

Senate Finance

Department of Revenue Subcommittee

Subcommittee Members:
Senator Merrick, Chair
Senator Kaufman
Senator Dunbar

Narrative Closeout Report

April 10, 2024

RECOMMENDATIONS:

The Senate Finance Budget Subcommittee for the Department of Revenue submits the following FY25 numbers section recommendations to the Senate Finance Committee:

Fund Group: (dollars are in thousands)	Senate Sub
Unrestricted General Funds (UGF)	\$32,374.2
Designated General Funds	\$2,456.3
Other Funds	\$339,745.4
Federal Funds	\$89,356.5
TOTAL FUNDS	\$463,932.4

Positions:	
Permanent Full-time	836
Permanent Part Time	24
Temporary	23
TOTAL POSITIONS	883

BUDGET ACTIONS:

The Senate Finance Budget Subcommittee for the Department of Revenue reviewed the FY25 budget request. The following are highlights of the Subcommittee's action.

The subcommittee added \$133,500. of GF / MH to fund 1 long-term care Ombudsman position.

The Subcommittee accepted all of the Governor's requests for the Alaska Housing Finance Corporation, Alaska Mental Health Trust Authority, Administration and Support, Child Support Enforcement, and Taxation and Treasury, with the exception of the one reduction to item 1, listed under subcommittee reductions.

The subcommittee recommends the following reductions:

- \$37,700.00 to item number 1 – leaving \$1 million in GF for the Tax Revenue Management System contract negotiation with FAST Enterprises.
- \$613,300.00 to item 36 – salary merit increase and corresponding benefit costs for Alaska Permanent Fund Corporations.
- \$105,000.00 reducing expenses related to the Alaska permanent fund corporation Anchorage office, items 39, 41 and 49.
- \$15,300.00 was decremented from the Alaska Permanent Fund Corporation Personal Services Board Honorarium.
- \$300,000.00 reduction to the Alaska Permanent Fund Corporation travel budget.
- The subcommittee also recommends the creation of two new appropriations titled “Alaska Permanent Fund Juneau Office Operations” and “Alaska Permanent Fund Anchorage Office Operations.” It is also recommended that \$0.1 is added to the second appropriation to decommission the Anchorage Office.
- Intent language was added directing the Alaska Permanent Fund Corporation not to establish or maintain new office locations without corresponding budget increments for that purpose.

ATTACHED REPORTS

The Senate Finance Subcommittee for the Legislature adopts the following attached reports:

1. Agency Totals
2. Trans Compare 1: Adjusted Base to Senate Subcommittee
3. Trans Compare 2: Gov Amend+ to Senate Subcommittee
4. Trans Compare 3: House Subcommittee to Senate Subcommittee
5. Wordage

Respectfully Submitted,



Senator Kelly Merrick