



# *Department of Military and Veterans Affairs*



## FY2019 Department Overview



January 23, 2018



# ***Mission***



- Provide military forces to accomplish military missions in the state or around the world
- Provide homeland security and defense; emergency preparedness, response, and recovery; veterans services; and youth military style training and education

## **Sources**

Statute: Alaska Statute 44.35.020

Mission, Vision and Core Values: <https://dmva.alaska.gov/>

DMVA Annual Reports:

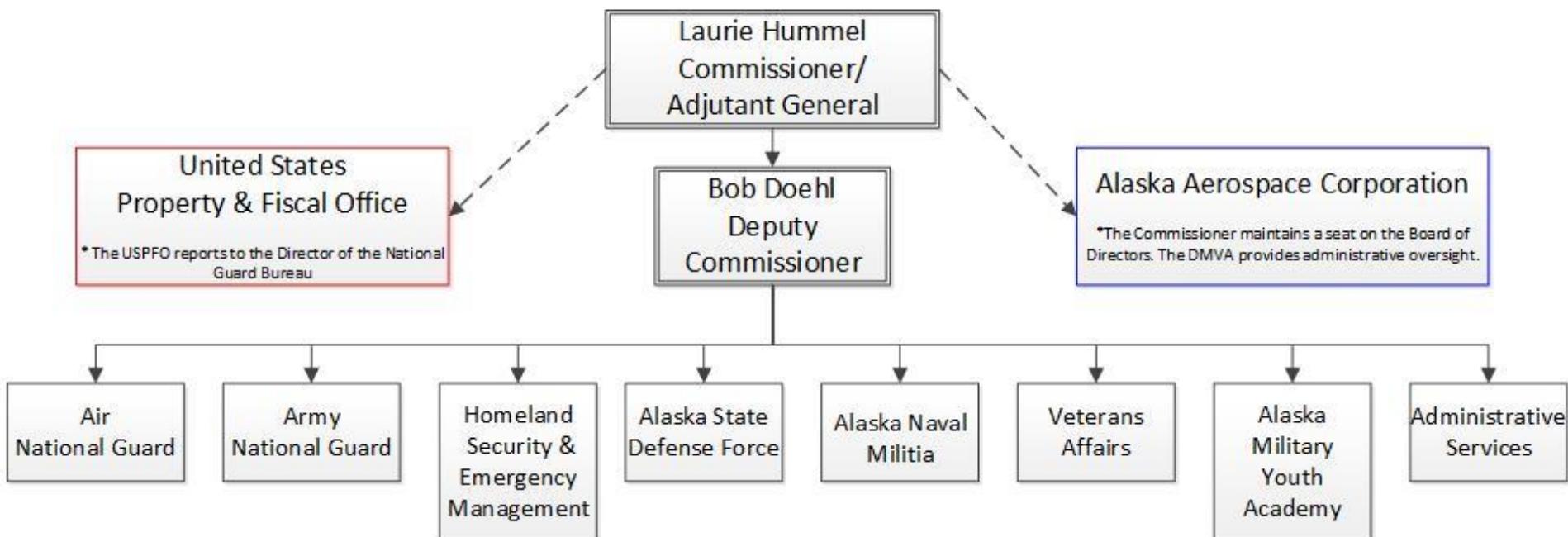
<https://dmva.alaska.gov/Press/Warriors/Index#annualreports>



# Organization



## Department of Military and Veterans Affairs Operational Sections

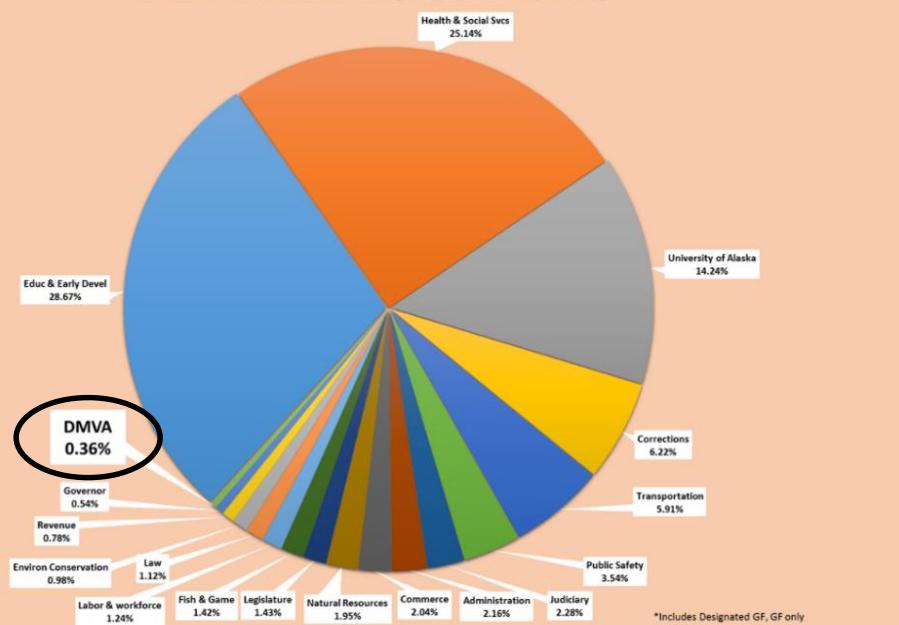




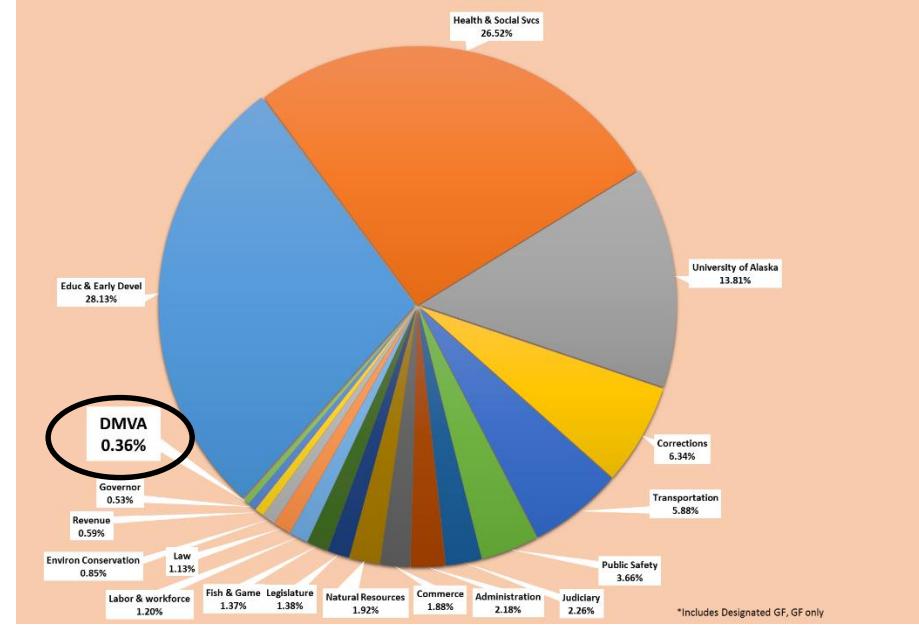
# DMVA Percentage of SoA GF



FY2018 Governor Share of Total Agency Operations (GF Only)\*



FY2019 Governor Request Share of Total Agency Operations (GF Only)\*



**FY18 -> FY19: DMVA GF Funding (as a percentage of all SoA GF)  
Still Smallest Percentage of SoA GF  
Including New Programs/Program Expansions Requests**



# State Funds Spent vs. Federal Funds Received



Fiscal Year 2015 Operating Budget Impact

**State General Fund Dollars Spent**  
**\$18,414,100**

Air National Guard \$2,986,250  
Army National Guard \$4,771,850  
Veterans Services \$1,940,500  
Alaska Military Youth Academy \$5,113,700  
Homeland Security & Emergency Management \$3,601,800

Air National Guard  
\$3,503,100 State Budget Federal dollars  
\$163,185,206 Federal dollars  
**\$166,688,306 Total Federal dollars**

Army National Guard  
\$6,536,800 State Budget Federal dollars  
\$51,165,550 Federal dollars  
**\$57,702,350 Total Federal dollars**  
  
Alaska Military Youth Academy  
\$3,635,900 State Budget Federal dollars

Veterans Services  
\$158,300 State Budget Federal dollars  
\$267,333,533 Federal dollars  
**\$267,491,633 Total Federal dollars**

Federal Dollars Received  
**\$499,634,756**

Fiscal Year 2016 Operating Budget Impact

**State General Fund Dollars Spent**  
**\$16,262,550**

Air National Guard \$2,465,700  
Army National Guard \$3,566,450  
Veterans Services \$1,960,800  
Alaska Military Youth Academy \$5,016,900  
Homeland Security & Emergency Management \$3,252,700

Air National Guard  
\$3,381,900 State Budget Federal dollars  
\$194,321,460 Federal dollars  
**\$197,703,360 Total Federal dollars**

Army National Guard  
\$6,729,000 State Budget Federal dollars  
\$67,645,833 Federal dollars  
**\$74,374,833 Total Federal dollars**  
  
Alaska Military Youth Academy  
\$2,977,700 State Budget Federal dollars

Veterans Services  
\$225,500 State Budget Federal dollars  
\$339,125,000 Federal dollars  
**\$339,350,500 Total Federal dollars**

Federal Dollars Received  
**\$618,569,893**

Fiscal Year 2017 Operating Budget Impact

**State General Fund Dollars Spent**  
**\$15,868,900**

Air National Guard \$2,520,100  
Army National Guard \$3,580,800  
Veterans Services \$1,910,700  
Alaska Military Youth Academy \$4,576,600  
Homeland Security & Emergency Management \$3,280,700

Air National Guard  
\$3,594,100 State Budget Federal dollars  
\$215,592,534 Federal dollars  
**\$219,186,434 Total Federal dollars**

Army National Guard  
\$7,483,100 State Budget Federal dollars  
\$113,093,604 Federal dollars  
**\$120,576,704 Total Federal dollars**  
  
Alaska Military Youth Academy  
\$3,828,300 State Budget Federal dollars

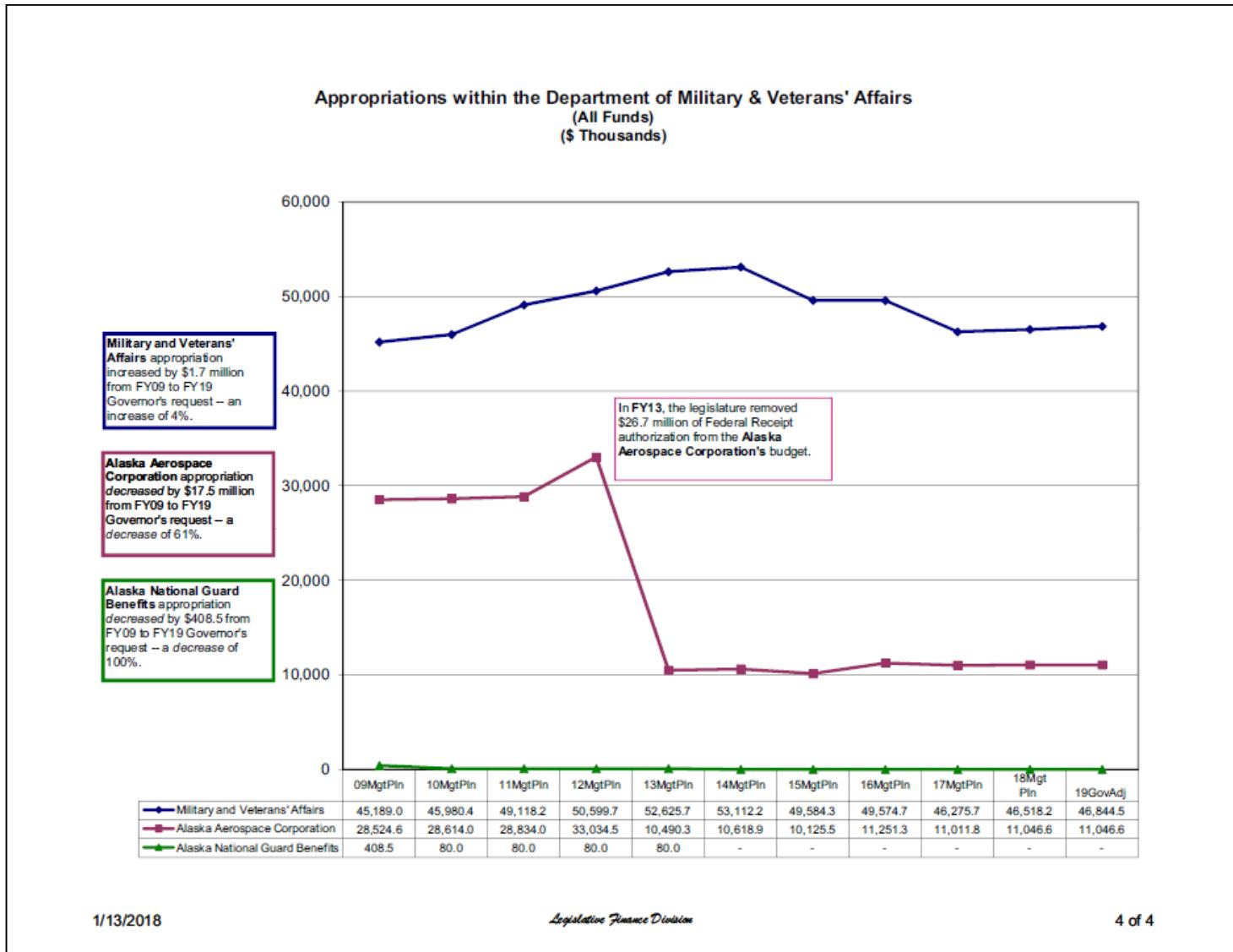
Veterans Services  
\$238,400 State Budget Federal dollars  
\$395,940,000 Federal dollars  
**\$396,178,400 Total Federal dollars**

Federal Dollars Received  
**\$743,982,338**

**FY15 -> FY17: Spent 14% Less GF; Fed Funds Garnered Up 43%!**



# Funding Profile History (By Appropriation – All Funds)





# Funding Profile History (All Funds by Line Item)

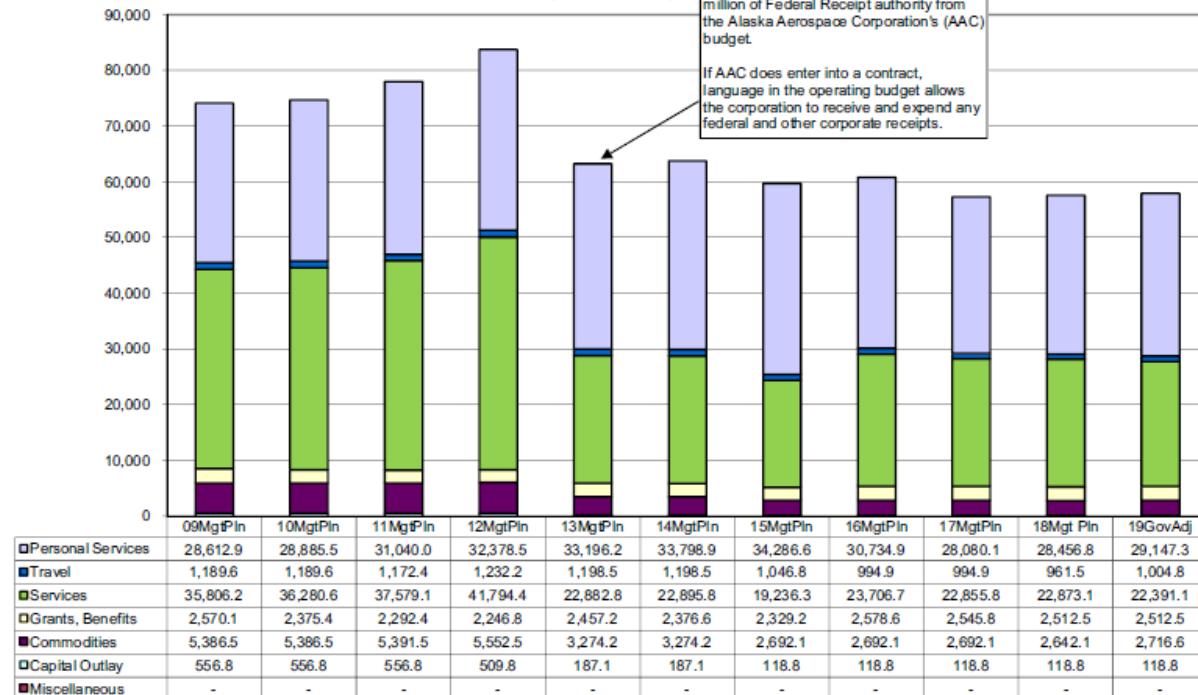


The majority of the funding is in the following line items:  
Personal Services: 50%  
Services: 39%

Department of Military & Veterans' Affairs  
Line Items  
(All Funds)  
(\$ Thousands)

In FY13, the legislature removed \$26.7 million of Federal Receipt authority from the Alaska Aerospace Corporation's (AAC) budget.

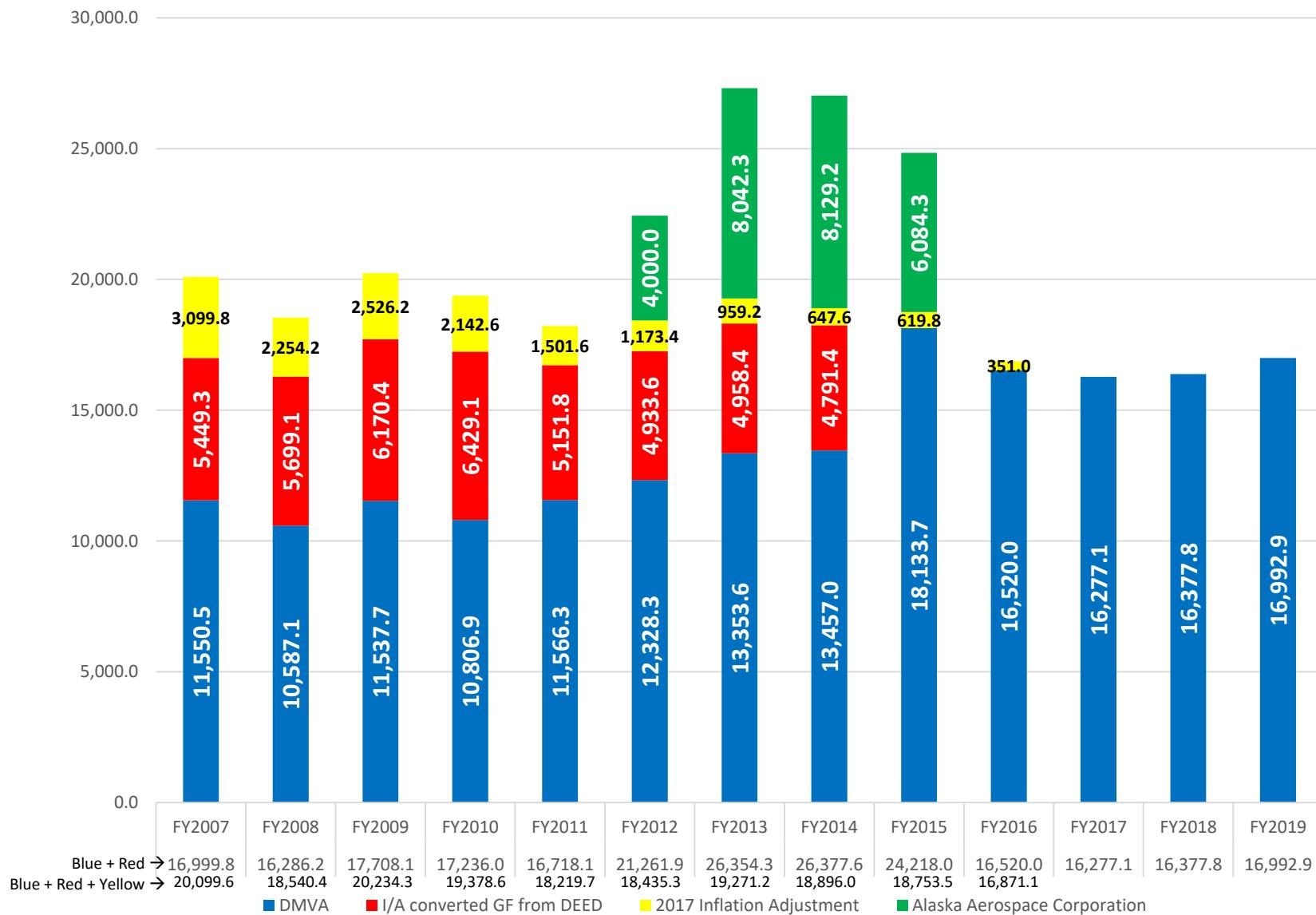
If AAC does enter into a contract, language in the operating budget allows the corporation to receive and expend any federal and other corporate receipts.





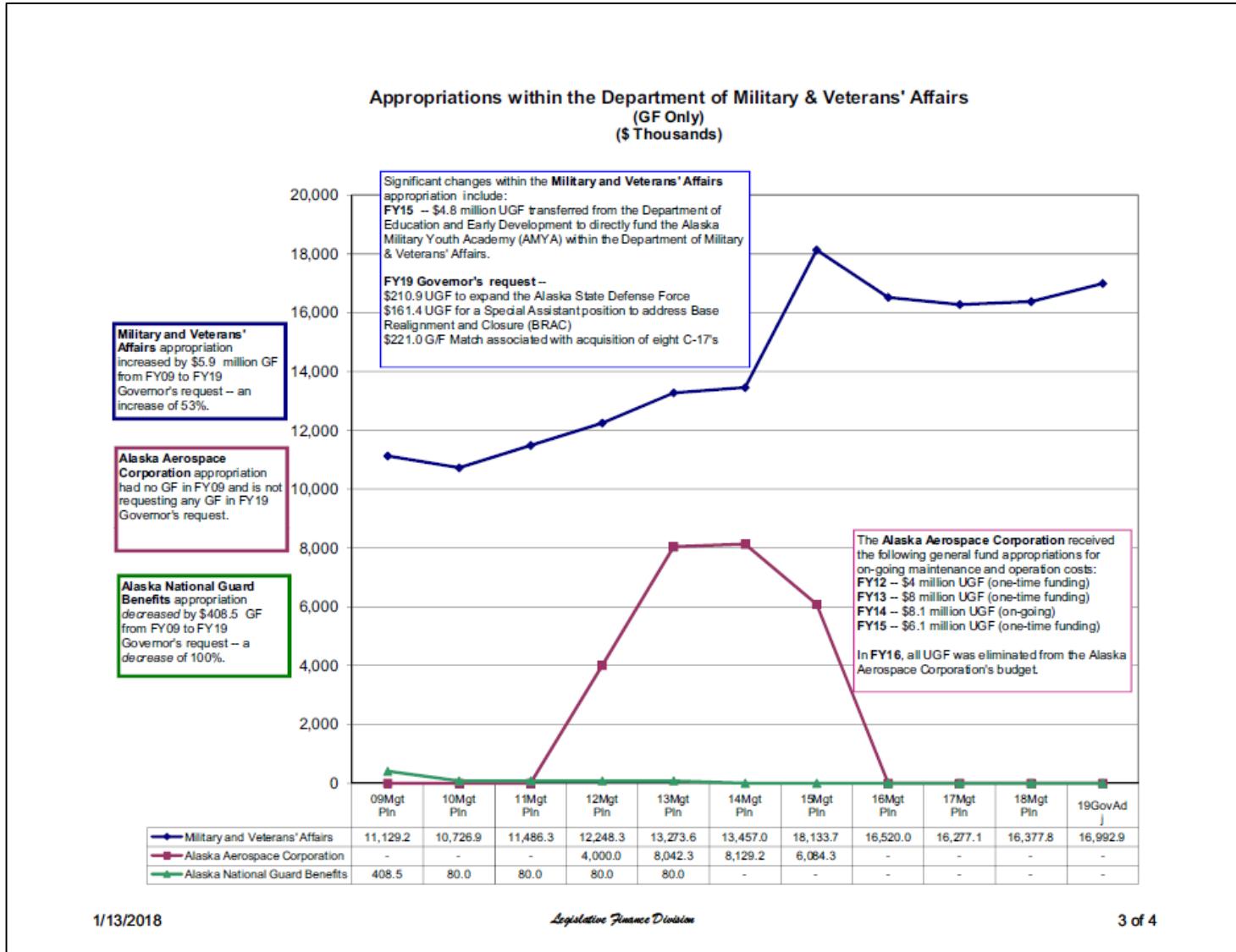
# ***Funding Profile History***

## **(FY17 Constant Yr \$\$ – GF Only)**





# Funding Profile History (By Appropriation - GF Only)





# FY19 Operating Budget Requests



## Reduce:

- Reduce Excess Federal Authority in Army Guard Facilities Maintenance
- Armory Divestiture Plan
- Leverage Federal Receipts to Fund Veterans' Services Personal Services Expenditures
- Proactive Management of AMYA Staffing Hours to Minimize Overtime Expenditures

## Maintain:

- Baseline Funding for Core Programs
- Move National Guard Military Headquarters Structure to Office of the Commissioner

## Grow:

- Federal Authority and GF Match Associated with Gain of C-17 Mission
- Expand Alaska State Defense Force for Rural Engagement
- Special Assistant to Protect and Grow Department of Defense Investment in Alaska
- Emergency Management Specialist II to Provide Support Planning & Preparedness
- Airport Leasing Specialist II to Provide Real Estate Services



# FY18 Supplemental Requests



- Federal Authority and GF Match Associated with Gain of C-17 Mission (663.0 Fed , 221.0 GF)
- Special Assistant to Protect and Grow Department of Defense Investment in Alaska (94.1GF)
- DRF Increase Due to Low Balance and Estimated Amount Needed for Spring Disasters (2,000.0 GF)



# ***FY19 Capital Budget Requests***



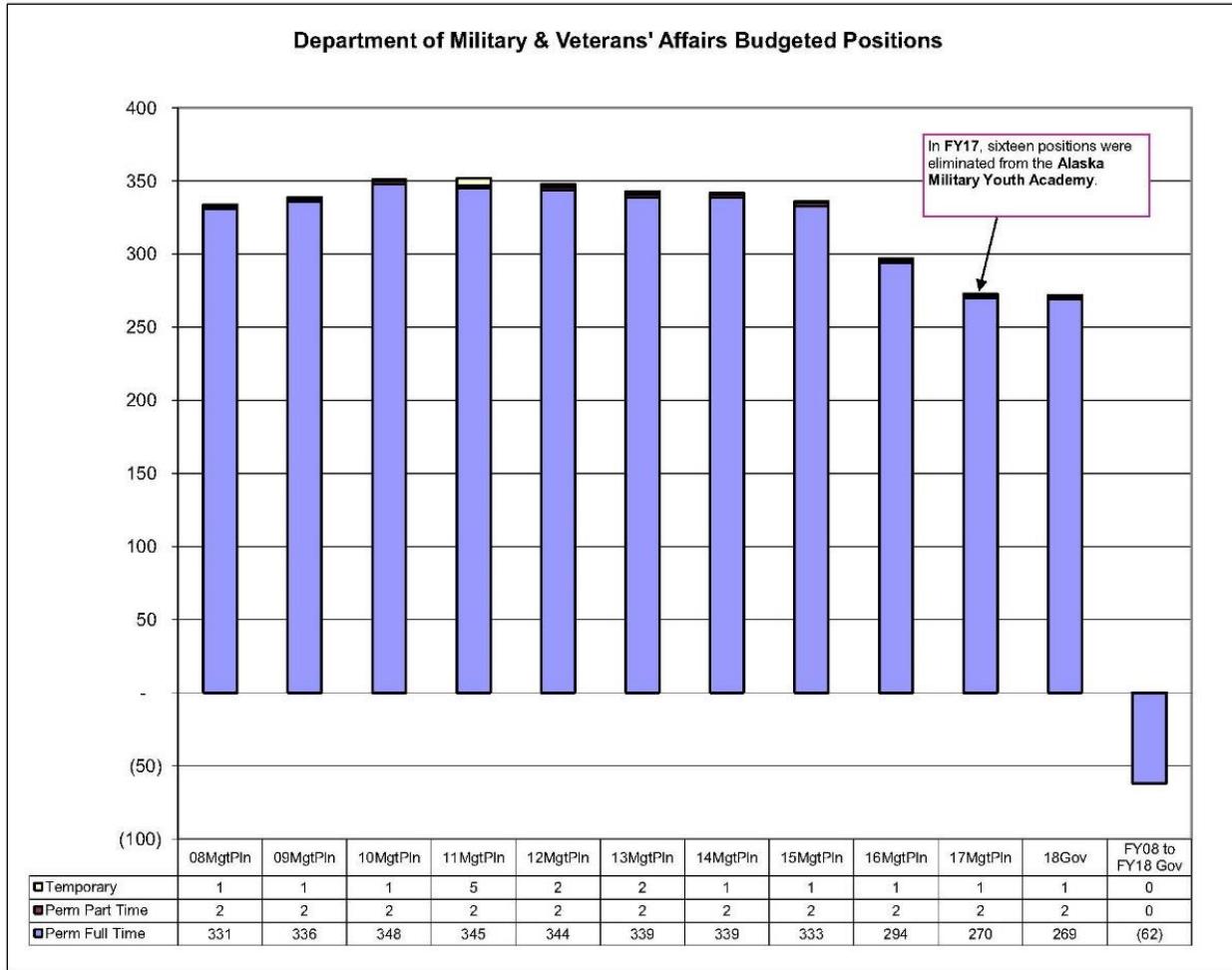
- State Homeland Security Grant Programs (8,500.0 Fed)
- National Guard Counterdrug (CD) Support (100.0 Fed)

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- DMVA will compete with other SOA agencies for Deferred Maintenance funding, pending passage of the Alaska Economic Recovery Plan



# Budgeted Position History



**FY19: 277 FT/2 PT Positions (FY14 -> FY19: 18% Reduction -- 63 Positions in Last 5 Yrs!)**



# *Recruitment Actions/Vacancy History*



- Programs Operating @ Min Funding/Staffing Levels to Avoid Mission Failure
  - 60 Positions Reduced Over Last 5 Years
- Active Recruitment/Hiring Actions a Key Leadership Priority
  - Two Long-Term Vacancies Over the Past Year Across More Than 270 Positions
    - DMVA: Internet Specialist - Fourth recruitment recently closed, interviews forthcoming
    - AAC: Director of Facilities & Operations (\$0 GF; AAC will address)



# Allocation/Program Summary (FY19 Gov Request)



Allocation and/or Program	Funding (in thousands)	# of Employees	# of Alaskans Served	% cost Through Fees	Rating of Importance to Mission	Rating of Effectiveness	Constitution Requirement	Federally Required	Required by Statute
Entire Department	<b>57,891.1:</b> 16,964.5 UGF, 28.4 DGF, 10,206.7 Other, 30,691.5 Fed ----- <b>Fed received</b> <b>743,982,338</b>	277 perm full-time, 2 perm-part time	All	n/a	Critical	High	See below	See below	See below
Office of the Commissioner	<b>7,330.2:</b> 3,270.2 UGF, 1,940.0 Other, 2,120.0 Fed	49 perm full-time			Critical	High	Yes <i>Article III Sections 19 &amp; 25</i>	Yes, to have Air & Army National Guard (ATAGs)	Yes <i>Sec. 44.35.010, Sec. 26.05.160 and Sec. 26.05.180</i>
Homeland Security & Emergency Management	<b>9,517.9:</b> 2,465.4 UGF, 2,988.3 Other, 4,064.2 Fed ----- <b>Fed received</b> <b>4,212.5</b>	62 perm full-time			Critical	High	Yes <i>Article VII Sections 4 &amp; 5</i>	Yes, to receive federal disaster and mitigation funds	Yes <i>Sec. 26.23.040</i>
Local Emergency Planning Committee	<b>300.0:</b> 300.0 UGF	0			Important	High	No		Yes <i>Sec. 26.23.073</i>



# Allocation/Program Summary (FY19 Gov Request)



Allocation and/or Program	Funding (in thousands)	# of Employees	# of Alaskans Served	% cost Through Fees	Rating of Importance to Mission	Rating of Effectiveness	Constitution Requirement	Federally Required	Required by Statute
National Guard Military Headquarters	<b>0:</b> 0 UGF	0			N/A	N/A	N/A	N/A	N/A
Army Guard Facilities Maintenance	<b>11,628.0:</b> 2,660.2 UGF, 27.4 DGF, 1,554.4 Other, 7,386.0 Fed ----- <b>Fed received 120,576.7</b>	46 perm full-time, 1 perm part-time			Critical	High	Yes <i>Article III. Section 19</i>	Yes, to have an Army National Guard	Yes Sec. 26.05.230
Air Guard Facilities Maintenance	<b>6,829.6:</b> 1,892.7 UGF, 13.7 Other, 4,923.2 Fed ----- <b>Fed received 219,186.4</b>	36 perm full-time			Critical	High	Yes <i>Article III. Section 19</i>	Yes, in order to have an Air National Guard	Yes Sec. 26.05.230
Alaska Military Youth Academy	<b>8,758.4:</b> 4,577.1 UGF, 1.0 DGF, 34.2 Other, 4,146.1 Fed ----- <b>Fed received 3,828.3</b>	66 perm full-time, 1 perm part-time	450 cadets/year and impacted family and community		Critical	High	No, but function provided is required by Article VII. Section 1	Yes, in order to receive separate Dept. of Defense funding for youth intervention	Yes Sec. 44.35.020



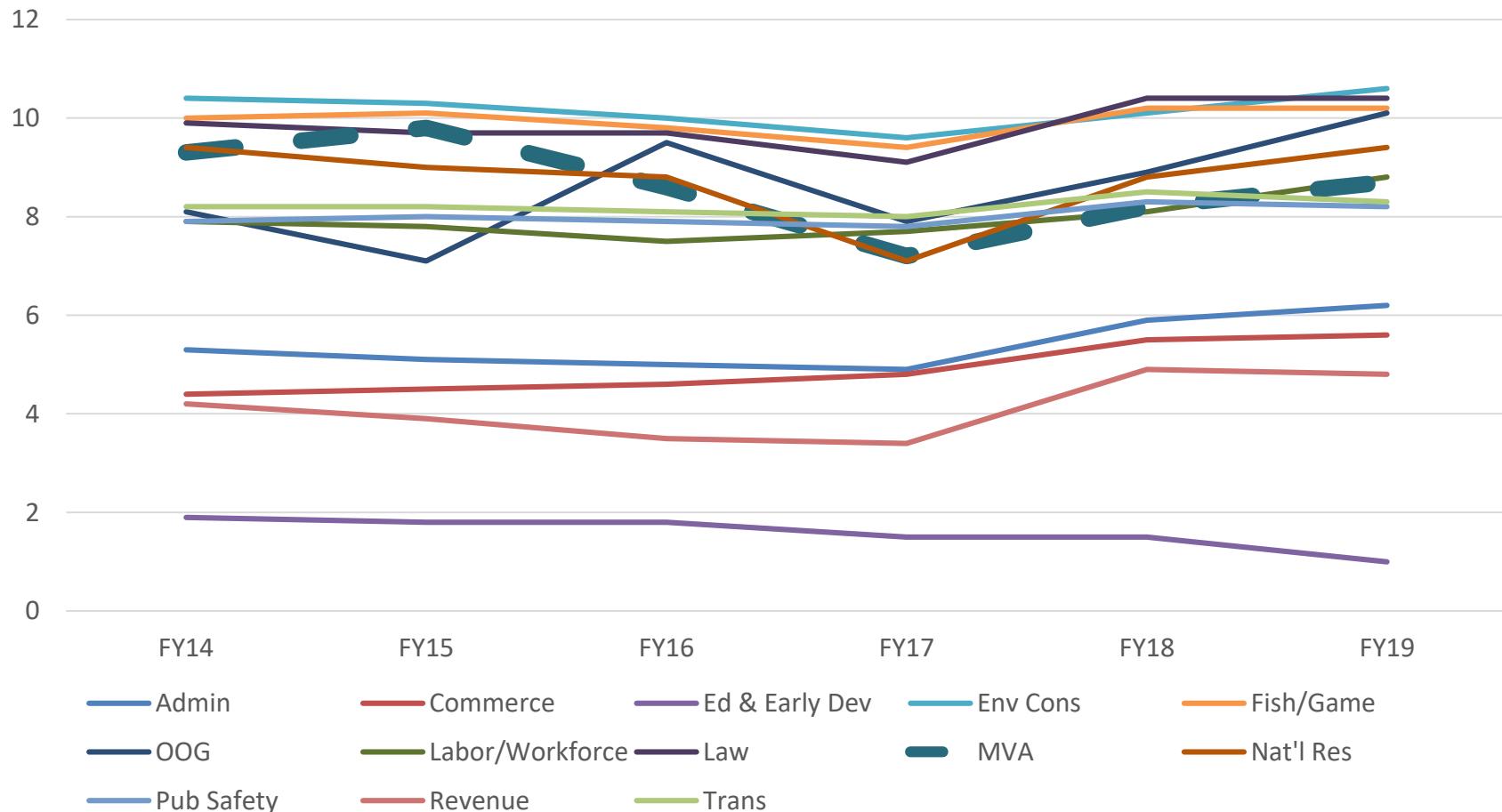
# Allocation/Program Summary (FY19 Gov Request)



Allocation and/or Program	Funding (in thousands)	# of Employees	# of Alaskans Served	% cost Through Fees	Rating of Importance to Mission	Rating of Effectiveness	Constitution Requirement	Federally Required	Required by Statute
Veterans' Services	<b>2,155.4:</b> 1,793.9 UGF, 11.3 Other, 350.2 Fed ----- <b>Fed received 396,178.4</b>	4 perm full-time	68,276 veterans and their 161,207 dependents, survivors and extended families		Critical	High	Yes <i>Article VII Sections 4 &amp; 5</i>	No, but federal benefits to Alaskans reduced by over 50% without it	Yes <i>Sec. 44.35.020</i>
State Active Duty	<b>325.0:</b> 5.0 UGF, 320.0 Other	0			Critical	High	No, but militia is not available for state service without it	No	Yes <i>Sec. 26.05.070</i>
Alaska Aerospace Corporation Headquarters	<b>4,121.2:</b> 1,348.3 Other, 2,772.9 Fed	6 perm full-time			Important	High	No		No
Alaska Aerospace Corporation Facilities Maintenance	<b>6,925.4:</b> 1,996.5 Other, 4,928.9 Fed	8 perm full-time			Important	High	No		No



# Health Care Costs as Percentage of Total Funding – All SOA Agencies\*



\*Note: Does not include Corrections & H&HS

**FY14 -> FY19 (9.3% -> 8.7%): DMVA Health Care Costs 6-Year Average @ 8.6%**



# ***Approach to Lowering SoA Health Care Costs***



- DMVA's Promotion of Healthy Lifestyle Includes:
  - Uniformed members of the AK National Guard (AKNG) must comply with height/weight/fitness standards
  - Warrior & Family Services offers DMVA members/families nutrition, fitness, and mental health information/resources
  - Major DMVA locations (e.g. Anchorage/Juneau) have fitness equipment available to all assigned personnel
    - Two mile walking trail adjacent to the Anchorage AKNG Armory
    - Anchorage AKNG Armory's long hallways provide inclement weather opportunities
    - Juneau (Auke Bay) Armory is a Joint Use Facility with UAS with indoor track & fitness equipment
  - AMYA Cadets participate in regular physical activity, led by AMYA Cadre members
  - AKNG Chaplains provide spiritual wellness services to all DMVA members



# ***Program Issues/Challenges***



- Small Department – BIG Impact
- Programs Operating @ Min Funding/Staffing Levels to Avoid Mission Failure
  - 60 Positions Reduced Over Last 5 Years
- Investing Further Where Mission Dictates
  - Smartly Leveraging Other Fund Sources, When Available

