State of Alaska Fiscal Summary--FY18 and FY19 (Part 1)

($ millions)

		FY18 Management Plan + Governor's Supplemental						FY19 Governor						Change in UGF	
		Unrestricted General Funds	Designated General Funds	Total General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Total General Funds	Other State Funds	Federal Receipts	All Funds	$	%
1	**REVENUE**	2,865.8	1,002.3	3,868.1	727.6	3,965.5	8,561.2	4,815.4	834.7	5,650.1	741.0	3,670.5	10,061.6	1,949.6	68.0%
2	Unrestricted General Fund Revenue (Dec 17 Forecast) (1)	2,081.6	-	2,081.6	-	-	2,081.6	2,047.1	-	2,047.1	-	-	2,047.1		
3	Revenue Adjustments (2)	-	-	-	-	-	-	(17.8)	-	(17.8)	-	-	(17.8)		
4	Royalties Beyond 25% Constitutional Dedication (3)	-	-	-	-	-	-	56.5	-	56.5	-	-	56.5		
5	Percent of Market Value Payout from ERA for Government	-	-	-	-	-	-	1,910.7	-	1,910.7	-	-	1,910.7		
6	Percent of Market Value Payout from ERA for Dividends	-	-	-	-	-	-	818.9	-	818.9	-	-	818.9		
7	Transfer from ERA for Dividends (FY18)	760.0	-	760.0	-	-	760.0	-	-	-	-	-	-		
8	Carryforward, Repeals, and Reappropriations (4)	24.2	35.0	59.2	-	0.6	59.8	-	-	-	-	-	-		
9	Restricted Revenue (5)	-	967.3	967.3	727.6	3,964.9	5,659.8	-	834.7	834.7	741.0	3,670.5	5,246.2		
	APPROPRIATIONS														
10	**TOTAL OPERATING APPROPRIATIONS**	4,220.5	960.5	5,180.9	662.0	2,777.1	8,620.1	4,430.7	796.5	5,227.2	640.9	2,660.1	8,528.3	210.2	5.0%
11	**Agency Operations**	3,751.1	912.7	4,663.8	583.1	2,749.5	7,996.4	3,916.4	774.2	4,690.7	587.3	2,632.2	7,910.2	165.3	4.4%
12	Current Fiscal Year Appropriations	3,751.1	912.7	4,663.8	583.1	2,749.5	7,996.4	3,916.4	774.2	4,690.7	587.3	2,632.2	7,910.2	165.3	4.4%
13	Agency Operations (Non-Formula)	1,783.7	856.5	2,640.2	555.4	926.2	4,121.7	1,825.7	723.1	2,548.8	574.6	921.3	4,044.8	42.0	2.4%
14	K-12 Foundation and Pupil Transportation (Formula)	1,255.5	-	1,255.5	20.0	20.8	1,296.3	1,249.9	-	1,249.9	23.3	20.8	1,294.0	(5.6)	-0.4%
15	Medicaid Services (Formula)	564.2	0.5	564.7	6.7	1,165.1	1,736.5	691.4	0.9	692.3	7.4	1,584.0	2,283.8	127.2	22.5%
16	Other Formula Programs	147.7	55.7	203.4	-	109.1	312.5	149.4	50.2	199.7	(18.0)	106.0	287.7	1.8	1.2%
17	Revised Programs Legislatively Approved (RPLs)	-	-	-	1.0	528.3	529.3	-	-	-	-	-	-	-	
18	*Duplicated Authorization (non-additive) (6)*	-	-	-	*786.1*	-	*786.1*	-	-	-	*772.7*	-	*772.7*	-	
19	**Statewide Items**	469.4	47.8	517.1	79.0	27.6	623.7	514.3	22.3	536.6	53.6	27.9	618.1	44.9	9.6%
20	Current Fiscal Year Appropriations	469.4	47.8	517.1	79.0	27.6	623.7	514.3	22.3	536.6	53.6	27.9	618.1	44.9	9.6%
21	Debt Service	209.4	18.6	228.0	72.7	5.2	306.0	201.6	22.2	223.8	47.2	5.2	276.3	(7.8)	-3.7%
22	Fund Capitalization	90.7	0.1	90.9	6.2	22.4	119.5	41.7	0.1	41.8	6.4	22.7	70.9	(49.0)	-54.0%
23	*Community Assistance*	*8.0*	-	*8.0*	-	-	*8.0*	-	-	-	-	-	-	*(8.0)*	-100.0%
24	*Oil & Gas Production Tax Credits*	*57.0*	-	*57.0*	-	-	*57.0*	-	-	-	-	-	-	*(57.0)*	-100.0%
25	*REAA School Fund*	*40.6*	-	*40.6*	-	-	*40.6*	*39.7*	-	*39.7*	-	-	*39.7*	*(1.0)*	-2.4%
26	*Public Education Fund*	*(17.0)*	-	*(17.0)*	-	-	*(17.0)*	-	-	-	-	-	-	*17.0*	-100.0%
27	*Other Fund Capitalization*	*2.1*	*0.1*	*2.2*	*6.2*	*22.4*	*30.9*	*2.0*	*0.1*	*2.1*	*6.4*	*22.7*	*31.2*	*(0.0)*	-1.1%
28	State Payments to Retirement Systems	163.5	29.0	192.5	-	-	192.5	271.0	-	271.0	-	-	271.0	107.5	65.7%
29	Judgments, Claims and Settlements	5.7	-	5.7	-	-	5.7	-	-	-	-	-	-	(5.7)	-100.0%
30	*Duplicated Authorization (non-additive) (6)*	-	-	-	*14.4*	-	*14.4*	-	-	-	*13.9*	-	*13.9*	-	
31	**TOTAL CAPITAL APPROPRIATIONS**	132.0	28.2	160.2	65.6	1,188.4	1,414.1	150.1	24.7	174.8	100.0	1,010.4	1,285.2	18.1	13.7%
32	Current Fiscal Year Appropriations	132.0	28.2	160.2	65.6	1,188.4	1,414.1	150.1	24.7	174.8	100.0	1,010.4	1,285.2	18.1	13.7%
33	Project Appropriations & RPLs	132.0	28.2	160.2	65.6	1,188.4	1,414.1	150.1	24.7	174.8	100.0	1,010.4	1,285.2	18.1	13.7%
34	*Duplicated Authorization (non-additive) (6)*	-	-	-	*19.6*	-	*19.6*	-	-	-	*32.6*	-	*32.6*	-	
35	*Money on the Street (includes all fund sources) (7)*	*138.0*	*28.2*	*166.2*	*93.4*	*1,188.4*	*1,447.9*	*150.1*	*24.7*	*174.8*	*132.6*	*1,010.4*	*1,317.8*	*12.1*	*8.7%*
36	**Pre-Permanent Fund Authorization** (unduplicated)	4,352.5	988.6	5,341.1	727.6	3,965.5	10,034.2	4,580.7	821.2	5,402.0	741.0	3,670.5	9,813.5	228.3	5.2%
37	**Permanent Fund Earnings Reserve**	760.0	-	760.0	-	-	760.0	818.9	-	818.9	-	-	818.9	58.9	7.7%
38	Permanent Fund Dividends	760.0	-	760.0	-	-	760.0	818.9	-	818.9	-	-	818.9	58.9	7.7%
39	Inflation Proofing Deposits to Principal from the ERA	-	-	-	-	-	-	2,393.0	-	2,393.0	-	-	2,393.0		
40	Inflation Proofing Deposits from ERA to Principal	-	-	-	-	-	-	(2,393.0)	-	(2,393.0)	-	-	(2,393.0)		
41	**Pre-Transfers Authorization** (unduplicated)	5,112.5	988.6	6,101.1	727.6	3,965.5	10,794.2	5,399.6	821.2	6,220.9	741.0	3,670.5	10,632.4	287.2	5.6%
42	*Pre-Transfer Balance to/(from) the CBR/SBR (8)*	*(2,246.6)*	*Revenue Covers*		*56.1%*	*of Appropriations*		*(584.2)*	*Revenue Covers*		*89.2%*	*of Appropriations*			
43	**Fund Transfers (9)**	(64.6)	13.7	(50.9)	-	-	(50.9)	(21.2)	13.4	(7.8)	-	-	(7.8)	43.4	-67.2%
44	Current Fiscal Year Transfers	(64.6)	13.7	(50.9)	-	-	(50.9)	(21.2)	13.4	(7.8)	-	-	(7.8)	43.4	-67.2%
45	Undesignated Reserves (Alaska Housing Capital Corp)	-	-	-	-	-	-	(21.8)	-	(21.8)	-	-	(21.8)	(21.8)	
46	Statutory Budget Reserve Fund	(95.6)	-	(95.6)	-	-	(95.6)	-	-	-	-	-	-	95.6	-100.0%
47	Oil & Hazardous Substance Fund	15.9	2.2	18.1	-	-	18.1	14.6	1.9	16.5	-	-	16.5	(1.3)	-8.2%
48	Renewable Energy Fund	-	-	-	-	-	-	-	1.0	1.0	-	-	1.0	-	
49	Vaccine Assessment Account	-	10.5	10.5	-	-	10.5	-	10.5	10.5	-	-	10.5	-	
50	Alaska Capital Income Fund	15.1	-	15.1	-	-	15.1	(14.0)	-	(14.0)	-	-	(14.0)	(29.1)	-192.7%
51	**Post-Transfers Authorization** (unduplicated)	5,047.9	1,002.3	6,050.2	727.6	3,965.5	10,743.3	5,378.4	834.7	6,213.1	741.0	3,670.5	10,624.6	330.5	6.5%
52	*Post-Transfer Balance to/(from) the CBR/SBR (8)*	*(2,182.1)*	*Revenue Covers*		*56.8%*	*of Appropriations*		*(563.0)*	*Revenue Covers*		*89.5%*	*of Appropriations*			

January 8, 2018

State of Alaska Fiscal Summary--FY18 and FY19 (Part 1)

($ millions)

#		FY18 Management Plan + Governor's Supplemental						FY19 Governor						Change in UGF	
		Unrestricted General Funds	Designated General Funds	Total General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Total General Funds	Other State Funds	Federal Receipts	All Funds	$	%
53	**FISCAL YEAR SUMMARY**	5,047.9	1,002.3	6,050.2	727.6	3,965.5	10,743.3	5,378.4	834.7	6,213.1	741.0	3,670.5	10,624.6	330.5	6.5%
54	Agency Operations	3,751.1	912.7	4,663.8	583.1	2,749.5	7,996.4	3,916.4	774.2	4,690.7	587.3	2,632.2	7,910.2	165.3	4.4%
55	Statewide Items	469.4	47.8	517.1	79.0	27.6	623.7	514.3	22.3	536.6	53.6	27.9	618.1	44.9	9.6%
56	Permanent Fund Earnings Reserve	760.0	-	760.0	-	-	760.0	818.9	-	818.9	-	-	818.9	58.9	7.7%
57	Total Operating	4,980.5	960.5	5,940.9	662.0	2,777.1	9,380.1	5,249.6	796.5	6,046.1	640.9	2,660.1	9,347.2	269.1	5.4%
58	Capital	132.0	28.2	160.2	65.6	1,188.4	1,414.1	150.1	24.7	174.8	100.0	1,010.4	1,285.2	18.1	13.7%
59	*Transfers*	*(64.6)*	*13.7*	*(50.9)*	-	-	*(50.9)*	*(21.2)*	*13.4*	*(7.8)*	-	-	*(7.8)*	*43.4*	*-67.2%*
60	**Supplemental Appropriations (10)**	170.1	44.4	214.5	8.1	0.7	223.3	-	-	-	-	-	-	(170.1)	-100.0%
61	Agency Operations	139.6	0.4	140.0	-	0.7	140.6	-	-	-	-	-	-	(139.6)	
62	Statewide Items	0.7	30.0	30.7	-	-	30.7	-	-	-	-	-	-	(0.7)	
63	Community Assistance	-	30.0	30.0	-	-	30.0	-	-	-	-	-	-	-	
64	Klutina Lake Road	0.4	-	0.4	-	-	0.4	-	-	-	-	-	-	(0.4)	
65	Judgments, Claims and Settlements	0.3	-	0.3	-	-	0.3	-	-	-	-	-	-	(0.3)	
66	Capital	6.0	-	6.0	8.1	-	14.1	-	-	-	-	-	-	(6.0)	
67	Fund Transfers	23.9	14.0	37.9	-	-	37.9	-	-	-	-	-	-	(23.9)	
68	AMHS Fund	23.9	-	23.9	-	-	23.9	-	-	-	-	-	-	(23.9)	
69	Renewable Energy Fund	-	14.0	14.0	-	-	14.0	-	-	-	-	-	-	-	
70	**Governor's Legislation and Supermajority Votes (11)**														
71	Revenue	-	-	-	-	-	-	200.3	-	200.3	-	-	200.3		
72	Alaska Economic Recovery Act Revenue	-	-	-	-	-	-	160.0	-	160.0	-	-	160.0		
73	Motor Fuel Tax	-	-	-	-	-	-	40.3	-	40.3	-	-	40.3		
74	Changes in Expenditures	-	-	-	-	-	-	309.0	8.0	317.0	18.0	98.0	433.0		
75	Fiscal Note for Public School Trust Fund	-	-	-	-	-	-	(18.0)	-	(18.0)	18.0	-	-		
76	Fiscal Note for Senior Benefit Payment Program	-	-	-	-	-	-	20.0	-	20.0	-	-	20.0		
77	Fiscal Note for Oil & Gas Tax Credits Financing	-	-	-	-	-	-	27.0	-	27.0	-	-	27.0		
78	Alaska Economic Recovery Act Spending	-	-	-	-	-	-	280.0	8.0	288.0	-	98.0	386.0		
79	Total Revenue with Governor's Legislation	2,865.8	1,002.3	3,868.1	727.6	3,965.5	8,561.2	5,015.7	834.7	5,850.4	741.0	3,670.5	10,261.9	2,149.9	75.0%
80	Total Auth with Governor's Legislation + Supps	5,218.1	1,002.3	6,050.2	727.6	3,965.5	10,743.3	5,687.4	842.7	6,530.1	759.0	3,768.5	11,057.6	469.4	9.0%
81	Transfer from CBR (12)	2,352.2						425.5							
82	Transfer from SBR (12)	-						172.4							
83	Remaining Deficit (12)	-		*Revenue Covers*	*54.9%*	*of Appropriations*		(73.8)		*Revenue Covers*	*88.2%*	*of Appropriations*			

Notes:

January 8, 2018

(1) The Department of Revenue's Fall 2017 oil forecast for FY18 is 0.533 mbd at $56.00 per barrel; the FY19 forecast is 0.526 mbd at $57.00 per barrel.

(2) There are two adjustments to the revenue forecast due to late corporate dividend announcements: AHFC is reduced by $12.6 million and AIDEA is reduced by $5.3 million.

(3) The FY18 revenue forecast reflects the minimum (25%) deposit to the Permanent Fund. The forecast for FY19 has an additional $56.5 million going to the Permanent Fund, while the Governor's budget proposes reducing the deposit to the minimum required, thereby increasing general fund revenue.

(4) Carryforward is money that was appropriated in a prior year that is made available for spending in a later year via multiyear appropriations. Repeals increase revenue by reducing prior year authorization. Total carryforward into FY19 will be unknown until the close of FY18. Reappropriations to operating budget funds are counted as UGF revenue.

(5) Restricted revenue equals spending for each category. Designated general funds include 1) program receipts that are restricted to the program that generates the receipts and 2) revenue that is statutorily designated for a specific purpose. Other funds have stricter restrictions on usage, and federal funds originate from the federal government and can be used only for a particular purpose.

(6) Duplicated authorization is in the budget twice, such as when funds flow in and out of a holding account or one agency pays another for services provided. Duplicated authorization also includes the expenditure of bond proceeds when debt service on bonds (which includes repayment of principal) will be reflected in future operating budgets.

(7) Including duplicated fund sources in the amount of capital spending provides a valuable measure of "money on the street" because it includes projects funded with bond proceeds and other duplicated fund sources

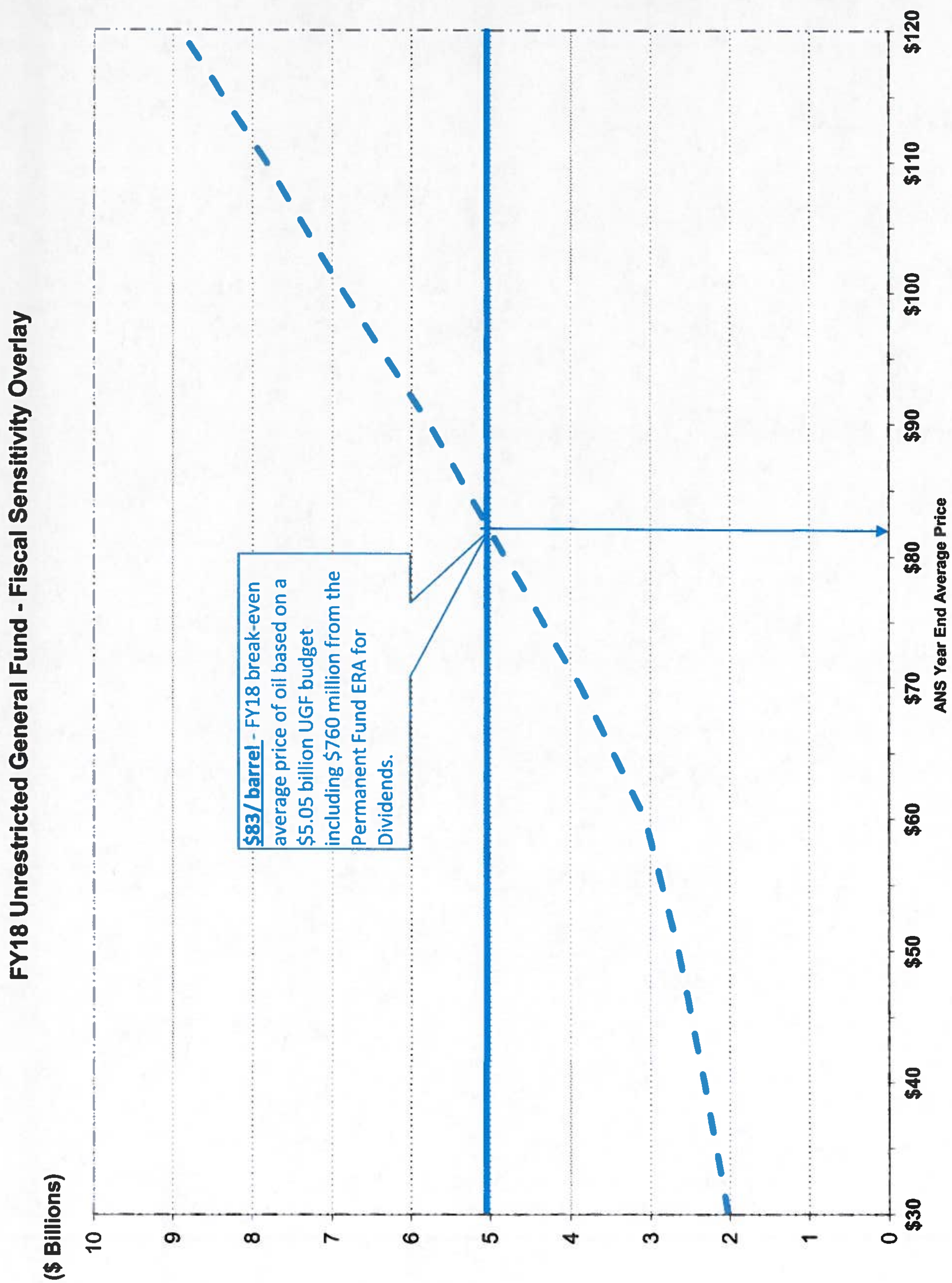
(8) The post transfer deficit for FY18, estimated to be $2.2 billion, will be drawn from the Constitutional Budget Reserve. The FY19 deficit will be drawn from the CBR, SBR, and other sources (see note 12).

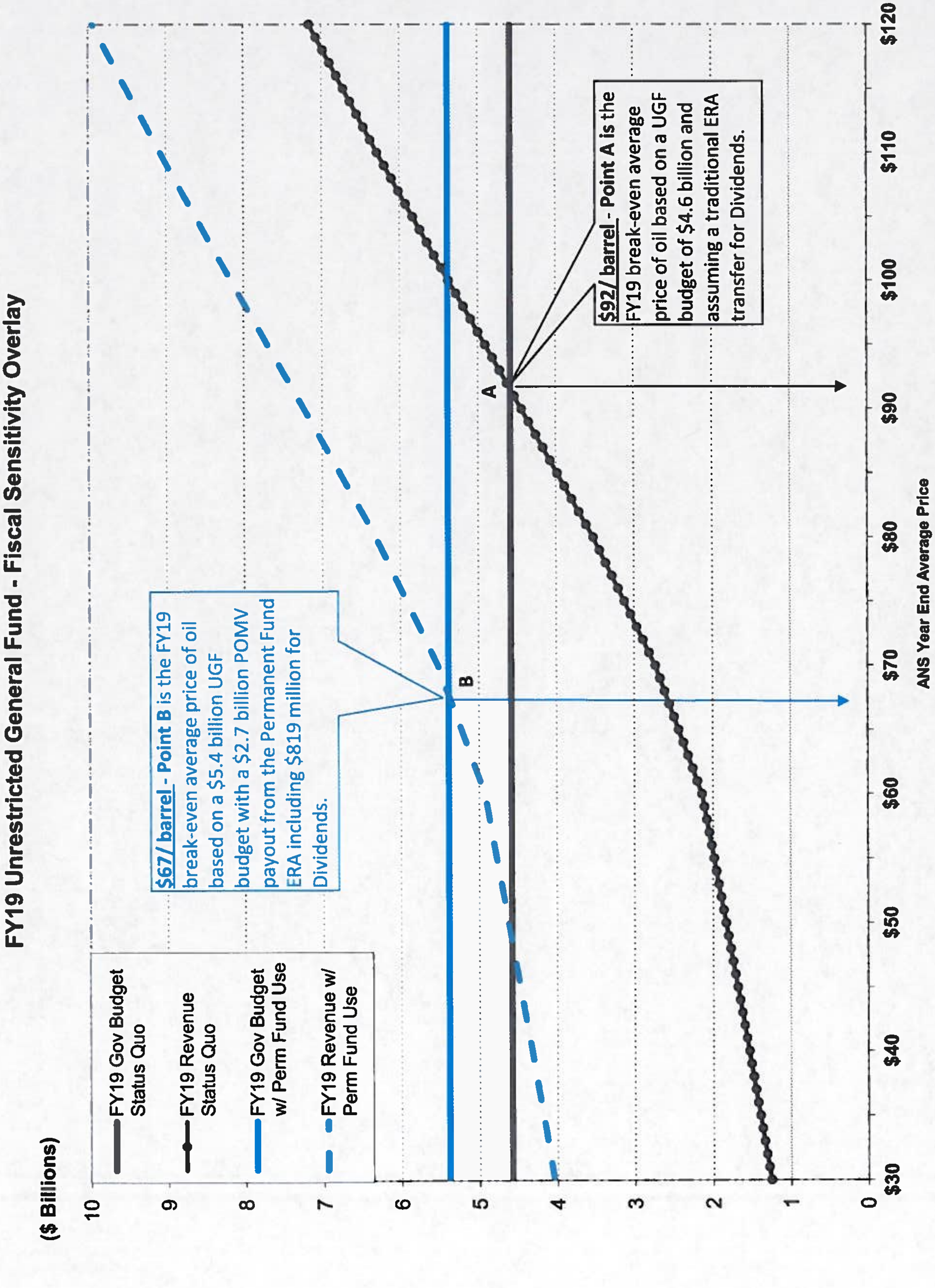
(9) "Fund Transfers" refer to appropriations that move money from one fund to another within the Treasury. Although transfers are not true expenditures, they reduce the amount of money available for other purposes so must be included in the calculation of the surplus/deficit. For reserve accounts, a positive number indicates a deposit and a negative number indicates a withdrawal. When money is withdrawn and spent, the expenditure is included in the operating or capital budget, as appropriate.

(10) Typically, supplemental requests are not included in the Governor's December 15 budget submission. The Governor submitted several supplemental items in the operating budget, but has until the 15th day of the legislative session to submit all supplemental requests. The CBR vote for the FY18 budget allowed for up to $200 million of UGF supplemental appropriations.

(11) The Governor's budget includes several items that require additional legislation to enact, which are listed here. In addition, the Governor's budget directly paid for items out of the CBR, which requires a supermajority vote. For clarity, these items are shown as a typical CBR draw.

(12) The Governor's budget has a fixed CBR draw of $425.5 million. The SBR contains $172.4 million, so draws from it must be limited to that amount. That leaves a remaining deficit of $73.8 that is unaddressed in the Governor's budget.


FY18 Unrestricted General Fund - Fiscal Sensitivity Overlay
($ Billions)
10
9
8
7
6
5
4
3
2
1
0
$30
$40
$50
$60
$70
$80
$90
$100
$110
$120
ANS Year End Average Price
$83/ barrel - FY18 break-even average price of oil based on a $5.05 billion UGF budget including $760 million from the Permanent Fund ERA for Dividends.



FY19 Unrestricted General Fund - Fiscal Sensitivity Overlay
($ Billions)
0
1
2
3
4
5
6
7
8
9
10
$30
$40
$50
$60
$70
$80
$90
$100
$110
$120
ANS Year End Average Price
FY19 Gov Budget Status Quo
FY19 Revenue Status Quo
FY19 Gov Budget w/ Perm Fund Use
FY19 Revenue w/ Perm Fund Use
$67/ barrel - Point B is the FY19 break-even average price of oil based on a $5.4 billion UGF budget with a $2.7 billion POMV payout from the Permanent Fund ERA including $819 million for Dividends.
$92/ barrel - Point A is the FY19 break-even average price of oil based on a UGF budget of $4.6 billion and assuming a traditional ERA transfer for Dividends.
A
B

State of Alaska Fiscal Summary-- FY18 and FY19 (Part 2)

($ millions)

Approximate Balances of Reserve Accounts

	FY18				FY19			
	BoY Balance	In	Out	EoY Balance	BoY Balance	In	Out	EoY Balance
Permanent Fund Principal -- Market Value (no appropriations allowed)	46,970.0	(780.0)	0.0	46,190.0	46,190.0	2,579.9	0.0	48,769.9
Undesignated Reserves	17,477.0	4,591.9	3,230.8	18,838.2	18,838.2	4,212.3	5,781.4	17,269.1
Total Excluding Permanent Fund	4,662.6	206.9	2,472.8	2,396.8	2,396.8	144.3	626.8	1,914.3
Constitutional Budget Reserve Fund (cash) (1)	4,373.3	166.6	2,352.2	2,187.7	2,187.7	116.3	425.5	1,878.5
Statutory Budget Reserve Fund (1)	268.0	-	95.6	172.4	172.4	-	137.5	34.9
Alaska Housing Capital Corporation Fund	21.8	0.2	-	22.0	22.0	-	21.8	0.2
Alaska Capital Income Fund	(0.4)	40.1	25.0	14.7	14.7	28.0	42.0	0.7
Permanent Fund Earnings Reserve Account	12,814.4	4,385.0	758.0	16,441.4	16,441.4	4,068.0	5,154.6	15,354.8
Designated Reserves	1,470.0	1,355.3	1,416.1	1,409.2	1,409.2	1,323.9	1,340.6	1,392.5
Alaska Higher Education Investment Fund	369.8	22.2	52.6	339.4	339.4	22.1	23.5	338.0
Community Assistance Fund	98.0	30.0	38.0	90.0	90.0	-	30.0	60.0
Power Cost Equalization Endowment	1,002.2	60.1	82.6	979.8	979.8	58.8	44.1	994.5
Reserves (Excluding Permanent Fund Principal)	18,947.1	5,947.2	4,646.9	20,247.4	20,247.4	5,536.2	7,122.0	18,661.5
Unrestricted General Fund Appropriations				5,218.1				5,378.4
Years of Reserves (Reserves/UGF Appropriations)				3.88				3.47

(1) The FY18 CBR draw includes the Governor's supplemental items. The FY19 CBR and SBR draws do not include the Governor's legislation.