

Department Overview FY2027 Budget



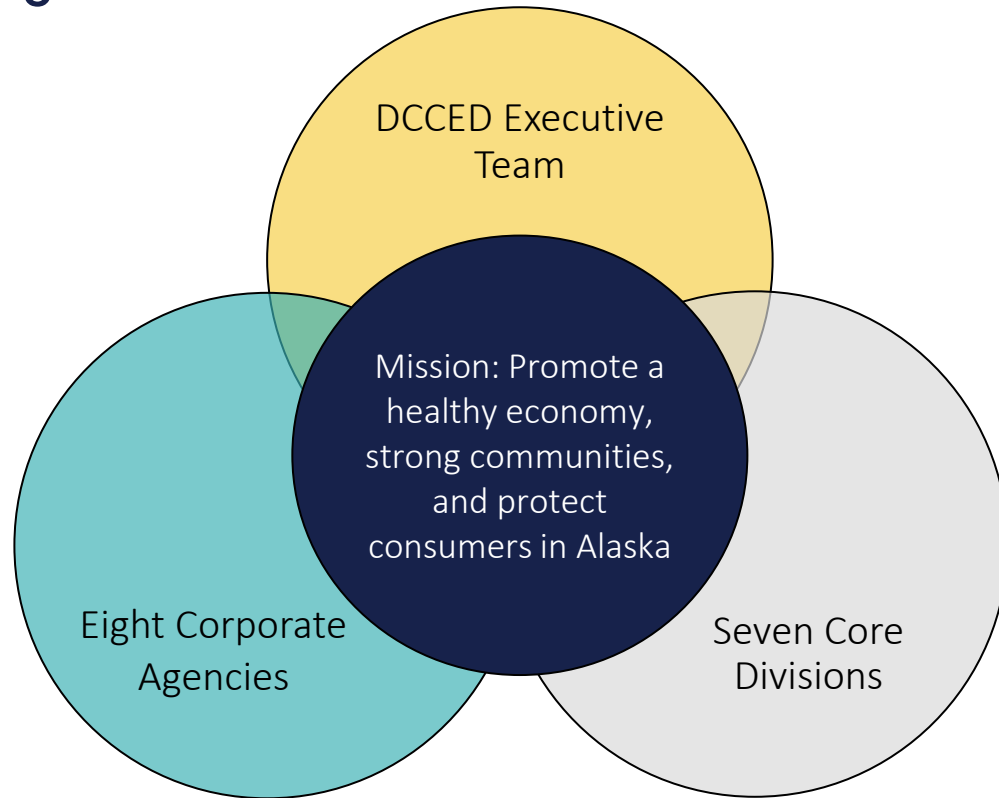
Julie Sande, Commissioner
Hannah Lager, Administrative Services Director

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

House Finance
Subcommittee

02/05/2026

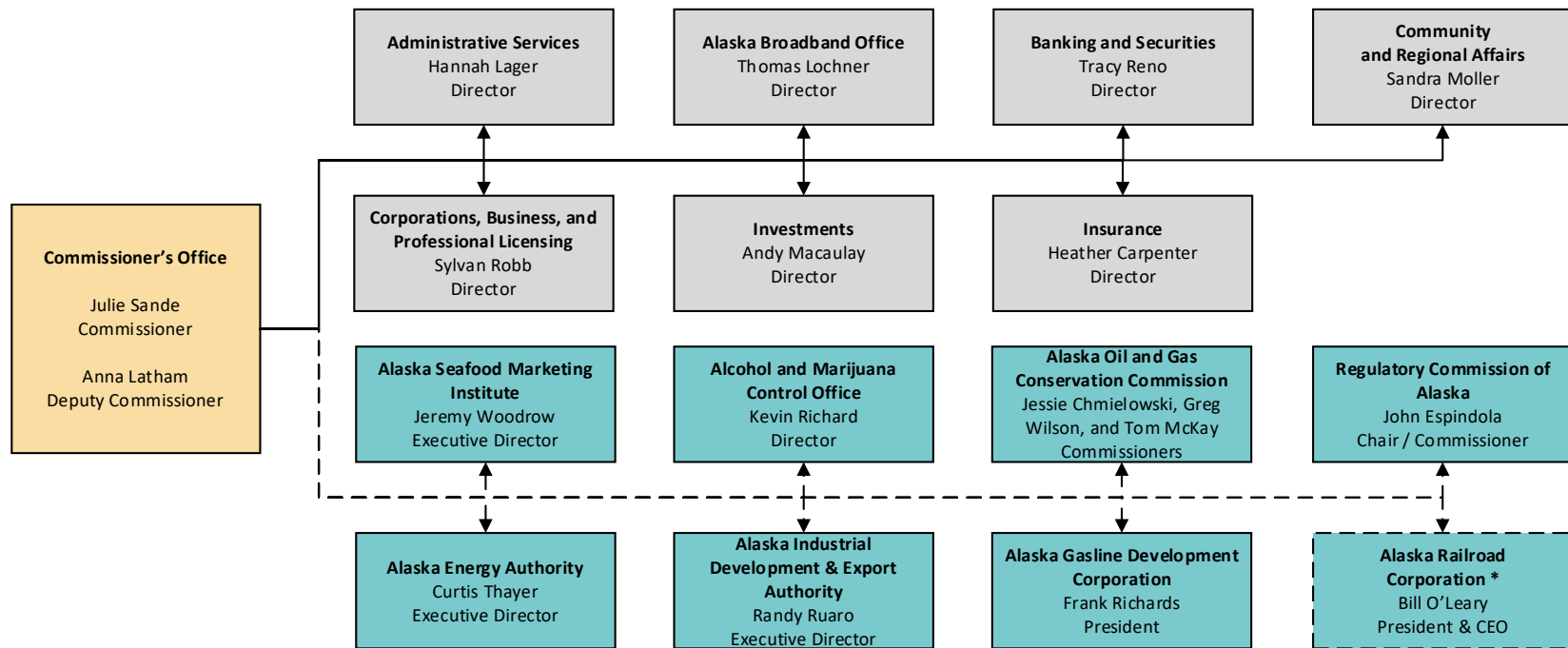
Mission and Organization



Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

Department Structure



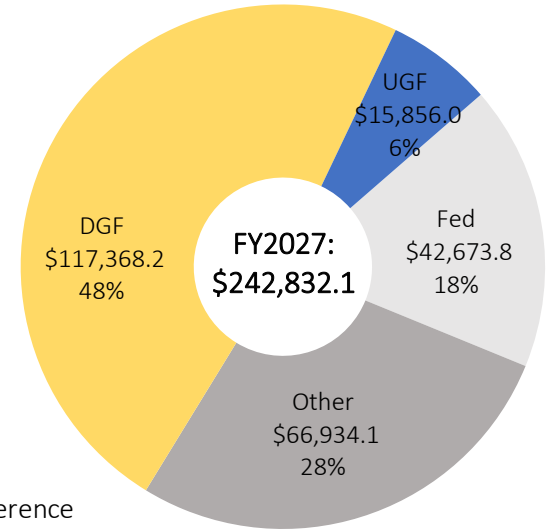
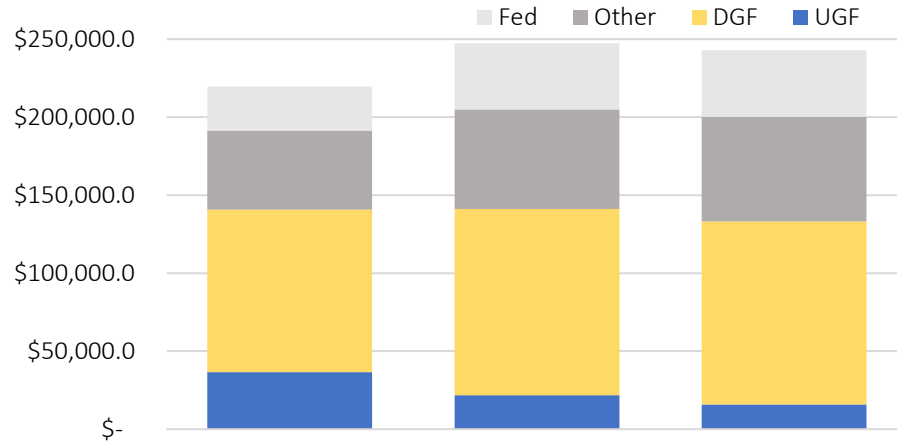
* The Alaska Railroad Corporation is housed within DCCED but exempt from the Executive Budget Act.



Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

Department Budget



| | FY2025 Actuals | | FY2026 Mgmt Plan | | FY2027 Governor | | \$ Difference FY2026 to FY2027 | % Difference FY2026 to FY2027 |
|--------------------|----------------|------------------|------------------|------------------|-----------------|------------------|-----------------------------------|----------------------------------|
| Fed | \$ | 28,070.4 | \$ | 42,563.7 | \$ | 42,673.8 | \$ 110.1 | 0.3% |
| Other | \$ | 50,692.5 | \$ | 63,707.0 | \$ | 66,934.1 | \$ 3,227.1 | 5.1% |
| DGF | \$ | 104,305.8 | \$ | 119,451.0 | \$ | 117,368.2 | \$ (2,082.8) | -1.7% |
| UGF | \$ | 36,476.9 | \$ | 21,722.7 | \$ | 15,856.0 | \$ (5,866.7) | -27.0% |
| Grand Total | \$ | 219,545.6 | \$ | 247,444.4 | \$ | 242,832.1 | \$ (4,612.3) | -1.9% |



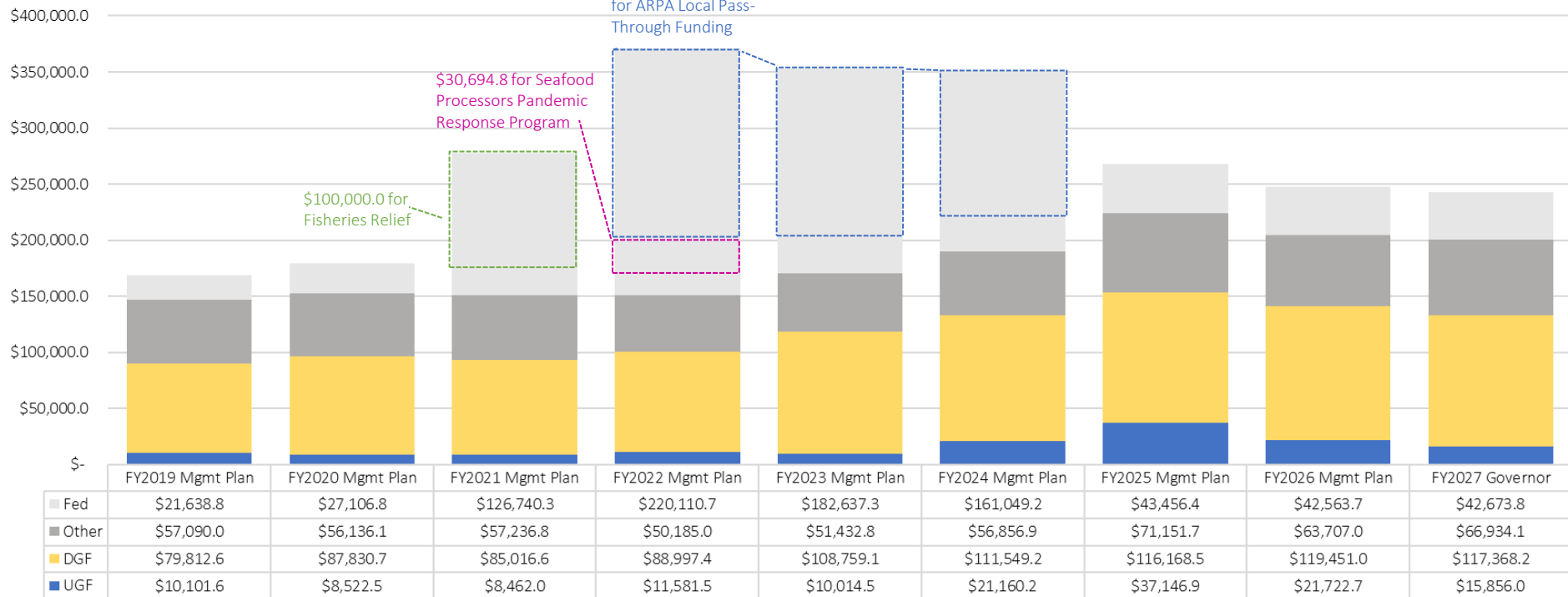
Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

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Budget Lookback



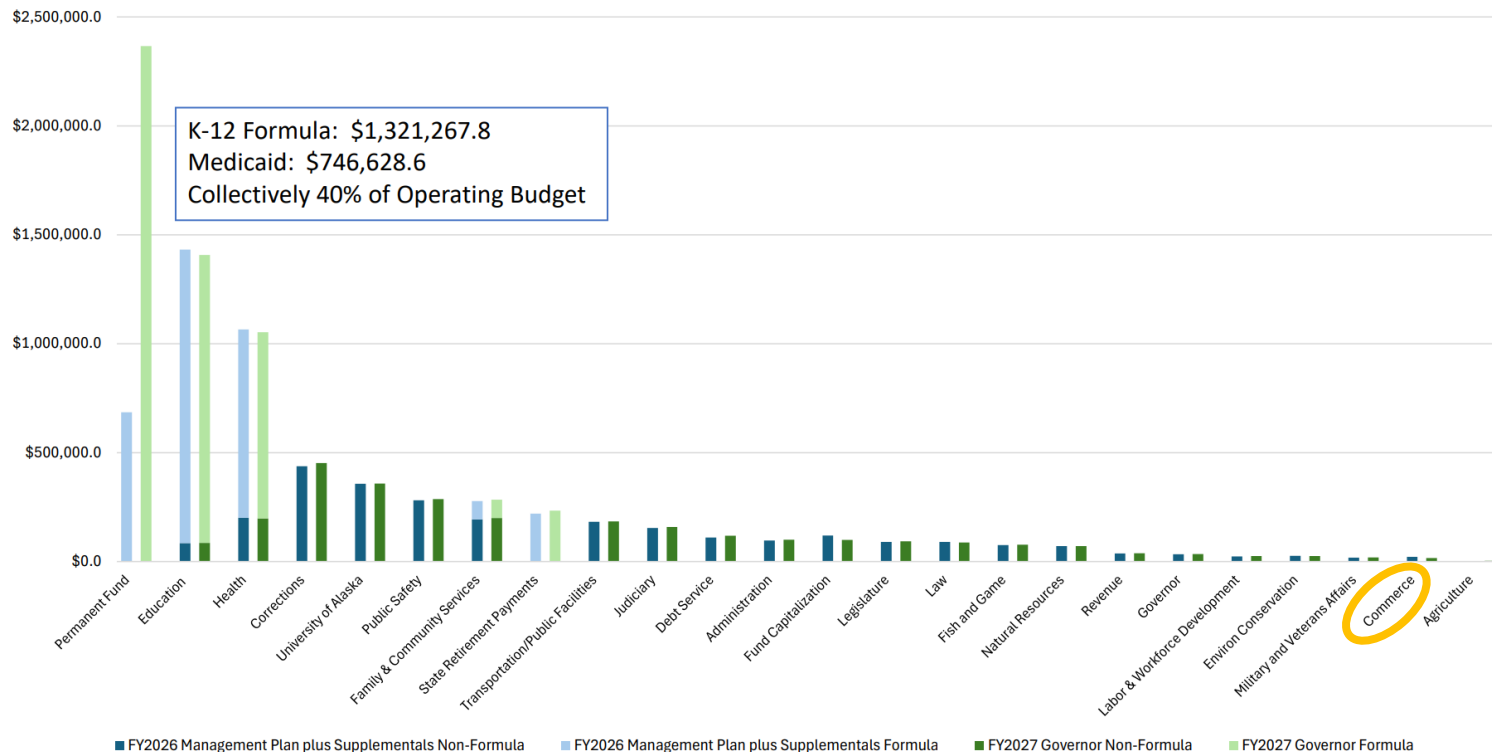
Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

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FY2027 Operating UGF by Department (Governor's Budget)



Source: OMB House Finance Committee Overview

Department Overview

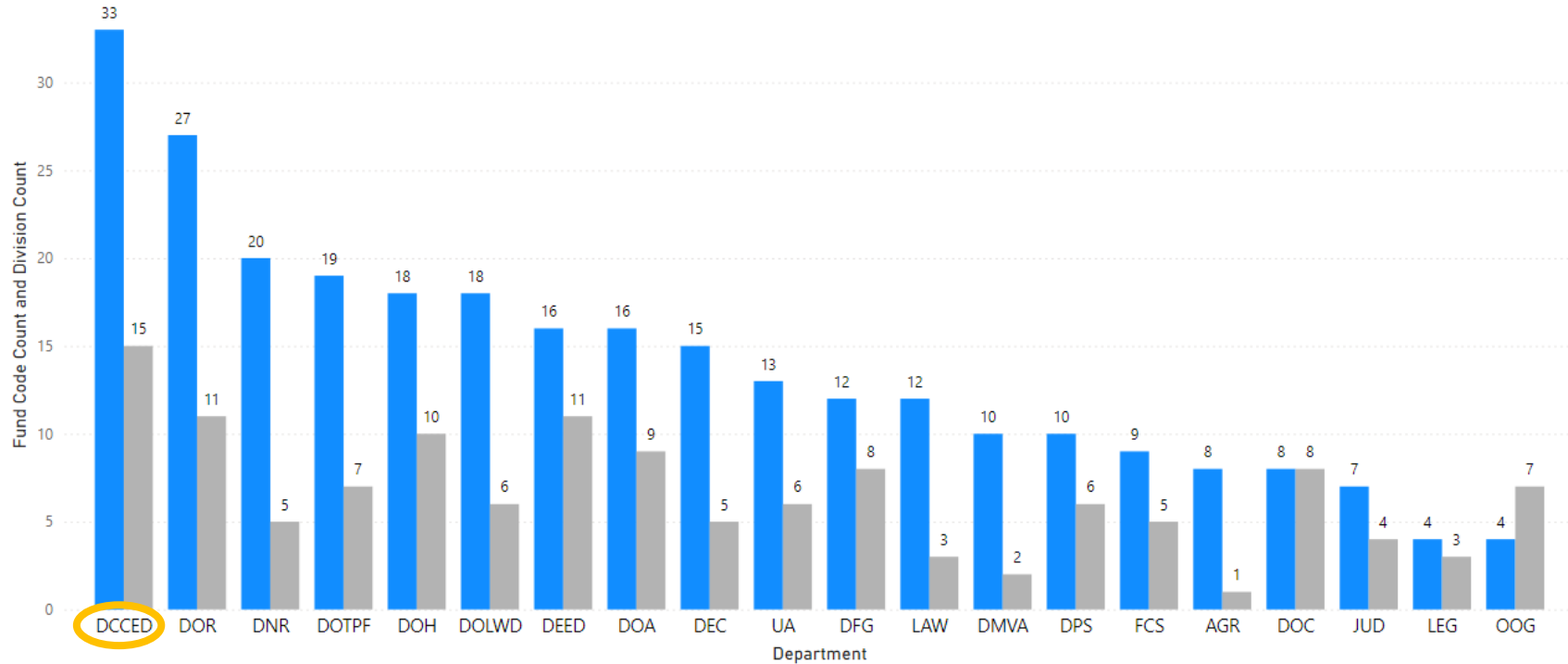
DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands



Fund Sources and Divisions by Department

● Fund Code Count ● Division Count



Data as of FY2027 Governor Scenario

Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



Major Sources of Department Revenue Generation

| Division | Revenue to the General Fund in FY2025 | Source |
|--|---------------------------------------|---|
| Banking and Securities | \$19,397.1 | Licensing receipts, fines, and forfeitures |
| Corporations, Business, and Professional Licensing | \$11,086.0 | Business Licensing and Corporations registration receipts |
| Insurance | \$88,097.3 | Insurance premium taxes |
| | \$2,527.5 | Insurance licensing receipts |
| Alaska Industrial Development and Export Authority (AIDEA) | \$11,000.0 | AIDEA dividend received in FY2025 |
| Other department receipts | \$1,201.5 | Other receipts received in the department |
| Total Contributed to General Fund in FY2025 | \$133,309.4 | |



Department Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

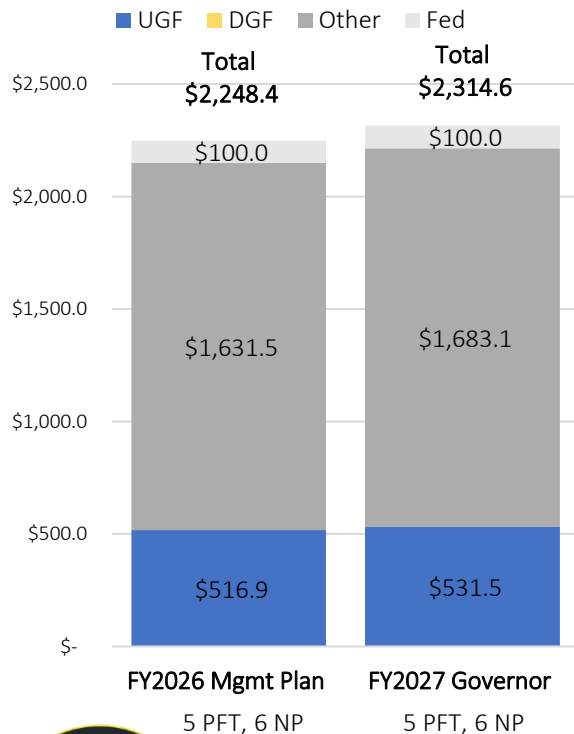
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Core Divisions



Commissioner's Office

Promote a healthy economy, strong communities, and protect consumers in Alaska.



Legislative Relations



Boards & Commissions



Office of International Trade



Marketing Alaska



Special Projects



Economic Development



Commissioner
Julie Sande



Deputy Commissioner
Anna Latham



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

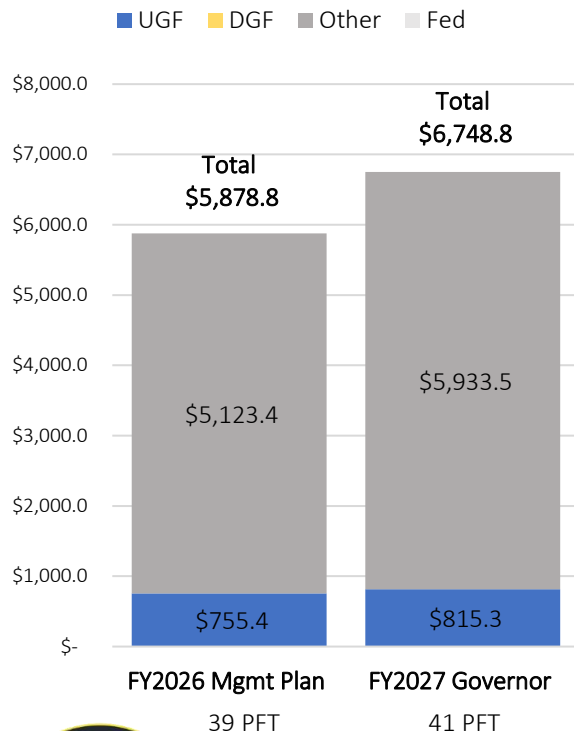
\$ thousands

Administrative Services

Provide management information and support services for the department's programs.



Director
Hannah Lager



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|---|--------------------------------|---|
| Information Technology Classification Study Implementation | +226.0 | 1004 General Funds (UGF) 1007 I/A Receipts (OTHER) |
| Transfer Positions from Department of Administration for Accounts Payable and Travel and Expense Activities | +2 PFT | N/A |
| Interagency Receipts to Support Helpdesk Operations and Budget | \$400.0 | 1007 I/A Receipts (OTHER) |
| Total FY2027 Operating Budget Changes | +626.0 +2 PFT | |

Administrative Services also manages facilities rent and lease components, which had no changes.



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

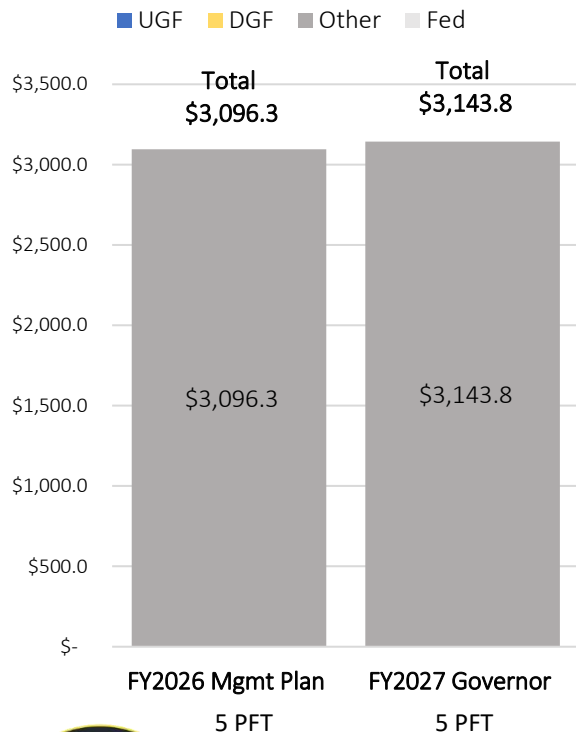
\$ thousands

Alaska Broadband Office

Facilitate access to the full benefits of broadband with improved quality of service and lower costs.



Director
Thomas Lochner



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|--|-----------------|---------------------------|
| Maintain Alaska Broadband Office (IncT) | +1,164.5 | 1061 CIP Receipts (OTHER) |
| Total FY2027 Operating Budget Changes | +1,164.5 | |



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

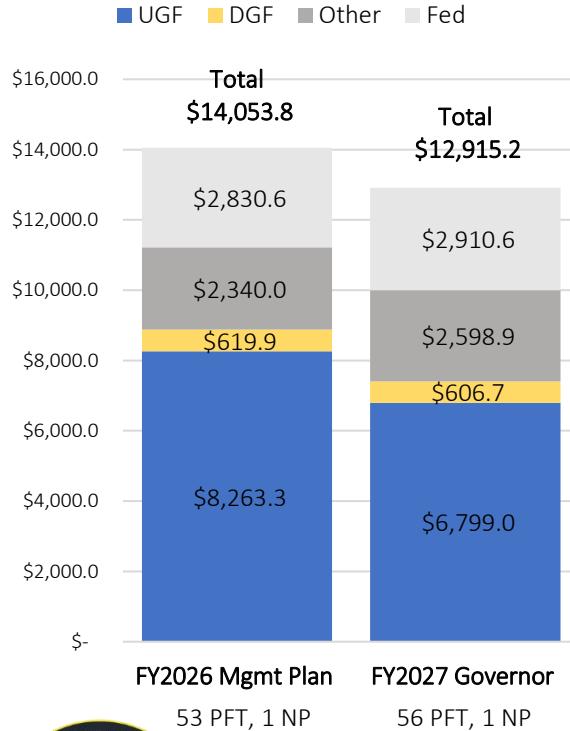
\$ thousands

Community and Regional Affairs

Promoting strong communities and healthy economies.



Director
Sandra Moller



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|--|---------------|-----------------------------------|
| Transfer Vacant Position for Disaster Recovery Grants Management | +1 PFT | - |
| Staff Support for Disaster Recovery Programs | +533.1 | 1061 Capital Improvement Projects |
| | +2 PFT | (OTHER) |
| Total FY2027 Operating Budget Changes | +533.1 | |
| | +3 PFT | |

| FY2027 Fund Capitalizations (Statewide Items) | Amount (\$) | Funding Source |
|---|------------------|-------------------------------|
| Capitalize the Civil Legal Services Fund | +306.4 | 1004 General Fund (UGF) |
| Capitalize the Community Assistance Fund | +14,022.0 | 1169 PCE Endowment Fund (DGF) |
| Total FY2027 Fund Capitalization | +14,328.4 | |



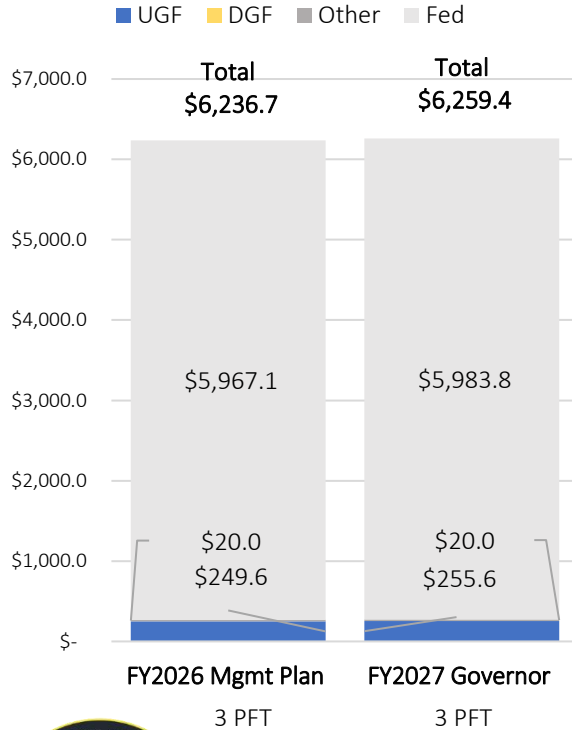
Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

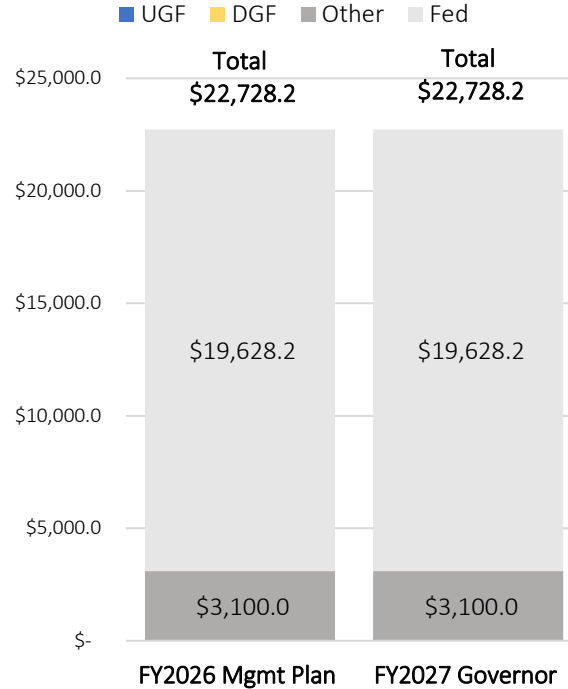
\$ thousands

Community and Regional Affairs

Serve Alaska



Revenue Sharing RDU



Director
Sandra Moller



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

Community and Regional Affairs

Promoting strong communities and healthy economies.



Director
Sandra Moller

Grants in the FY2027 Operating Budget

Alaska Legal Services Corporation
\$400.0 1004 General Fund (UGF)

Alaska Legal Services Corporation
\$306.4 1221 Civil Legal Services Fund (DGF)*

Alaska Marine Safety Education Association
\$200.0 1216 Boat Receipts (DGF)*

Inter-Island Ferry Authority
\$250.0 1004 General Fund (UGF)

Life Alaska Donor Services
\$80.0 1202 Anatomical Gift Awareness Fund (DGF)

Native Village of Napaimute – Kuskokwim Ice Road
\$185.0 1004 General Fund (UGF)

Arctic Winter Games Team Alaska
\$10.0 1277 Arctic Winter Games Team Alaska Trust Fund (DGF)*

Rural Utility Business Advisor Grants
\$159.9 1002 Federal (FED) & 1003 GF Match (UGF)

* Change record in FY2027 Governor



View the Grants Dashboard!



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

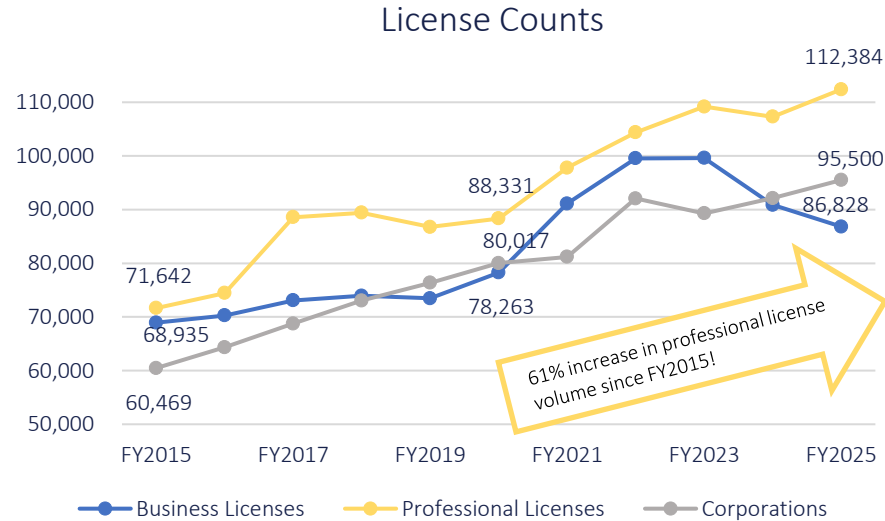
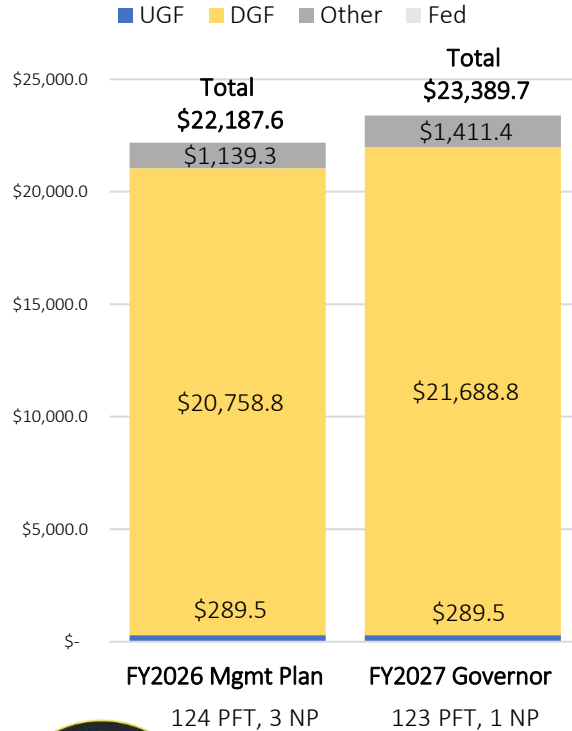
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Corporations, Business, and Professional Licensing

Inspiring public confidence through balanced regulation of competent professional and business services.



Director Sylvan Robb



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



\$ thousands

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Corporations, Business, and Professional Licensing

Inspiring public confidence through balanced regulation of competent professional and business services.



Director Sylvan Robb

| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|--|---------------------------------------|---|
| Delete Two Long-Term Non-Permanent Office Assistant 1 No Longer Needed | -2 NP | |
| Transfer Vacant Licensing Examiner 2 to DCRA for Disaster Recovery Grants Management | -1 PFT | |
| Align Business Licensing and Corporations Receipts with Projected Expenditures | +250.0 | 1005 General Fund Program Receipts (DGF) |
| Align Interagency Receipt Authority with Anticipated Reimbursable Services Agreements | +250.0 | 1007 Interagency Receipts (OTHER) |
| Stabilize Licensing Fees by Replacing Professional Licensing Funding for Investigations with Business Licensing and Corporations Authority | -4,200.0 +4,200.0 | 1156 RSS (DGF) 1175 Business Lic (DGF) |
| Information Technology Classification Study Implementation | +33.6 | 1005 GFPR (DGF) 1156 RSS (DGF) |
| Total FY2027 Operating Budget Changes | +533.6 -1 PFT, -2 NP | |



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



\$ thousands

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Divisions with No Significant Budget Changes

■ UGF ■ DGF ■ Other ■ Fed

Banking and Securities

Protect consumers of financial services and promote safe and sound financial systems.

FY2027 Governor
27 PFT

\$5,560.5

\$50.0

Total
\$5,610.5

FY2026 Mgmt Plan
27 PFT

\$5,387.8

\$50.0

Total
\$5,437.8

\$- \$1,000.0 \$2,000.0 \$3,000.0 \$4,000.0 \$5,000.0 \$6,000.0

Director
Tracy Reno



Insurance

Regulating the insurance industry to protect Alaskan consumers.

FY2027 Governor
45 PFT, 1 NP

\$9,741.8

\$294.5

\$279.2

Total
\$10,315.5

FY2026 Mgmt Plan
45 PFT, 1 NP

\$10,462.6

\$294.5

\$279.2

Total
\$11,036.3

\$- \$2,000.0 \$4,000.0 \$6,000.0 \$8,000.0 \$10,000.0 \$12,000.0

Director
Heather
Carpenter



Investments

Promote economic development activities.

FY2027 Governor
36 PFT

\$6,417.1

Total
\$6,417.1

FY2026 Mgmt Plan
36 PFT

\$6,222.6

Total
\$6,222.6

\$- \$1,000.0 \$2,000.0 \$3,000.0 \$4,000.0 \$5,000.0 \$6,000.0

Director
Andy Macaulay



Division Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands



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Offices, Commissions, and Corporations

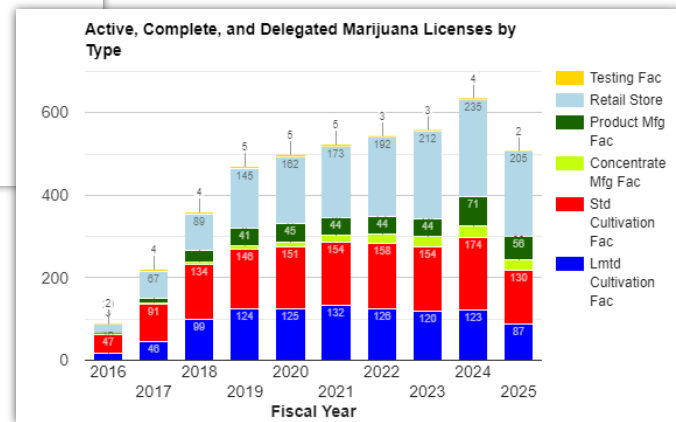
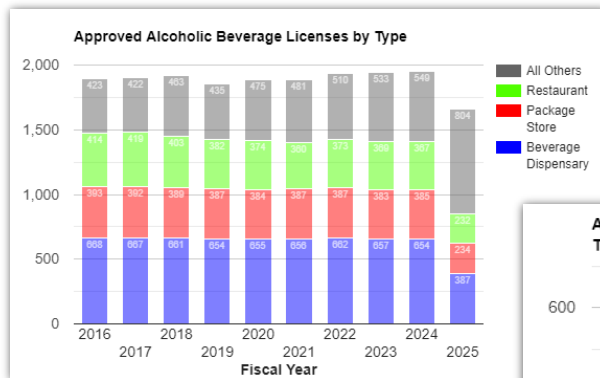
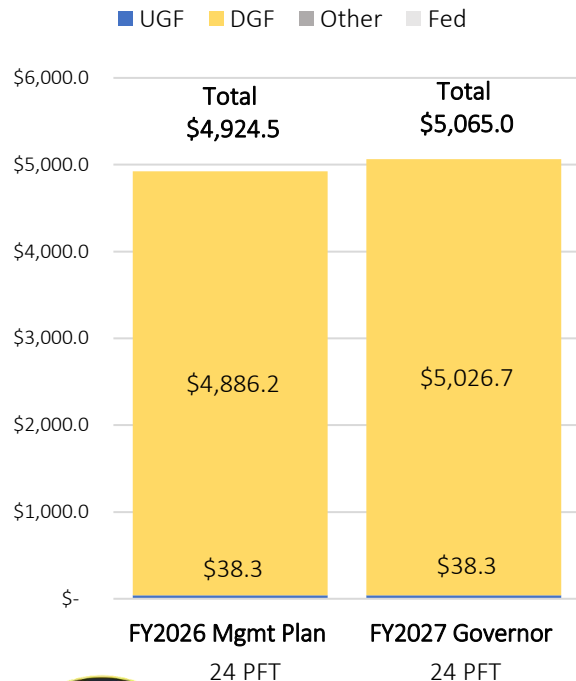


Alcohol and Marijuana Control Office

Promote commerce in the licensed alcohol and marijuana industries and provide clear, consistent standards to protect public health and safety.



Director Kevin Richard



Office Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



\$ thousands

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Alaska Oil and Gas Conservation Commission

Protect the public interest in exploration and development of Alaska's valuable oil, gas, and geothermal resources through the application of conservation practices designed to ensure greater ultimate recovery and the protection of health, safety, fresh ground waters and the rights of all owners to recover their share of the resource.



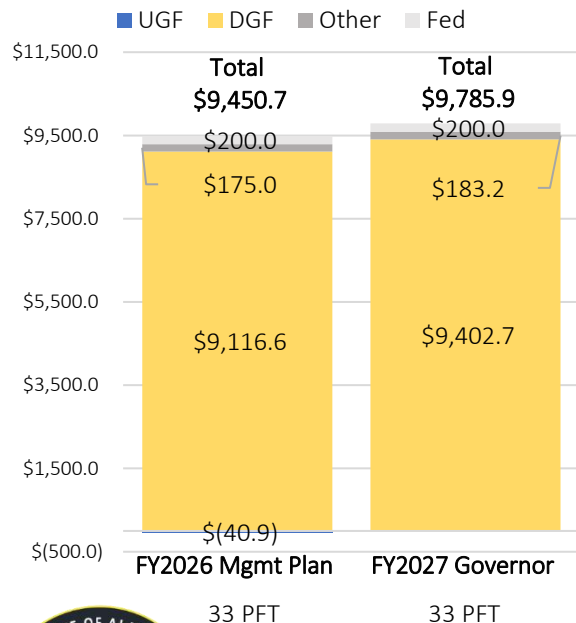
Commissioner
Greg Wilson



Commissioner
Jessie Chmielowski



Commissioner
Tom McKay



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|--|--------------|--------------------------|
| Correct negative General Fund appropriation | +40.9 | 1004 General Funds (UGF) |
| Total FY2027 Operating Budget Changes | +40.9 | |



Commission Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



\$ thousands

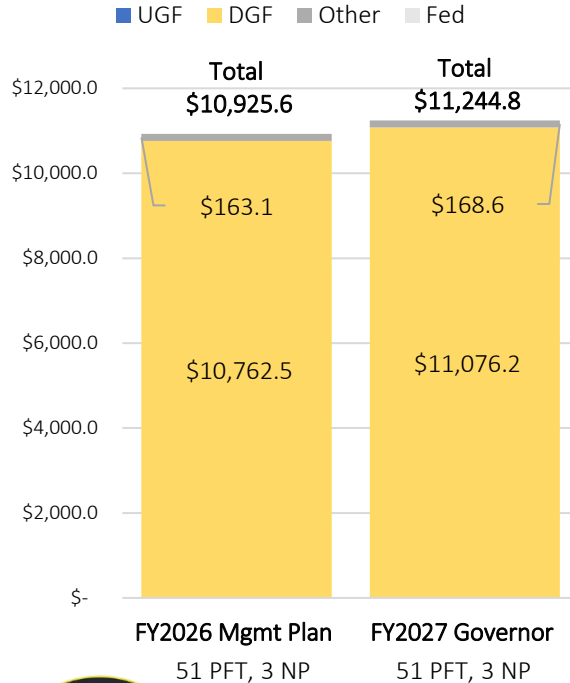
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Regulatory Commission of Alaska

Ensure that safe, efficient, and reliable utility and pipeline services are provided to the public at just and reasonable rates, thereby protecting consumer interests and promoting economic development.



Commissioner and Chair
John Espindola



| FY2027 Operating Budget Changes | | Amount (\$) | Funding Source |
|--|--|-------------|-------------------------|
| Information Technology Classification Study Implementation | | +29.7 | 1141 RCA Receipts (DGF) |
| Total FY2027 Operating Budget Changes | | +29.7 | |



Commission Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT



\$ thousands

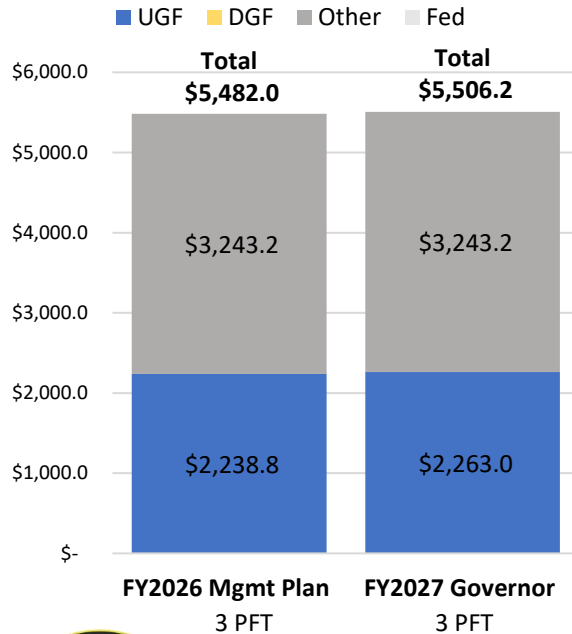
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Alaska Gasline Development Corporation

Advance the development, financing, construction and operation of a North Slope natural gas pipeline project, in-state natural gas pipelines and other transportation mechanisms capable of delivering natural gas and other non-oil hydrocarbons for the maximum benefit of Alaskans.



President
Frank Richards



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|---------------------------------------|-------------|-------------------------|
| Continued Operating Costs – Annual | +2,238.8 | 1004 General Fund (UGF) |
| Total FY2027 Operating Budget Changes | +2,238.8 | |



Corporation Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

Alaska Energy Authority

Reduce the cost of energy in Alaska.

Railbelt Transmission Organization (RTO)

- New component in FY2027
- Support for the Alaska Energy Authority's responsibility to the organization
- Management and administrative costs

Owned Facilities (OF)

- Bradley Lake and Alaska Intertie Transmission management and administrative costs
- Reimbursement from Railbelt utilities based on actuals
- Costs for management and project accounting

Rural Energy Assistance (REA)

- Personnel costs for core AEA operations
- Renewable Energy Grant Fund administration



Executive Director
Curtis Thayer

Power Cost Equalization (PCE)

- Annual distribution to eligible communities
- Costs for management and project accounting

Statewide Project Development, Alternative Energy and Energy Efficiency (AEE)

- Infrastructure, Investment, and Jobs Act (IIJA) personnel costs
- Grid Resilience and Innovation Partnerships (GRIP) personnel costs



Corporation Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

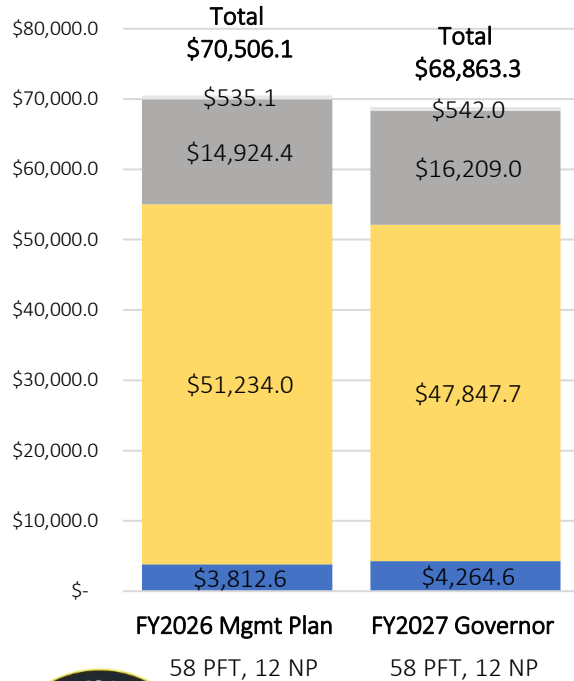
\$ thousands

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Alaska Energy Authority

Reduce the cost of energy in Alaska.

■ UGF ■ DGF ■ Other ■ Fed



Executive Director
Curtis Thayer

| FY2027 Operating Budget Changes | | Amount (\$) | Funding Source |
|--|--|------------------|--|
| RTO | Transfer Authority from Rural Energy Assistance to Railbelt Transmission Organization (net zero within division) | +923.5 | 1004 General Funds (UGF) |
| RTO | Railbelt Transmission Organization Fiscal Note Adjustment – Replace General Funds with Receipts | -923.5 +923.5 | 1004 General Funds (UGF) 1107 AEA Receipts (Other) |
| RTO | Funding for RTO while rates are pending and uncollected (one time item) | +1,306.2 | 1012 Railbelt Energy (UGF) |
| REA | Transfer Authority to Railbelt Transmission Organization (net zero within division) | -923.5 | 1004 General Funds (UGF) |
| REA | Continued Data Library Support and Development | +192.0 | 1061 CIP Receipts (Other) |
| PCE | Move Administrative Costs from Language to Numbers (language to numbers, net zero) | -355.0 +355.0 | 1169 Power Cost Equalization (DGF) 1169 Power Cost Equalization (DGF) |
| Total FY2027 Operating Budget Changes | | +1,498.2 | |



Corporation Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

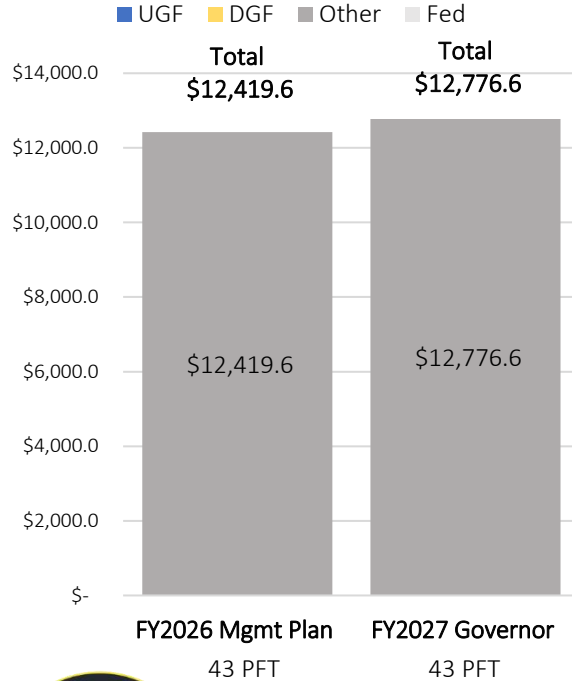
\$ thousands

Alaska Industrial Development and Export Authority

Promote, develop, and advance economic growth and diversification in Alaska by providing various means of financing and investment.



Executive Director
Randy Ruaro



| FY2027 Operating Budget Changes | Amount (\$) | Funding Source |
|--|-------------|-----------------------------|
| Align Funding Sources with Projected Costs | -205.8 | 1007 I/A Receipts (OTHER) |
| | -413.9 | 1061 CIP Receipts (OTHER) |
| | +619.7 | 1102 AIDEA Receipts (OTHER) |
| Total FY2027 Operating Budget Changes | Net Zero | |

Chart includes both AIDEA and AIDEA Facilities Components.
Position count includes administrative positions shared with the Alaska Energy Authority.



Corporation Budget Overview

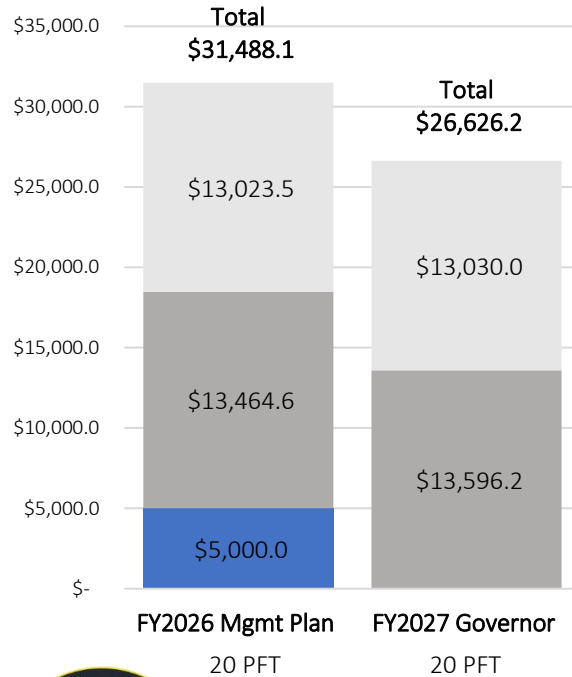
DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

Alaska Seafood Marketing Institute

Increase the economic value of Alaska seafood resources.

■ UGF ■ DGF ■ Other ■ Fed



Executive Director
Jeremy Woodrow



Corporation Budget Overview

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT

\$ thousands

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Contact

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT