



# 33rd Alaska State Legislature

## House Finance Budget Subcommittee

### Military & Veterans Affairs

### FY25 Operating Budget

#### *Chair:*

Rep. Neal Foster  
Capitol Room 511  
465-3789

#### *Members:*

Rep. Ben Carpenter  
Capitol Room 24  
465-3779

Rep. Laddie Shaw  
Capitol Room 403  
465-4945

Rep. Stanley Wright  
Capitol Room 412  
465-2095

Rep. George Rauscher  
Capitol Room 406  
465-4859

Rep. Dan Saddler  
Capitol Room 204  
465-3783

Rep. Cliff Groh  
Capitol Room 430  
465-4993

Rep. Andrew Gray  
Capitol Room 434  
465-4940

*Committee Aide:*  
Brodie Anderson  
465-4858

March 1, 2024

#### **RECOMMENDATIONS:**

The House Finance Budget Subcommittee for the Department of Military and Veterans Affairs submits the following recommended operating budget for FY2025 to the House Finance Committee:

#### **Fund Source: (dollars are in thousands)**

Unrestricted General Funds (UGF)	\$17,218,800
Designated General Funds (DGF)	\$ 28,500
Other Funds	\$12,538,800
<b><u>Federal Funds</u></b>	<b><u>\$34,302,800</u></b>
<b>Total</b>	<b>\$64,088,900</b>

The Unrestricted General Fund difference from FY25 Adjusted Base to the House Subcommittee budget recommendation is an increase of \$1,843.1 million of Unrestricted General Funds, which is 12% above the FY25 Adjusted Base.

#### **Positions:**

Permanent Full-time	283
Permanent Part-time	0
<b><u>Temporary</u></b>	<b><u>0</u></b>
<b>Total</b>	<b>283</b>

#### **BUDGET ACTION:**

The House Finance Budget Subcommittee for the Department of Military and Veterans Affairs reviewed the FY2025 Governor's budget request, including amendments, and recommends the following actions:

- 1) Accept all the Governor's proposals for the Alaska Military Youth Academy (AMYA) This includes the following items:
  - \$160 thousand increase of General Fund Match for federally funded employee benefit costs.
  - \$51.3 thousand of General Fund Match for 2 Coordinators to meet federally required counselor-to-cadet and case manager-to-cadet ratios.
  - \$631.8 thousand of General Funds for operational costs increases due to inflation, maintenance, and technology costs.

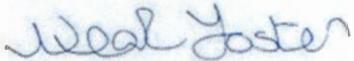
- 2) Approve all transactions for the Office of the Commissioner, including following new positions:
  - \$138.1 thousand for a Program Manager to oversee the Alaska State Defense Force.
  - \$26.4 thousand of General Funds, \$1.8 thousand of General Fund Match for an Accounting Technician to process travel for Army National Guard and Alaska State Defense Force.
  - \$50.9 thousand of General Funds, and \$1.1 thousand of General Fund Match for a Systems Programmer for Cybersecurity.
- 3) Accept the Governor's request for \$261.7 thousand of General Funds to expand operations of the Alaska State Defense Force, Naval Militia, and Civil Air Patrol
- 4) Accept the Governor's request for \$200.0 thousand of General Funds for tuition assistance for Alaska National Guard and Naval Militia members.
- 5) Approve all transactions for the Homeland Security and Emergency Management, including following new positions:
  - \$143.2 thousand of Federal Funds, and \$61.4 thousand of I/A Receipts for two Emergency Management Specialist positions
  - \$80.2 thousand of Federal Funds, and \$34.4 thousand of I/A Receipts for one Emergency Management Specialist supervisor position.
- 6) The subcommittee also took the following action:
  - Added \$186.0 thousand of General Funds for increased pay of \$7,000.00 for each of the 17 Veteran Service Officers (VSO) around the state and added one additional VSO for additional services in Ketchikan.

**ATTACHED REPORTS:**

The House Finance Budget Subcommittee for the Department of Military and Veterans Affairs adopts the attached reports:

1. Agency Totals
2. Transaction Compare FY25AdjBase+ and House Subcommittee
3. Transaction Compare FY25GovAmd and House Subcommittee
4. Wordage

Respectfully Submitted,



Representative Neal Foster, Chair  
House Finance Budget Subcommittee for the Department of Military and Veterans Affairs

**2024 Legislature - Operating Budget**  
**Agency Totals - House Subcom Structure**

**Numbers**  
**Agencies: DM&VA**

**Agency: Department of Military and Veterans' Affairs**

	[1] 24MgtPIn	[2] AdjBase	[3] GovAmd	[4] HSubcom	[4] - [2] AdjBase to HSubcom	[4] - [3] GovAmd to HSubcom
<b>Total</b>	<b>61,388.1</b>	<b>61,590.5</b>	<b>63,902.9</b>	<b>64,088.9</b>	<b>2,498.4</b>	<b>4.1 %</b>
<b>Objects of Expenditure</b>						
1 Personal Services	31,643.5	32,727.8	33,846.7	34,032.7	1,304.9	4.0 %
2 Travel	1,609.4	1,609.4	1,609.4	1,609.4	0.0	0.0
3 Services	23,070.4	22,188.5	22,864.0	22,864.0	675.5	3.0 %
4 Commodities	3,107.5	3,107.5	3,625.5	3,625.5	518.0	16.7 %
5 Capital Outlay	236.1	236.1	236.1	236.1	0.0	0.0
7 Grants, Benefits	1,721.2	1,721.2	1,721.2	1,721.2	0.0	0.0
8 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
<b>Funding Sources</b>						
1002 Fed Rcpts (Fed)	33,382.3	33,885.3	34,302.8	34,302.8	417.5	1.2 %
1003 GF/Match (UGF)	8,408.6	8,561.1	8,777.5	8,777.5	216.4	2.5 %
1004 Gen Fund (UGF)	7,562.5	6,814.6	8,255.3	8,441.3	1,626.7	23.9 %
1005 GF/Prgrm (DGF)	28.5	28.5	28.5	28.5	0.0	0.0
1007 I/A Rcpts (Other)	5,338.5	5,499.5	5,719.7	5,719.7	220.2	4.0 %
1061 CIP Rcpts (Other)	3,162.8	3,278.2	3,295.8	3,295.8	17.6	0.5 %
1101 AAC Fund (Other)	2,869.8	2,888.2	2,888.2	2,888.2	0.0	0.0
1108 Stat Desig (Other)	635.1	635.1	635.1	635.1	0.0	0.0
<b>Positions</b>						
Perm Full Time	274	274	282	283	9	3.3 %
Perm Part Time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

**2024 Legislature - Operating Budget  
Agency Totals - House Subcom Structure**

**Numbers**  
**Agencies: DM&VA**

**Agency: Department of Military and Veterans' Affairs**

	<u>[1] 24MgtP1n</u>	<u>[2] AdjBase</u>	<u>[3] GovAmd</u>	<u>[4] HSubcom</u>	<u>[4] - [2] AdjBase to HSubcom</u>	<u>[4] - [3] GovAmd to HSubcom</u>	
<b><u>Funding Summary</u></b>							
Unrestricted General (UGF)	15,971.1	15,375.7	17,032.8	17,218.8	1,843.1	12.0 %	186.0
Designated General (DGF)	28.5	28.5	28.5	28.5	0.0		0.0
Other State Funds (Other)	12,006.2	12,301.0	12,538.8	12,538.8	237.8	1.9 %	0.0
Federal Receipts (Fed)	33,382.3	33,885.3	34,302.8	34,302.8	417.5	1.2 %	0.0

## Column Definitions

**24MgtPln (FY24 Management Plan)** - Authorized level of expenditures at the beginning of FY24 plus position adjustments and transfers (made at an agency's discretion) within appropriations.

**AdjBase (FY25 Adjusted Base)** - FY24 Management Plan less One-Time Items (OTIs), plus FY25 Position Adjustments (PosAdjs), Transfers In/Out of allocations (TrIns and TrOuts), Line Item Transfers (LITs), Temporary Increments (IncTs) initiated in prior years, adjustments to formula programs in language, and additions for statewide items such as Salary Adjustments (SalAdjs). The Adjusted Base is the base to which the Governor's and the legislature's Increments (Incs), Decrements (Decs), and Fund Changes (FndChg) are added.

**GovAmd (Governors Amended Budget)** - Governor's operating budget request plus all amendments received by the statutory deadline of February 14, 2024.

**HSubcom (House Subcommitte)** - House Finance Subcommittee recommendations.

**2024 Legislature - Operating Budget**  
**Transaction Compare - House Subcom Structure**  
**Between AdjBase and HSubcom**

Numbers
Differences
Agencies: DM&VA

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Mfsc	PFT	PPT	TMP
<b>Department of Military and Veterans' Affairs</b>													
<b>Military and Veterans' Affairs</b>													
Office of the Commissioner													
Add Program Manager for Alaska State Defense Force Oversight	HSubcom	Inc	138.1	138.1	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
1004 Gen Fund (UGF) 138.1													
Expanded Operations of Alaska State Defense Force, Naval Militia, and Civil Air Patrol	HSubcom	Inc	261.7	0.0	0.0	123.7	138.0	0.0	0.0	0.0	0.0	0	0
1004 Gen Fund (UGF) 261.7													
Add Accounting Technician 2 to Process Travel for Army National Guard and the Alaska State Defense Force	HSubcom	Inc	88.9	88.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0
1002 Fed Rcpts (Fed) 28.3													
1003 GF/Match (UGF) 1.8													
1004 Gen Fund (UGF) 26.4													
1007 I/A Rcpts (Other) 26.6													
1061 CIP Rcpts (Other) 5.8													
Add Systems Programmer 2 for Cybersecurity	HSubcom	Inc	134.3	134.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0
1002 Fed Rcpts (Fed) 11.8													
1003 GF/Match (UGF) 1.1													
1004 Gen Fund (UGF) 50.9													
1007 I/A Rcpts (Other) 65.8													
1061 CIP Rcpts (Other) 4.7													
Authority for Procurement Specialist 3 Due to Increased Construction Projects	HSubcom	Inc	73.1	73.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0
1003 GF/Match (UGF) 2.2													
1004 Gen Fund (UGF) 31.8													
1007 I/A Rcpts (Other) 32.0													
1061 CIP Rcpts (Other) 7.1													
Address Rising Information Technology (IT) Infrastructure Contact Costs	HSubcom	Inc	100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0.0	0	0
1004 Gen Fund (UGF) 100.0													
Alaska Tuition Assistance for Alaska National Guard and Naval Militia Members	HSubcom	Inc	200.0	0.0	0.0	200.0	0.0	0.0	0.0	0.0	0.0	0	0
1004 Gen Fund (UGF) 200.0													
<b>* Allocation Difference *</b>			<b>996.1</b>	<b>434.4</b>	<b>0.0</b>	<b>423.7</b>	<b>138.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>3</b>	<b>0</b>	<b>0</b>
<b>Homeland Security and Emergency Management</b>													
Add Two Emergency Management Specialist 2 Positions for Disaster Assistance	HSubcom	Inc	204.6	204.6	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
1002 Fed Rcpts (Fed) 143.2													
1007 I/A Rcpts (Other) 61.4													
Add Emergency Management Specialist 3 for Disaster Assistance	HSubcom	Inc	114.6	114.6	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0

**2024 Legislature - Operating Budget**  
**Transaction Compare - House Subcom Structure**  
**Between AdjBase and HSubcom**

Numbers
Differences
Agencies: DM&VA

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP	
<b>Department of Military and Veterans' Affairs (continued)</b>														
<b>Military and Veterans' Affairs (continued)</b>														
<b>Homeland Security and Emergency Management (continued)</b>														
Add Emergency Management Specialist 3 for Disaster Assistance (continued)														
1002 Fed Rcpts (Fed)			80.2											
1007 I/A Rcpts (Other)			34.4											
<b>* Allocation Difference *</b>			<b>319.2</b>	<b>319.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>3</b>	<b>0</b>	<b>0</b>
<b>Alaska Military Youth Academy</b>														
Increase General Fund Match for Federally Funded Employee Benefit Costs	HSubcom	Inc	<b>160.0</b>	160.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 GF/Match (UGF)			160.0											
Operational Cost Increase Due to Inflation, Additional Maintenance, and Technology Costs	HSubcom	Inc	<b>631.8</b>	0.0	0.0	251.8	380.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)			631.8											
Add Two AMYA Coordinators to Meet Federally Required Counselor-to-Cadet and Case Manager-to-Cadet Ratios	HSubcom	Inc	<b>205.3</b>	205.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
1002 Fed Rcpts (Fed)			154.0											
1003 GF/Match (UGF)			51.3											
<b>* Allocation Difference *</b>			<b>997.1</b>	<b>365.3</b>	<b>0.0</b>	<b>251.8</b>	<b>380.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>2</b>	<b>0</b>	<b>0</b>
<b>Veterans' Services</b>														
Increase Funding for Veterans Service Officers and Add One New Officer	HSubcom	Inc	<b>186.0</b>	186.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
1004 Gen Fund (UGF)			186.0											
<b>* Allocation Difference *</b>			<b>186.0</b>	<b>186.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1</b>	<b>0</b>	<b>0</b>
<b>** Appropriation Difference **</b>			<b>2,498.4</b>	<b>1,304.9</b>	<b>0.0</b>	<b>675.5</b>	<b>518.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>9</b>	<b>0</b>	<b>0</b>
<b>*** Agency Difference ***</b>			<b>2,498.4</b>	<b>1,304.9</b>	<b>0.0</b>	<b>675.5</b>	<b>518.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>9</b>	<b>0</b>	<b>0</b>
<b>**** All Agencies Difference ****</b>			<b>2,498.4</b>	<b>1,304.9</b>	<b>0.0</b>	<b>675.5</b>	<b>518.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>9</b>	<b>0</b>	<b>0</b>

## Column Definitions

**AdjBase (FY25 Adjusted Base)** - FY24 Management Plan less One-Time Items (OTIs), plus FY25 Position Adjustments (PosAdjs), Transfers In/Out of allocations (TrIns and TrOuts), Line Item Transfers (LITs), Temporary Increments (IncTs) initiated in prior years, adjustments to formula programs in language, and additions for statewide items such as Salary Adjustments (SalAdjs). The Adjusted Base is the base to which the Governor's and the legislature's Increments (Incs), Decrements (Decs), and Fund Changes (FndChg) are added.

**HSubcom (House Subcommitte)** - House Finance Subcommittee recommendations.

**2024 Legislature - Operating Budget**  
**Transaction Compare - House Subcom Structure**  
**Between GovAmd and HSubcom**

<b>Numbers</b>
<b>Differences</b>
<b>Agencies: DM&amp;VA</b>

Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP	
<b>Department of Military and Veterans' Affairs</b>													
<b>Military and Veterans' Affairs</b>													
<b>Veterans' Services</b>													
Increase Funding for Veterans Service Officers and Add One New Officer	HSubcom	Inc	186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
1004 Gen Fund (UGF)			186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<b>* Allocation Difference *</b>			186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<b>** Appropriation Difference **</b>			186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<b>*** Agency Difference ***</b>			186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<b>**** All Agencies Difference ****</b>			186.0	186.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0

## Column Definitions

**GovAmd (Governors Amended Budget)** - Governor's operating budget request plus all amendments received by the statutory deadline of February 14, 2024.

**HSubcom (House Subcommitte)** - House Finance Subcommittee recommendations.

**2024 Legislature - Operating Budget**  
**Wordage Report - House Subcom Structure**  
**B=Both Bills, O=Operating Only, M=Mental Health**

**Agency: Department of Military and Veterans' Affairs**  
GovAmd   HSubcom

**Ap: Alaska Aerospace Corporation**

**Conditional Language**

The amount appropriated by this appropriation includes the unexpended and unobligated balance on June 30, 2024, of the federal and corporate receipts of the Department of Military and Veterans' Affairs, Alaska Aerospace Corporation.

B      B

Department of Military and Veterans' Affairs  
All Dollars in Thousands  
Numbers Only

	FY24 Management Plan	FY25 Adjusted Base	Gov Amend	House Subcom
Unrestricted GF	15,971.1	15,375.7	17,032.8	17,218.8
Designated GF	28.5	28.5	28.5	28.5
Other	12,006.2	12,301.0	12,538.8	12,538.8
Federal Funds	33,382.3	33,885.3	34,302.8	34,302.8
<b>Total</b>	<b>61,388.1</b>	<b>61,590.5</b>	<b>63,902.9</b>	<b>64,088.9</b>
Check (Enter #s from LFD reports)	61,388.1	61,590.5	63,902.9	64,088.9
Should equal zero	-	-	-	-

FY24 Management Plan to House Subcom	FY25 Adjusted Base to House Subcom	Gov Amend to House Subcom
1,247.7 7.8%	124.3 12.0%	186.0 1.1%
- 0.0%	- 0.0%	- 0.0%
532.6 4.4%	22.9 1.9%	- 0.0%
920.5 2.8%	21.3 1.2%	- 0.0%
<b>2,700.8 4.4%</b>	<b>2,498.4 4.1%</b>	<b>186.0 0.3%</b>

Prepared by: Brodie Anderson Date: 2/29/2024  
Status: Final Time 5:00 PM

Positions (Enter position counts from LFD reports)

PFTs	274	274	282	283
PPTs	0	0	0	0
Temps	0	0	0	0
<b>Total Positions</b>	<b>274</b>	<b>274</b>	<b>282</b>	<b>283</b>
Position Check (Should equal zero)				

Department of Military and Veterans' Affairs

Governor's 12/15 Request

#	Appropriation	Allocation	Description	Subcommittee Notes	Funding Information		Funding Multiplier	Gov PCNs	Hse PCNs	Unrestricted GF	Designated GF	Other State Funds	Federal	Total
1	Military and Veterans' Affairs	Office of the Commissioner	Add Program Manager for Alaska State Defense Force Oversight		1004	Gen Fund	138.1	1	1	138.1	-	-	-	138.1
2	Military and Veterans' Affairs	Office of the Commissioner	Expanded Operations of Alaska State Defense Force, Naval Militia, and Civil Air Patrol		1004	Gen Fund	261.7	1	0	261.7	-	-	-	261.7
3	Military and Veterans' Affairs	Office of the Commissioner	Add Accounting Technician 2 to Process Travel for Army National Guard and the Alaska State Defense Force		1002	Fed Rpts	28.3	1	1	-	-	-	28.3	28.3
					1003	GF/Match	1.8	1		1.8	-	-	-	1.8
					1004	Gen Fund	26.4	1		26.4	-	-	-	26.4
					1007	I/A Rpts	26.6	1		-	26.6	-	-	26.6
					1061	CIP Rpts	5.8	1		-	5.8	-	-	5.8
4	Military and Veterans' Affairs	Office of the Commissioner	Add Systems Programmer 2 for Cybersecurity		1002	Fed Rpts	11.8	1	1	-	-	-	11.8	11.8
					1003	GF/Match	1.1	1		1.1	-	-	-	1.1
					1004	Gen Fund	50.9	1		50.9	-	-	-	50.9
					1007	I/A Rpts	65.8	1		-	65.8	-	-	65.8
					1061	CIP Rpts	4.7	1		-	4.7	-	-	4.7
5	Military and Veterans' Affairs	Office of the Commissioner	Authority for Procurement Specialist 3 Due to Increased Construction Projects		1003	GF/Match	2.2	1	0	2.2	-	-	-	2.2
					1004	Gen Fund	31.8	1		31.8	-	-	-	31.8
					1007	I/A Rpts	32.0	1		-	32.0	-	-	32.0
					1061	CIP Rpts	7.1	1		-	7.1	-	-	7.1
6	Military and Veterans' Affairs	Office of the Commissioner	Address Rising Information Technology (IT) Infrastructure Contact Costs		1004	Gen Fund	100.0	1	0	100.0	-	-	-	100.0

#	Appropriation	Allocation	Description	Subcommittee Notes	Funding Information			Funding Multiplier	Gov PCNs	Hse PCNs		Unrestricted GF	Designated GF	Other State Funds	Federal	Total
7	Military and Veterans' Affairs	Office of the Commissioner	Alaska Tuition Assistance for Alaska National Guard and Naval Militia Members		1004	Gen Fund	200.0	1	0	0		200.0	-	-	-	200.0
8	Military and Veterans' Affairs	Homeland Security and Emergency Management	Add Two Emergency Management Specialist 2 Positions for Disaster Assistance		1002	Fed Rcpns	143.2	1	2	2		-	-	-	143.2	143.2
					1007	I/A Rcpns	61.4	1				-	-	61.4	-	61.4
9	Military and Veterans' Affairs	Homeland Security and Emergency Management	Add Emergency Management Specialist 3 for Disaster Assistance		1002	Fed Rcpns	80.2	1	1	1		-	-	-	80.2	80.2
					1007	I/A Rcpns	34.4	1				-	-	34.4	-	34.4
10	Military and Veterans' Affairs	Alaska Military Youth Academy	Increase General Fund Match for Federally Funded Employee Benefit Costs		1003	GF/Match	160.0	1	0	0		160.0	-	-	-	160.0
11	Military and Veterans' Affairs	Alaska Military Youth Academy	Operational Cost Increase Due to Inflation, Additional Maintenance, and Technology Costs		1004	Gen Fund	631.8	1	0	0		631.8	-	-	-	631.8
12	Military and Veterans' Affairs	Alaska Military Youth Academy	Add Two AMYA Coordinators to Meet Federally Required Counselor-to-Cadet and Case Manager-to-Cadet Ratios		1002	Fed Rcpns	154.0	1	2	2		-	-	-	154.0	154.0
					1003	GF/Match	51.3	1				51.3	-	-	-	51.3
				Totals			2,312.4		8	9		1,657.1	-	237.8	417.5	2,312.4

Other Subcommittee Actions				Totals		186.0		0	1		186.0	-	-	-	186.0
13	Military and Veterans' Affairs	Veterans' Services	Increase Funding for Veterans Service Officers and Add One New Officer	Subcommittee Amendment #1	1004	Gen Fund	186.0	1	0	1	186.0	-	-	-	186.0