year, including eligibility criteria, number of retention bonuses awarded, and the Department's assessment of the impact of the bonuses, including the underlying data for that assessment.

O

Intent

It is the intent of the legislature that the Office of Children's Services hire the flexed Protective Services Specialist (PSS) positions at the Protective Services Specialist 3 level.

O

It is the intent of the legislature that the Office of Children's Services (OCS) request that all of a substantial majority of its positions be converted to flexed positions.

It is intent of the legislature that OCS aggressively seek to fill future non-flexed (PSS) positions with the highest qualifications. Specifically, OCS should seek to fill 75% or more PSS positions at Level 3 and 25% or fewer at Level 2.

It is the intent of the legislature that OCS hire at the PSS 1 level only if OCS cannot fill positions

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Family and Community Services
GovAmd HSubcom

as directed here.

It is the intent of the legislature that, if needed to keep supervisor pay competitive, OCS facilitate responsible, fast-track supervisor promotions into higher job classes.

It is the intent of the legislature that OCS report to the legislature by November 15, 2026 the following information: the status of converting PCNs to flexed positions; what actions were taken to recruit PSS 3s in and out of state; how many employees in each job class were hired, and for each job class, how many hires had a bachelor's degree in social work and how many had a master's degree in social work; and for those without a degree in social work, how many had prior work experience in the field of foster care or social service work with children and families; how many employees in each job class possessed a bachelor's or master's degrees in social work; and, the annual turnover and caseloads for each level of PSS employed by OCS as a caseworker.

Department of Administration

ALASKA STATE LEGISLATURE

HOUSE ADMINISTRATION (FIN SUB) COMMITTEE



Rep. Calvin Schrage
State Capitol, Room 410
907-465-4931
Rep.Calvin.Schrage@akleg.gov

A handwritten signature in blue ink that reads "Calvin Schrage".

Official Business

Narrative Report

House Finance Subcommittee
Department of Administration

Chair:

Representative
Calvin Schrage

March 3, 2026

Members:

Representative
Ashley Carrick

Representative
Andi Story

Representative
Rebecca Himschoot

Representative
Ky Holland

Representative
Sarah Vance

Representative
Kevin McCabe

Representative
Steve St. Clair

Non-voting Member:

Representative
Jamie Allard

The House Finance budget subcommittee for the Department of Administration recommends the following Fiscal Year 2027 budget proposal:

Subcommittee Recommendations (Numbers Section Only):

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$99,329.2
Designated General Funds (DGF)	\$36,689.5
Other Funds	\$211,793.4
Federal Funds	\$1,321.5
Total	\$349,133.6

Positions:

Permanent Full-Time	1,089
Permanent Part-Time	4
Temporary	26
Total	1,119

Compared to the FY27 House Committee Substitute #1, the subcommittee recommendations represent an increase of \$148.2 (0.1%) in Unrestricted General Funds, \$275.7 (0.8%) in Designated General Funds, \$1,217.1 (0.6%) in Other Funds, and no change in Federal Funds. Compared to the Governor's proposed budget, the subcommittee recommendations represent a decrease of \$567.7 in Inter-Agency Receipts.

Budget Action:

The House Finance budget subcommittee for the Department of Administration (DOA) held three informational meetings with the Department and one close-out meeting during the review of the FY2027 budget requests. The subcommittee adopted:

- All Governor budget proposals, including deconsolidating Shared Services of Alaska to all agencies and returning Payroll positions and functions to seven agencies.
- Deletion of vacant Deputy Commissioner and Chief of Operations positions

The Chair set an amendment deadline and received three amendments. None were adopted.

Subcommittee Discussion:

The subcommittee commented briefly on the importance and timeliness of addressing DOA's non-compliance with intent language regarding the Group Health Life Fund. Last session, the Legislature passed intent language "that the rate for the employer contribution to the AlaskaCare employee health plan for the fiscal year ending June 30, 2027, be set based on the full actuarial rate without relying on lapsed funding." However, DOA and the Office of Management and Budget (OMB) implemented a "stair-stepped, conservative approach" to reduce reliance on lapsing fund. According to the Legislative Finance Division (LFD), this reduced reliance still projects to use between \$18.5 and \$26.3 million in FY27. Without further changes, DOA projects a need of \$27.0 to \$50.5 million by FY30. The subcommittee recommends the full House Finance Committee review options to reduce reliance further.

Members also spoke on the importance of Public Broadcasting funding, particularly for emergency and rural services, while encouraging political neutrality in programming.

Lastly, despite the adoption of Shared Services deconsolidation, the subcommittee shared concerns about past consolidation actions. Instead of this back-and-forth, the subcommittee encouraged the Executive Branch to collect data and information during this transition so that future administrations can adequately decide whether centralization or decentralization will provide efficiencies or savings.

Attached Reports:

The House Finance budget subcommittee for the Department of Administration (DOA) adopted the attached BA Report.

Respectfully Submitted,



Chair Calvin Schrage

House Finance Department of Administration Subcommittee

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 Department of Administration
 FINAL - 2/26/26
 (\$ thousands)**

Numbers Agencies: Admin

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	96,148.2	99,181.0	99,329.2	99,329.2
Designated GF	35,373.1	36,413.8	36,689.5	36,689.5
Other	207,107.1	210,576.3	212,361.1	211,793.4
Federal	1,298.4	1,321.5	1,321.5	1,321.5
Total	339,926.8	347,492.6	349,701.3	349,133.6

26MgtPln to HSubcom		HCS1 to HSubcom		GovAmd to HSubcom	
3,181.0	3.3%	148.2	0.1%	0.0	0.0%
1,316.4	3.7%	275.7	0.8%	0.0	0.0%
4,686.3	2.3%	1,217.1	0.6%	-567.7	-0.3%
23.1	1.8%	0.0	0.0%	0.0	0.0%
9,206.8	2.7%	1,641.0	0.5%	-567.7	-0.2%

PFTs	1,191	1,092	1,091	1,089
PPTs	4	4	4	4
Temps	26	26	26	26
Total	1,221	1,122	1,121	1,119

-102	-8.6%	-3	-0.3%	-2	-0.2%
0	0.0%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
-102	-8.4%	-3	-0.3%	-2	-0.2%

Differing items are highlighted and displayed in blue.

**2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Administration
FINAL - 2/26/26
(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Centralized Administrative Services / Office of Procurement and Property Management	Move Office of Procurement and Property Management from Shared Services of Alaska to Centralized Administrative Services	Struct	Struct	This Structure Change moving the Procurement and Property Management allocation to Centralized Administrative Services includes the Adjusted Base transfer of all existing funding and positions. If this Structure Change is denied, the allocation and underlying Adjusted Base transactions would revert back to the Shared Services of Alaska appropriation.
2	Centralized Administrative Services / Office of Procurement and Property Management	New General Fund Program Receipt Carryforward Wordage	Net Zero Wordage	Net Zero Wordage	If the Office of Procurement and Property Management allocation is maintained in the Shared Services of Alaska appropriation, this associated Wordage (if accepted) would be modified to reflect the Shared Services of Alaska structure.
3	Centralized Administrative Services / Office of Administrative Hearings	New General Fund Program Receipt Carryforward Wordage	Net Zero Wordage	Net Zero Wordage	
4	Centralized Administrative Services / Office of the Commissioner	Delete Deputy Commissioner and Chief of Operations Vacant Positions	n/a	(\$567.7) I/A Rcpts (Other) (2) PFT Positions Dec	
5	Centralized Administrative Services / Administrative Services	Information Technology Classification Study Implementation	Total: \$15.0 \$4.0 Gen Fund (UGF) \$11.0 I/A Rcpts (Other) Inc	Total: \$15.0 \$4.0 Gen Fund (UGF) \$11.0 I/A Rcpts (Other) Inc	
6	Centralized Administrative Services / Print	Move Print Services from Shared Services of Alaska to Centralized	Struct	Struct	This Structure Change moving the Print Services allocation to Centralized Administrative Services includes the Adjusted Base transfer of all existing funding and positions. If this Structure Change is denied, the allocation and

2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Administration
FINAL - 2/26/26
(\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
6	(continued) Services	(continued) Administrative Services	Struct	Struct	(continued) underlying Adjusted Base transactions would revert back to the Shared Services of Alaska appropriation.
7	Centralized Administrative Services / Finance	Information Technology Classification Study Implementation	Total: \$150.1 \$124.1 Gen Fund (UGF) \$26.0 I/A Rcpts (Other) Inc	Total: \$150.1 \$124.1 Gen Fund (UGF) \$26.0 I/A Rcpts (Other) Inc	
8	Centralized Administrative Services / Retirement and Benefits	Information Technology Classification Study Implementation	Total: \$166.9 \$1.0 Gen Fund (UGF) \$54.9 Group Ben (Other) \$1.0 FICA Acct (Other) \$79.3 PERS Trust (Other) \$28.8 Teach Ret (Other) \$0.3 Jud Retire (Other) \$1.6 Nat Guard (Other) Inc	Total: \$166.9 \$1.0 Gen Fund (UGF) \$54.9 Group Ben (Other) \$1.0 FICA Acct (Other) \$79.3 PERS Trust (Other) \$28.8 Teach Ret (Other) \$0.3 Jud Retire (Other) \$1.6 Nat Guard (Other) Inc	
9	Shared Services of Alaska / Accounting	Transfer Shared Services of Alaska Accounting Functions to Agencies and the Division of Finance	Struct	Struct	This Structure Change includes Adjusted Base transfers to multiple agencies. Because the underlying transfers are in the Adjusted Base, the affected agencies and their Subcommittee Budget Action Reports do not reflect transactions in the Governor's Amended budget column.

**2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Administration
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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
9	Shared Services of Alaska / Accounting	Transfer Shared Services of Alaska Accounting Functions to Agencies and the Division of Finance	Struct	Struct	(continued) Accepting this Structure Change would enact the decision for all affected agencies. Denying it would unwind the entire deconsolidation effort. Any efforts for a partial-acceptance of this deconsolidation would require coordination with the relevant agencies and the DOA Subcommittee.
10	Office of Information Technology / Helpdesk & Enterprise Support	Information Technology Classification Study Implementation	\$259.3 Info Svc (Other) Inc	\$259.3 Info Svc (Other) Inc	
11	Office of Information Technology / Information Technology Strategic Support	Information Technology Classification Study Implementation	\$324.8 Info Svc (Other) Inc	\$324.8 Info Svc (Other) Inc	
12	Office of Information Technology / Licensing, Infrastructure & Servers	Information Technology Classification Study Implementation	\$943.7 Info Svc (Other) Inc	\$943.7 Info Svc (Other) Inc	
13	Office of Information Technology / Licensing, Infrastructure & Servers	Delete Data Communications Specialist 1/2 for Long-Term Vacancy Cleanup	(\$140.5) Info Svc (Other) (1) PFT Position Dec	(\$140.5) Info Svc (Other) (1) PFT Position Dec	

**2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
14	Office of Information Technology / Chief Information Officer	Information Technology Classification Study Implementation	\$138.6 Info Svc (Other) Inc	\$138.6 Info Svc (Other) Inc	
15	Legal and Advocacy Services / Public Defender Agency	MH Trust: Reduce Final Year - Holistic Defense (FY16-FY27)	(\$63.2) MHTAAR (Other) Dec	(\$63.2) MHTAAR (Other) Dec	
16	Legal and Advocacy Services / Public Defender Agency	MH Trust: Holistic Defense Social Worker (FY27-FY32)	\$119.2 MHTAAR (Other) IncT	\$119.2 MHTAAR (Other) IncT	
17	Alaska Public Offices Commission / Alaska Public Offices Commission	Information Technology Classification Study Implementation	Total: \$19.8 \$19.1 Gen Fund (UGF) \$0.7 GF/Prgm (DGF) Inc	Total: \$19.8 \$19.1 Gen Fund (UGF) \$0.7 GF/Prgm (DGF) Inc	
18	Alaska Public Offices Commission / Alaska Public Offices Commission	New General Fund Program Receipt Carryforward Wordage	Net Zero Wordage	Net Zero Wordage	
19	Motor Vehicles / Motor Vehicles	Information Technology Classification Study Implementation	\$75.0 GF/Prgm (DGF) Inc	\$75.0 GF/Prgm (DGF) Inc	

**2026 Legislature - Operating Budget
 Subcommittee Report - HFIN Structure
 Department of Administration
 FINAL - 2/26/26
 (\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
20	Motor Vehicles / Motor Vehicles	GA Add Authority for Increased Cost of Producing Vehicle Plates, Tabs, and Registrations	\$200.0 GF/Prgm (DGF) Inc	\$200.0 GF/Prgm (DGF) Inc	

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure**
B=Both Bills, O=Operating Only, M=Mental Health

Agency: Department of Administration
GovAmd HSubcom

Ap: Centralized Administrative Services

Conditional Language

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts collected in the Department of Administration's federally approved cost allocation plans.

O O

Al: Office of Procurement and Property Management

Conditional Language

The amount allocated for the Office of Procurement and Property Management includes the unexpended and unobligated balance on June 30, 2026, of general fund program receipts from sales of assets through State surplus and other fees.

O O

Al: Office of Administrative Hearings

Conditional Language

The amount allocated for the Office of Administrative Hearings includes the unexpended and unobligated balance on June 30, 2026, of program receipts from reimbursable hearing services, mediation fees, and other fees.

O O

Al: Finance

Conditional Language

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts and general fund program receipts collected in the Department of Administration's federally approved cost allocation plans, which includes receipts collected in connection with its debt collection activities and from credit card rebates.

O O

Al: Personnel

Conditional Language

The amount allocated for the Division of Personnel for the Americans with Disabilities Act includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts collected for cost allocation of the Americans with Disabilities Act.

O O

Al: Retirement and Benefits

Conditional Language

Of the amount appropriated in this allocation, up to \$500,000 of budget authority may be transferred between the following fund codes: Group Health and Life Benefits Fund 1017, Public Employees Retirement Trust Fund 1029, Teachers Retirement Trust Fund 1034, Judicial Retirement System 1042, National Guard Retirement System 1045.

O O

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure**
B=Both Bills, O=Operating Only, M=Mental Health

Agency: Department of Administration
GovAmd HSubcom

Ap: Risk Management

Al: Risk Management

Conditional Language

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts collected in the Department of Administration's federally approved cost allocation plan.

O

O

Ap: Alaska Public Offices Commission

Al: Alaska Public Offices Commission

Conditional Language

The amount allocated for the Alaska Public Offices Commission includes the unexpended and unobligated balance on June 30, 2026, of program receipts from lobbyist registration fees, civil penalties, late filing fees, and other fees.

O

O

Department of Corrections



34th Alaska State Legislature

FY27 Operating Budget House Finance Department of Corrections

March 3, 2026

The House Finance Budget Subcommittee for the Department of Corrections submits the following recommended operating budget for FY27 to the House Finance Committee:

RECOMMENDATIONS

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$475,589.9
Designated General Funds (DGF)	\$14,170.2
Other Funds	\$24,293.2
Federal Funds	\$9,382.9
Total	\$523,436.2

Positions:

Permanent Full-time	2,127
Permanent Part-time	0
Temporary	0
Total	2,127

BUDGET ACTION

The House Finance Budget Subcommittee for the Department of Corrections reviewed the FY27 budget request and adopted all items and added no additional items.

Some budget items of note are: (dollars are in thousands)

- \$20,000.0 increase in UGF for personal services and inmate transportation within the Population Management Appropriation, Institution Director’s Office Allocation.
- \$3,100.2 increase in UGF for medical staff costs within the Health and Rehabilitation Services Appropriation, Physical Health Care Allocation.
- \$1,788.1 increase in UGF to meet Community Residential Center contractual costs.

Chair:

Representative
Sara Hannan

Committee Members:

Representative
Rebecca
Himschoot

Representative
Donna Mears

Representative
Carolyn Hall

Representative
Ky Holland

Representative
Mike Prax

Representative
Steve St. Clair

Representative
Garret Nelson

Invited Member

Representative
Jamie Allard

Committee Aide:

Hunter Meachum
(907) 465-2135
Room 501



34th Alaska State Legislature

FY27 Operating Budget House Finance Department of Corrections

Chair

Representative
Sara Hannan

Committee Members:

Representative
Rebecca
Himschoot

Representative
Donna Mears

Representative
Carolyn Hall

Representative
Ky Holland

Representative
Mike Prax

Representative
Steve St. Clair

Representative
Garret Nelson

Invited Member

Representative
Jamie Allard

Recommended Intent Language

I am forwarding the following piece of intent language for consideration:

- It is the intent of the legislature that the Department of Corrections provides funding consistent with the budgets submitted by local police departments for the Regional and Community Jails program. The current formula does not fully cover the expense local governments incur providing jail services to the state or account for the cost savings they provide for the Department of Public Safety. Therefore, the Department shall negotiate the contract amounts with each community, or their representative, for all the Regional and Community Jails. The negotiated contract amount shall be based on the local government's annual standardized budget request. The Department shall use the sum of the contract amounts as the fiscal year 2028 budget request for the Regional and Community Jails program.

ATTACHED REPORT

The House Finance Budget Subcommittee for the Department of Corrections adopted the attached report:

- House Finance Department of Corrections Budget Action Report

Respectfully submitted,

A handwritten signature in cursive script that reads "Sara Hannan".

Representative Sara Hannan
Chair, House Finance Budget Subcommittee for the Department of Corrections

Committee Aide:

Hunter Meachum
(907) 465-2135
Room 501

**2026 Legislature - Operating Budget
 Subcommittee Report - HFIN Structure
 Department of Corrections
 FINAL - 3/3/26
 (\$ thousands)**

Numbers Agencies: Corr

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	437,401.5	445,885.5	475,589.9	475,589.9
Designated GF	14,110.0	14,170.2	14,170.2	14,170.2
Other	29,247.1	29,128.8	24,293.2	24,293.2
Federal	9,191.2	9,382.9	9,382.9	9,382.9
Total	489,949.8	498,567.4	523,436.2	523,436.2

26MgtPln to		HCS1 to		GovAmd to	
HSubcom		HSubcom		HSubcom	
38,188.4	8.7%	29,704.4	6.7%	0.0	0.0%
60.2	0.4%	0.0	0.0%	0.0	0.0%
-4,953.9	-16.9%	-4,835.6	-16.6%	0.0	0.0%
191.7	2.1%	0.0	0.0%	0.0	0.0%
33,486.4	6.8%	24,868.8	5.0%	0.0	0.0%

PFTs	2,115	2,127	2,127	2,127
PPTs	0	0	0	0
Temps	0	0	0	0
Total	2,115	2,127	2,127	2,127

12	0.6%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
0	0.0%	0	0.0%	0	0.0%
12	0.6%	0	0.0%	0	0.0%

Differing items are highlighted and displayed in blue.

**2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Corrections
FINAL - 3/3/26
(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Administration and Support / Information Technology MIS	Information Technology Classification Study Implementation	\$120.5 Gen Fund (UGF) Inc	\$120.5 Gen Fund (UGF) Inc	
2	Population Management / Institution Director's Office	GA Add Funding to Support Personal Services Costs within Correctional Facilities and Inmate Transportation Unit	\$20,000.0 Gen Fund (UGF) Inc	\$20,000.0 Gen Fund (UGF) Inc	
3	Community Residential Centers / Community Residential Centers	Add Funding for Community Residential Center Contractual Costs	\$1,788.1 Gen Fund (UGF) Inc	\$1,788.1 Gen Fund (UGF) Inc	
4	Health and Rehabilitation Services / Physical Health Care	Replace Funding Source to Align with Statutory Distribution of Restorative Justice Account Funds	Net Zero \$4,695.6 Gen Fund (UGF) (\$4,695.6) Rest Just (Other) FndChg	Net Zero \$4,695.6 Gen Fund (UGF) (\$4,695.6) Rest Just (Other) FndChg	
5	Health and Rehabilitation Services / Physical Health Care	GA Add Funding for Medical Staff Costs	\$3,100.2 Gen Fund (UGF) Inc	\$3,100.2 Gen Fund (UGF) Inc	
6	Health and Rehabilitation Services / Behavioral Health Care	MH Trust: Reduce - Assess, Plan, Identify, and Coordinate Discharge Planning Model (FY23-FY29)	(\$90.0) MHTAAR (Other) Dec	(\$90.0) MHTAAR (Other) Dec	

**2026 Legislature - Operating Budget
 Subcommittee Report - HFIN Structure
 Department of Corrections
 FINAL - 3/3/26
 (\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
7	Health and Rehabilitation Services / Behavioral Health Care	MH Trust: Remove Final Year of Funding - Training for Department of Corrections Mental Health Staff (FY18-FY27)	(\$50.0) MHTAAR (Other) Dec	(\$50.0) MHTAAR (Other) Dec	

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure**
B=Both Bills, O=Operating Only, M=Mental Health

Agency: Department of Corrections

GovAmd HSubcom

Ap: Population Management

AI: Anchorage Correctional Complex

Conditional Language

The amount allocated for the Anchorage Correctional Complex includes the unexpended and unobligated balance on June 30, 2026, of federal receipts received by the Department of Corrections through manday billings.

O O

Ap: Electronic Monitoring

AI: Electronic Monitoring

Conditional Language

The amount allocated for Electronic Monitoring includes the unexpended and unobligated balance on June 30, 2026, of program receipts from electronic monitoring fees.

O O

Department of Transportation and Public Facilities

ALASKA STATE LEGISLATURE

HOUSE TRANSPORTATION & PUBLIC FACILITIES (FIN SUB) COMMITTEE



Rep. Sara Hannan
 State Capitol, Room 501
 907-465-4766
 Rep.Sara.Hannan@akleg.gov

Department of Transportation and Public Facilities FY27 Budget Subcommittee Narrative March 3, 2026

Chair:
 Representative
 Sara Hannan

Members:
 Representative
 Ashley Carrick

The House Finance Budget Subcommittee for the Department of Transportation and Public Facilities held a total of four meetings and submits the following recommended department operating budget for FY27 to the House Finance Committee.

Representative
 Ted Eischeid

Representative
 Genevieve Mina

Representative
 Louise Stutes

RECOMMENDATIONS:

Unrestricted General Funds	\$119,505.3
Designated General Funds	\$59,151.5
Other Funds	\$493,740.1
Federal Funds	\$5,607.5
Total	\$678,004.4

Representative
 Kevin McCabe

Representative
 Steve St. Clair

This represents a zero percent change in funds between the subcommittee recommendation and the governor’s amended budget proposal.

Representative
 Garret Nelson

Positions:

Permanent Full-Time	2,347
Permanent Part-Time	222
Temporary	92
Total	2,661

HFIN Minority
 Member (Invited):
 Rep. Elexie Moore

Committee Aide:
 Tim Clark
 Capitol Room 501
 465-6821

BUDGET ACTIONS

The subcommittee adopted all of the governor's proposed Budget Action items with no additions.

Some Budget Items of Note:

- The administration's requests included close to \$400,000 in UGF, DGF, Other funds, and Federal funds to meet the costs of implementing the Information Technology employee classification study. These increases are necessary to bring compensation for these positions into professional parity.
- The governor also requested more than \$7.9 million in UGF to restore reductions and reverse one-time funding sources included in the FY26 budget. This funding flows to highway and aviation maintenance and operations across many regions of the state.

Without these restored resources, essential responsibilities of the department would be materially compromised. Note as well that these restorations are mitigated by more than \$3.5 million in deleted positions relating to departmental reorganization.

- Another feature of this budget is the transition of the Alaska Marine Highway System to multi-year funding.

This was deemed prudent in large part because of the budgeting flexibility it will allow the system amid the worrisome uncertainty over vital federal grant programs.

SUBCOMMITTEE AMENDMENTS

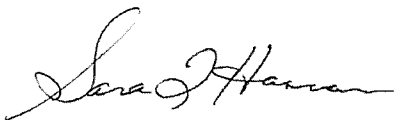
The chair welcomed amendments from all members. One member moved to adopt the Budget Action Report as the subcommittee's working document with all items deleting positions as part of the department reorganization removed. The motion failed in a seven-to-one vote, and the Budget Action Report was subsequently adopted as originally drafted.

ATTACHED REPORT

The House Finance Budget Subcommittee for the Department of Transportation and Public Facilities forwards the attached report:

- The House Finance Subcommittee for the Department of Transportation and Public Facilities Budget Action Report

Respectfully Submitted,



Representative Sara Hannan
Chair, House Finance Budget Subcommittee for the Department of Transportation and Public Facilities.

**2026 Legislature - Operating Budget
 Subcommittee Report - HFIN Structure
 Department of Transportation and Public Facilities
 FINAL 3-3-26
 (\$ thousands)**

Numbers Agencies: DOT/PF

	26MgtPln	HCS1	GovAmd	HSubcom
Unrestricted GF	177,773.3	178,769.8	119,505.3	119,505.3
Designated GF	75,333.8	76,143.1	59,151.5	59,151.5
Other	480,343.3	490,139.9	493,740.1	493,740.1
Federal	88,521.1	88,892.6	5,607.5	5,607.5
Total	821,971.5	833,945.4	678,004.4	678,004.4

26MgtPln to HSubcom		HCS1 to HSubcom		GovAmd to HSubcom	
-58,268.0	-32.8%	-59,264.5	-33.2%	0.0	0.0%
-16,182.3	-21.5%	-16,991.6	-22.3%	0.0	0.0%
13,396.8	2.8%	3,600.2	0.7%	0.0	0.0%
-82,913.6	-93.7%	-83,285.1	-93.7%	0.0	0.0%
-143,967.1	-17.5%	-155,941.0	-18.7%	0.0	0.0%

PFTs	3,028	3,059	2,347	2,347
PPTs	268	268	222	222
Temps	145	145	92	92
Total	3,441	3,472	2,661	2,661

-681	-22.5%	-712	-23.3%	0	0.0%
-46	-17.2%	-46	-17.2%	0	0.0%
-53	-36.6%	-53	-36.6%	0	0.0%
-780	-22.7%	-811	-23.4%	0	0.0%

Differing items are highlighted and displayed in blue.

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Subcommittee Report - HFIN Structure
Department of Transportation and Public Facilities
 FINAL 3-3-26
 (\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
1	Division of Facilities Services / Facilities Services	Information Technology Classification Study Implementation	Total: \$38.3 \$9.5 Gen Fund (UGF) \$28.2 CIP Rcpts (Other) \$0.6 PublicBldg (Other) Inc	Total: \$38.3 \$9.5 Gen Fund (UGF) \$28.2 CIP Rcpts (Other) \$0.6 PublicBldg (Other) Inc	
2	Division of Facilities Services / Facilities Services	Authority for Proceeds of Sales from Surplus Buildings for Workspace Relocations	Total: \$2,200.0 \$1,200.0 GF/Prgm (DGF) \$1,000.0 CIP Rcpts (Other) IncOTI	Total: \$2,200.0 \$1,200.0 GF/Prgm (DGF) \$1,000.0 CIP Rcpts (Other) IncOTI	
3	Division of Facilities Services / Leases	Interagency Receipt Authority to Align with Projected Lease Rates	\$5,000.0 I/A Rcpts (Other) Inc	\$5,000.0 I/A Rcpts (Other) Inc	

2026 Legislature - Operating Budget
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 FINAL 3-3-26
 (\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
4	Administration and Support / Commissioner's Office	Delete Deputy Commissioner, Maintenance & Operations Coordinator, and Change Management Director Positions in Anchorage	Total: (\$516.5) (\$151.2) Gen Fund (UGF) (\$0.1) I/A Rcpts (Other) (\$16.9) HwyCapital (Other) (\$42.7) IntAirport (Other) (\$279.4) CIP Rcpts (Other) (\$8.7) Marine Hwy (DGF) (\$17.5) AirptRcpts (Other) (1) PFT Position (2) TMP Positions Dec	Total: (\$516.5) (\$151.2) Gen Fund (UGF) (\$0.1) I/A Rcpts (Other) (\$16.9) HwyCapital (Other) (\$42.7) IntAirport (Other) (\$279.4) CIP Rcpts (Other) (\$8.7) Marine Hwy (DGF) (\$17.5) AirptRcpts (Other) (1) PFT Position (2) TMP Positions Dec	

2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Transportation and Public Facilities
 FINAL 3-3-26
 (\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
5	Administration and Support / Statewide Administrative Services	Information Technology Classification Study Implementation	Total: \$10.1 \$1.3 Gen Fund (UGF) \$0.5 HwyCapital (Other) \$0.1 IntAirport (Other) \$7.5 CIP Rcpts (Other) \$0.7 Marine Hwy (DGF) Inc	Total: \$10.1 \$1.3 Gen Fund (UGF) \$0.5 HwyCapital (Other) \$0.1 IntAirport (Other) \$7.5 CIP Rcpts (Other) \$0.7 Marine Hwy (DGF) Inc	
6	Administration and Support / Highway Safety Office	Delete Grants Administrator 2 and Program Coordinator 2 Positions Located in Juneau for Program Alignment	(\$332.0) CIP Rcpts (Other) (2) PFT Positions Dec	(\$332.0) CIP Rcpts (Other) (2) PFT Positions Dec	

2026 Legislature - Operating Budget
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(\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
7	Administration and Support / Information Systems and Services	Information Technology Classification Study Implementation	Total: \$364.2 \$45.6 Gen Fund (UGF) \$40.3 I/A Rcpts (Other) \$7.1 HwyCapital (Other) \$10.7 IntAirport (Other) \$223.9 CIP Rcpts (Other) \$36.6 Marine Hwy (DGF) Inc	Total: \$364.2 \$45.6 Gen Fund (UGF) \$40.3 I/A Rcpts (Other) \$7.1 HwyCapital (Other) \$10.7 IntAirport (Other) \$223.9 CIP Rcpts (Other) \$36.6 Marine Hwy (DGF) Inc	
8	Administration and Support / Information Systems and Services	Delete Analyst/Programmer 5 and Analyst/Programmer 4 Positions in Fairbanks, and Data Processing Manager 1 in Anchorage	Total: (\$586.0) (\$79.5) Gen Fund (UGF) (\$13.8) HwyCapital (Other) (\$20.9) IntAirport (Other) (\$400.4) CIP Rcpts (Other) (\$71.4) Marine Hwy (DGF) (3) PFT Positions Dec	Total: (\$586.0) (\$79.5) Gen Fund (UGF) (\$13.8) HwyCapital (Other) (\$20.9) IntAirport (Other) (\$400.4) CIP Rcpts (Other) (\$71.4) Marine Hwy (DGF) (3) PFT Positions Dec	

2026 Legislature - Operating Budget
Subcommittee Report - HFIN Structure
Department of Transportation and Public Facilities
FINAL 3-3-26
(\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
9	Administration and Support / Northern Region Support Services	Delete Admin Assistant 2 and Office Assistant 2 Positions in Fairbanks	Total: (\$193.5) (\$9.1) Gen Fund (UGF) (\$184.4) CIP Rcpts (Other) (2) PFT Positions Dec	Total: (\$193.5) (\$9.1) Gen Fund (UGF) (\$184.4) CIP Rcpts (Other) (2) PFT Positions Dec	
10	Administration and Support / Southcoast Region Support Services	Delete Administrative Assistant 1 and Administrative Assistant 2 Positions Located in Juneau	(\$210.6) CIP Rcpts (Other) (2) PFT Positions Dec	(\$210.6) CIP Rcpts (Other) (2) PFT Positions Dec	
11	Administration and Support / Statewide Aviation	Inventory, Appraise, and Remove Abandoned Buildings on Lease Lots	\$160.0 AirptRcpts (Other) IncOTI	\$160.0 AirptRcpts (Other) IncOTI	
12	Administration and Support / Statewide Aviation	Delete Airport Leasing Specialist 1 Position Located in Fairbanks	(\$104.0) AirptRcpts (Other) (1) PFT Position Dec	(\$104.0) AirptRcpts (Other) (1) PFT Position Dec	
13	Administration and Support / Statewide Safety and Emergency Management	Eliminate Allocation by Deleting Vacant Program Coordinator 2 Position Located in Fairbanks and all Remaining Funding	Total: (\$341.3) (\$159.1) I/A Rcpts (Other) (\$182.2) CIP Rcpts (Other) (1) PFT Position Dec	Total: (\$341.3) (\$159.1) I/A Rcpts (Other) (\$182.2) CIP Rcpts (Other) (1) PFT Position Dec	
14	Administration and Support / Program Development and Statewide Planning	Delete Engineering Assistant 3 Position Located in Anchorage	(\$169.9) CIP Rcpts (Other) (1) PFT Position Dec	(\$169.9) CIP Rcpts (Other) (1) PFT Position Dec	

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Subcommittee Report - HFIN Structure
Department of Transportation and Public Facilities
FINAL 3-3-26
(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
15	Administration and Support / Measurement Standards & Commercial Vehicle Compliance	Additional Authority for Annual Maintenance and Support for the Oversize and Overweight Permitting System	\$118.8 CIP Rcpts (Other) Inc	\$118.8 CIP Rcpts (Other) Inc	
16	Administration and Support / Measurement Standards & Commercial Vehicle Compliance	Replace Unified Carrier Registration Authority with GF/PR to Align with Anticipated Expenditures and Revenue Collection	Net Zero \$200.0 GF/Prgm (DGF) (\$200.0) UCR Rcpts (Other) FndChg	Net Zero \$200.0 GF/Prgm (DGF) (\$200.0) UCR Rcpts (Other) FndChg	
17	Design, Engineering and Construction / Central Design, Engineering, and Construction	Delete Director, Right-Of-Way Agent, and Engineer/Architect Positions for Org Changes and Modernization Initiatives	Total: (\$536.5) (\$89.8) Gen Fund (UGF) (\$33.4) GF/Prgm (DGF) (\$413.3) CIP Rcpts (Other) (3) PFT Positions Dec	Total: (\$536.5) (\$89.8) Gen Fund (UGF) (\$33.4) GF/Prgm (DGF) (\$413.3) CIP Rcpts (Other) (3) PFT Positions Dec	
18	Design, Engineering and Construction / Southcoast Design, Engineering, and Construction	Delete Transportation Planner 3 Position Located in Juneau due to Organizational Changes and Modernization Initiatives	(\$193.6) CIP Rcpts (Other) (1) PFT Position Dec	(\$193.6) CIP Rcpts (Other) (1) PFT Position Dec	

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 (\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
19	Design, Engineering and Construction / Northern Region Design, Engineering, and Construction	Delete Accounting Technician 1 Position Located in Fairbanks	(\$95.5) CIP Rcpts (Other) (1) PFT Position Dec	(\$95.5) CIP Rcpts (Other) (1) PFT Position Dec	
20	Design, Engineering and Construction / Design, Engineering, and Construction Support Services	Replace General Funds with CIP Receipts to Align Personal Services Costs with Indirect Cost Rate Plan Eligibilities	Net Zero (\$391.0) Gen Fund (UGF) \$391.0 CIP Rcpts (Other) FndChg	Net Zero (\$391.0) Gen Fund (UGF) \$391.0 CIP Rcpts (Other) FndChg	
21	State Equipment Fleet / State Equipment Fleet	Additional Statewide Mechanic Contracting Support to Address Critical Maintenance and Restore Essential Equipment	\$500.0 HwyCapital (Other) Inc	\$500.0 HwyCapital (Other) Inc	
22	Highways, Aviation and Facilities / Statewide Guardrail and Roadside Hardware Repair	Create Statewide Guardrail and Roadside Hardware Repair Allocation	Struct	Struct	This new Structure is established with an associated Increment of \$1,768.9 in Motor Fuel Tax authority. The Structure cannot exist without added authority or funding, and if the Structure is denied, the added authority would need to be reflected in a different allocation, if at all.

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 (\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
23	Highways, Aviation and Facilities / Statewide Guardrail and Roadside Hardware Repair	Add Motor Fuel Tax Receipts to Perform Statewide Guardrail and Roadside Hardware Repair Using Local Contractor Services	\$1,768.9 Motor Fuel (DGF) Inc	\$1,768.9 Motor Fuel (DGF) Inc	This Increment is added in a new allocation. If the Structure Change creating the new allocation is not accepted, the Increment will need to be modified to reflect an existing allocation.
24	Highways, Aviation and Facilities / Statewide Wayside Maintenance	Create New Statewide Wayside Maintenance Allocation	Struct	Struct	This new Structure is established with an associated Increment of \$420.0 in Motor Fuel Tax authority. The Structure cannot exist without added authority or funding, and if the Structure is denied, the added authority would need to be reflected in a different allocation, if at all.
25	Highways, Aviation and Facilities / Statewide Wayside Maintenance	Add Motor Fuel Tax Receipts to Support Statewide Wayside Maintenance and Operations	\$420.0 Motor Fuel (DGF) Inc	\$420.0 Motor Fuel (DGF) Inc	This Increment is added in a new allocation. If the Structure Change creating the new allocation is not accepted, the Increment will need to be modified to reflect an existing allocation.
26	Highways, Aviation and Facilities / Central Region Highways and Aviation	Restore Highways and Aviation Maintenance Funding Reduced in FY26 Budget	\$2,064.0 Gen Fund (UGF) Inc	\$2,064.0 Gen Fund (UGF) Inc	
27	Highways, Aviation and Facilities / Central Region Highways and Aviation	Use General Fund Program Receipts to Address Right of Way Encroachment and Homeless Camp Abatement Using Contractors	\$250.0 GF/Prgm (DGF) Inc	\$250.0 GF/Prgm (DGF) Inc	

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(\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
28	Highways, Aviation and Facilities / Central Region Highways and Aviation	Delete Maintenance & Ops Superintendent and Admin Assistant 1 Positions Located in Anchorage	Total: (\$233.4) (\$167.0) Gen Fund (UGF) (\$66.4) CIP Rcpts (Other) (2) PFT Positions Dec	Total: (\$233.4) (\$167.0) Gen Fund (UGF) (\$66.4) CIP Rcpts (Other) (2) PFT Positions Dec	
29	Highways, Aviation and Facilities / Central Region Highways and Aviation	GA Restore General Funds Following a One-Time Use of Derelict Vessel Prevention Program Receipts	\$1,423.1 Gen Fund (UGF) Inc	\$1,423.1 Gen Fund (UGF) Inc	
30	Highways, Aviation and Facilities / Northern Region Highways and Aviation	Restore Highways and Aviation Maintenance Funding Reduced in FY26 Budget	\$2,345.9 Gen Fund (UGF) Inc	\$2,345.9 Gen Fund (UGF) Inc	
31	Highways, Aviation and Facilities / Northern Region Highways and Aviation	Restore Funding Following a One-Time Use of Alaska Housing Capital Corporation Receipts	\$1,253.9 Gen Fund (UGF) IncM	\$1,253.9 Gen Fund (UGF) IncM	
32	Highways, Aviation and Facilities / Northern Region Highways and Aviation	Costs Associated with Underground Power Line Replacement at Kotzebue Airport	\$52.0 AirptRcpts (Other) IncOTI	\$52.0 AirptRcpts (Other) IncOTI	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
33	Highways, Aviation and Facilities / Southcoast Region Highways and Aviation	Personal Service and Travel Costs for 90 Days of Gustavus Airport Law Enforcement Coverage	\$70.0 AirptRcpts (Other) 3 TMP Positions Inc	\$70.0 AirptRcpts (Other) 3 TMP Positions Inc	
34	Highways, Aviation and Facilities / Southcoast Region Highways and Aviation	Restore Highways and Aviation Maintenance Funding Reduced in FY26 Budget	\$837.0 Gen Fund (UGF) Inc	\$837.0 Gen Fund (UGF) Inc	
35	Highways, Aviation and Facilities / Highways and Aviation Support Services	Create New Highways and Aviation Support Services Allocation	Struct	Struct	\$12,777.0 is transferred into this new allocation in Adjusted Base; denying this structure change will reverse that transfer.
36	International Airports / International Airport Systems Office	Convert Long-Term Non-Permanent Program Coordinator 2 to Permanent Full-Time Position	\$23.5 IntAirport (Other) 1 PFT Position (1) TMP Position Inc	\$23.5 IntAirport (Other) 1 PFT Position (1) TMP Position Inc	
37	International Airports / International Airport Systems Office	Information Technology Classification Study Implementation	\$110.9 IntAirport (Other) Inc	\$110.9 IntAirport (Other) Inc	

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Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
38	Marine Highway System (Calendar Year) / Marine Vessel Operations	Remove Alaska Marine Highway System from Numbers Section	Total: (\$125,959.0) (\$71,338.8) Fed Rcpts (Fed) (\$54,620.2) Gen Fund (UGF) (598) PFT Positions (23) PPT Positions (45) TMP Positions Dec	Total: (\$125,959.0) (\$71,338.8) Fed Rcpts (Fed) (\$54,620.2) Gen Fund (UGF) (598) PFT Positions (23) PPT Positions (45) TMP Positions Dec	
39	Marine Highway System (Calendar Year) / Marine Vessel Fuel	Remove Alaska Marine Highway System from Numbers Section	Total: (\$21,968.4) (\$1,911.0) Fed Rcpts (Fed) (\$1,274.0) Gen Fund (UGF) (\$18,783.4) Marine Hwy (DGF) Dec	Total: (\$21,968.4) (\$1,911.0) Fed Rcpts (Fed) (\$1,274.0) Gen Fund (UGF) (\$18,783.4) Marine Hwy (DGF) Dec	

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(\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
40	Marine Highway System (Calendar Year) / Marine Engineering	Remove Alaska Marine Highway System from Numbers Section	Total: (\$3,421.2) (\$1,223.8) Fed Rcpts (Fed) (\$1,110.5) Gen Fund (UGF) (\$862.0) CIP Rcpts (Other) (\$224.9) Marine Hwy (DGF) (16) PFT Positions Dec	Total: (\$3,421.2) (\$1,223.8) Fed Rcpts (Fed) (\$1,110.5) Gen Fund (UGF) (\$862.0) CIP Rcpts (Other) (\$224.9) Marine Hwy (DGF) (16) PFT Positions Dec	
41	Marine Highway System (Calendar Year) / Overhaul	Remove Alaska Marine Highway System from Numbers Section	Total: (\$1,699.6) (\$1,019.8) Fed Rcpts (Fed) (\$679.8) Gen Fund (UGF) Dec	Total: (\$1,699.6) (\$1,019.8) Fed Rcpts (Fed) (\$679.8) Gen Fund (UGF) Dec	
42	Marine Highway System (Calendar Year) / Reservations and Marketing	Remove Alaska Marine Highway System from Numbers Section	Total: (\$1,579.9) (\$794.9) Fed Rcpts (Fed) (\$785.0) Gen Fund (UGF) (10) PFT Positions Dec	Total: (\$1,579.9) (\$794.9) Fed Rcpts (Fed) (\$785.0) Gen Fund (UGF) (10) PFT Positions Dec	

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FINAL 3-3-26
(\$ thousands)

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
43	Marine Highway System (Calendar Year) / Marine Shore Operations	Remove Alaska Marine Highway System from Numbers Section	Total: (\$10,531.4) (\$3,795.3) Fed Rcpts (Fed) (\$5,136.1) Gen Fund (UGF) (\$1,600.0) Marine Hwy (DGF) (35) PFT Positions (23) PPT Positions (3) TMP Positions Dec	Total: (\$10,531.4) (\$3,795.3) Fed Rcpts (Fed) (\$5,136.1) Gen Fund (UGF) (\$1,600.0) Marine Hwy (DGF) (35) PFT Positions (23) PPT Positions (3) TMP Positions Dec	
44	Marine Highway System (Calendar Year) / Vessel Operations Management	Information Technology Classification Study Implementation	Total: \$24.2 \$14.5 Fed Rcpts (Fed) \$9.7 Gen Fund (UGF) Inc	Total: \$24.2 \$14.5 Fed Rcpts (Fed) \$9.7 Gen Fund (UGF) Inc	

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 (\$ thousands)**

Item	Appropriation / Allocation	Description	Governor Request	House Subcommittee	LFD Notes
45	Marine Highway System (Calendar Year) / Vessel Operations Management	Remove Alaska Marine Highway System from Numbers Section	Total: (\$6,303.5) (\$3,216.0) Fed Rcpts (Fed) (\$2,761.3) Gen Fund (UGF) (\$180.2) CIP Rcpts (Other) (\$146.0) Marine Hwy (DGF) (34) PFT Positions (5) TMP Positions Dec	Total: (\$6,303.5) (\$3,216.0) Fed Rcpts (Fed) (\$2,761.3) Gen Fund (UGF) (\$180.2) CIP Rcpts (Other) (\$146.0) Marine Hwy (DGF) (34) PFT Positions (5) TMP Positions Dec	

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Transportation and Public Facilities
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Ap: Division of Facilities Services

Conditional Language

The amount allocated for this appropriation includes the unexpended and unobligated balance on June 30, 2026, of inter-agency receipts collected by the Department of Transportation and Public Facilities for the maintenance and operations of facilities and leases.

0 0

Ap: Administration and Support

AI: Equal Employment and Civil Rights

Conditional Language

The amount allocated for Equal Employment and Civil Rights includes the unexpended and unobligated balance on June 30, 2026, of the statutory designated program receipts collected for the Alaska Construction Career Day events.

0 0

AI: Statewide Administrative Services

Conditional Language

The amount allocated for Statewide Administrative Services includes the unexpended and unobligated balance on June 30, 2026, of receipts from all prior fiscal years collected under the Department of Transportation and Public Facilities' federal indirect cost plan for expenditures incurred by the Department of Transportation and Public Facilities.

0 0

AI: Statewide Aviation

Conditional Language

The amount allocated for Statewide Aviation includes the unexpended and unobligated balance on June 30, 2026, of the rental receipts and user fees collected from tenants of land and buildings at Department of Transportation and Public Facilities rural airports under AS 02.15.090(a).

0 0

AI: Measurement Standards & Commercial Vehicle Compliance

Conditional Language

The amount allocated for Measurement Standards and Commercial Vehicle Compliance includes the unexpended and unobligated balance on June 30, 2026, of the Unified Carrier Registration Program receipts collected by the Department of Transportation and Public Facilities.
The amount allocated for Measurement Standards and Commercial Vehicle Compliance includes the unexpended and unobligated balance on June 30, 2026, of program receipts collected by the Department of Transportation and Public Facilities.

0 0

Ap: Design, Engineering and Construction

AI: Central Design, Engineering, and Construction

Conditional Language

The amount allocated for Central Region Design, Engineering, and Construction includes the unexpended and unobligated balance on June 30, 2026, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess

0 0

**2026 Legislature - Operating Budget
Wordage Report - HFIN Structure
B=Both Bills, O=Operating Only, M=Mental Health**

Agency: Department of Transportation and Public Facilities
GovAmd HSubcom

right-of-way.

AI: Southcoast Design, Engineering, and Construction
Conditional Language

The amount allocated for Southcoast Region Design, Engineering, and Construction includes the unexpended and unobligated balance on June 30, 2026, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess right-of-way.

O O

AI: Northern Region Design, Engineering, and Construction
Conditional Language

The amount allocated for Northern Region Design, Engineering, and Construction includes the unexpended and unobligated balance on June 30, 2026, of the general fund program receipts collected by the Department of Transportation and Public Facilities for the sale or lease of excess right-of-way.

O O

Ap: Highways, Aviation and Facilities

Conditional Language

The amounts allocated for highways and aviation shall lapse into the general fund on August 31, 2027.

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2026, of general fund program receipts collected by the Department of Transportation and Public Facilities for collections related to the repair of damaged state highway infrastructure.

O O

AI: Whittier Access and Tunnel

Conditional Language

The amount allocated for Whittier Access and Tunnel includes the unexpended and unobligated balance on June 30, 2026, of the Whittier Tunnel toll receipts collected by the Department of Transportation and Public Facilities under AS 19.05.040(11).

O O