

FY11 Budget Overview



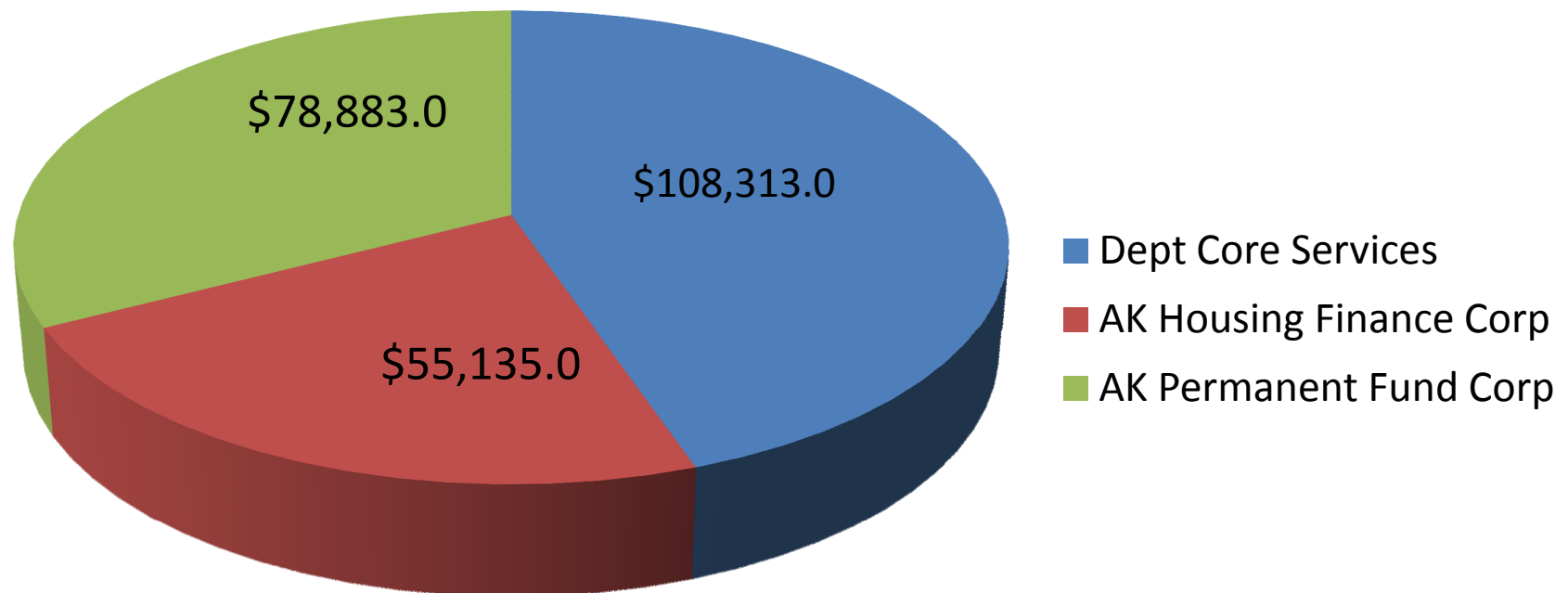
Presentation to the House Finance Committee
January 29, 2010
Alaska Department of Revenue

Oil and Gas Requests

- AGIA Information Reporting System (Tax Division)
 - \$300,000
- Petroleum Commercial Analyst Positions for Gasline and Production Tax Analysis (Tax Division)
 - \$800,000
- Audit of AGIA Reimbursement Fund (Nat Gas Com)
 - \$50,000
- Fiscal Systems Analysis to Support Negotiations of Gasline Fiscal Terms (Nat Gas Com)
 - \$1,500,000

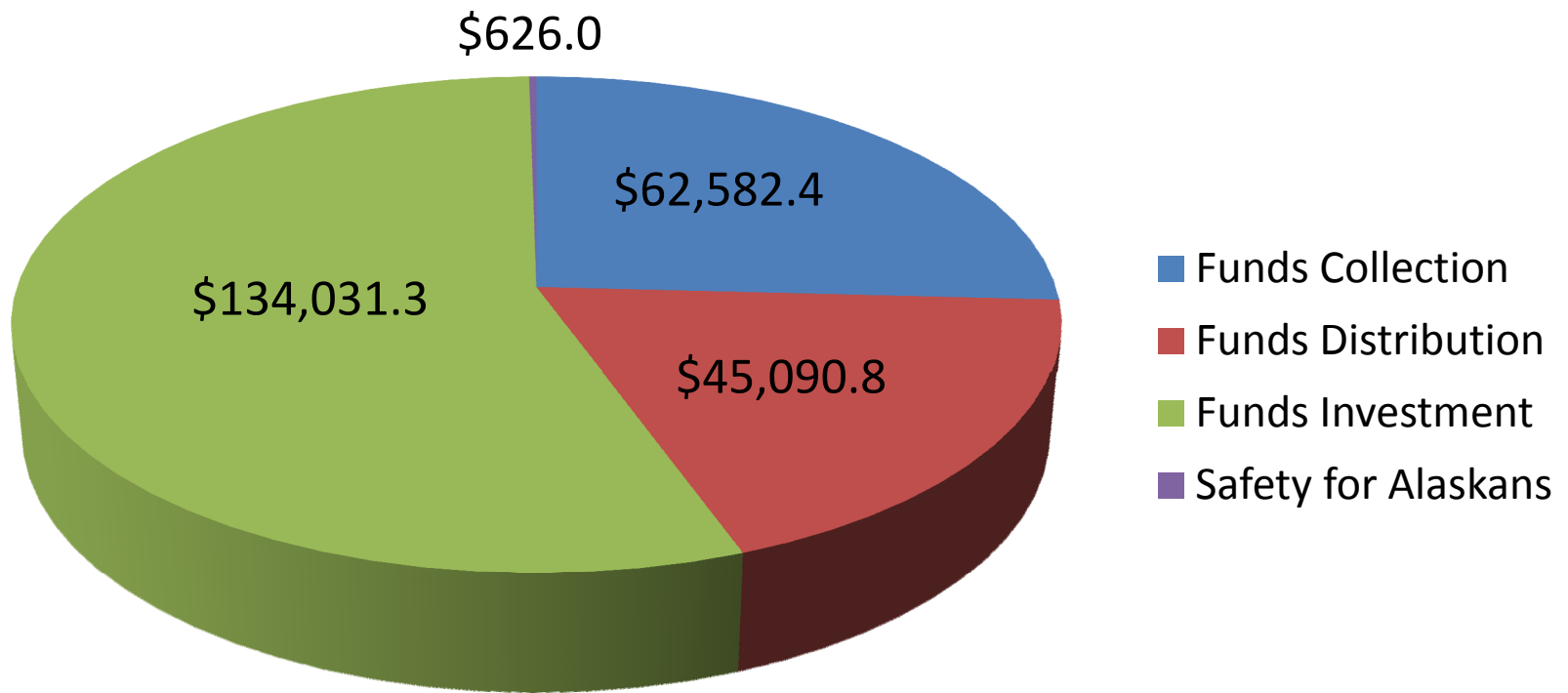
Core and Corporations

“who we are”



Priority Programs

“what we do”



Long Term Care Ombudsman

- Population aged 65+ in Alaska has grown 34% between July 1, 2001 and July 1, 2008. They predict tripling the size of this age group over the next 25 years.
- During FY09, the overall number of complaints were 337 compared to 162 in FY08. (108% increase)
- Currently 15 nursing homes with 708 beds and more than 250 assisted living homes with 2,013 beds that are serviced by the LTCO investigators.
 - \$91,500 GF request



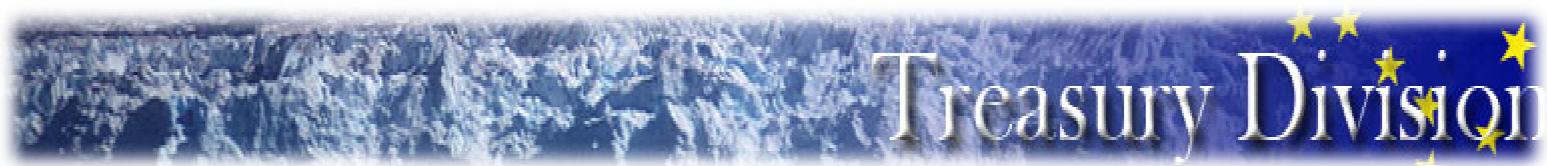
Tax Division

- Along with oil and gas production tax, the division is responsible for the administration of 21 other tax types and the regulation of charitable gaming.
- Fall 2009 Revenue Source Book
- Annual Tax Report as of June 30, 2009



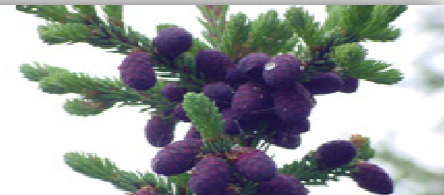
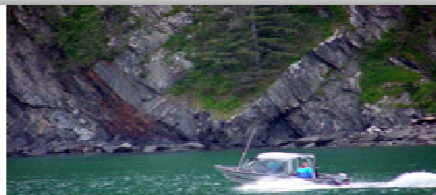
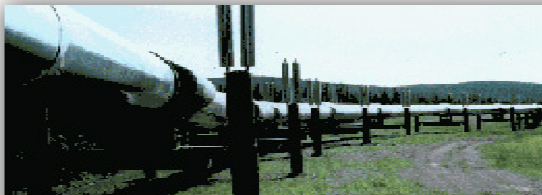
Treasury Division

- Investment of the retirement accounts and the State's treasury including the General Fund, sub-accounts of the GF, CBR, and SBR.
 - \$387,000 increment for management fees of the CBR
- ARM Board
- Unclaimed Property



Permanent Fund Dividend Division

- Significant change in operations to be able to expedite service to Alaskans with call center routing and redistributing staff efforts with the public need.
- Significant change in distribution practices by reducing printing and postage costs due to increased online filing.
- IT application development
 - \$100,000 increment for Dot.Net training



State of Alaska - Department of Revenue - Permanent Fund Division

Child Support Services Division

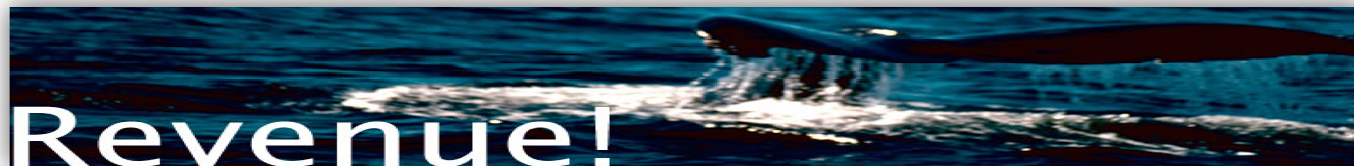
- Alaska CSSD is the honored recipient of the “PAC-10 Challenge Preventing Arrears Cup for 2009.”
 - The Division was selected for the award based on having the most effective arrears management in Region X.
- Fund source change to balance the agency’s budget with the ARRA funding changes that occurred during the past year.
 - Additional adjustments will be forthcoming in the FY10 supplemental and FY11 amended budget request



Child Support Services Division

Commissioner's Office

- Oversight of Administrative Services, ANGDA and Natural Gas Commercialization
 - No budget changes to Commissioner's Office and Administrative Services
 - Anticipate IT support related increment in the FY10 supplemental and FY11 amended request
- AGIA Project Report- October 31, 2010
- ACES Status Report- January 14, 2010



AK Municipal Bond Bank Authority

- Legislation introduced regarding bonding and debt issuances
 - HB 299 / SB 226 Certificates of Participation for the crime lab and the University life sciences building
- Reviewing legislation for:
 - Recovery Zone Bond Authorization
 - AMBBA Authorization adjustments



Alaska Housing Finance Corporation

- Slight increases in their operating budget to account for ARRA funding and fixed costs increases
- Presenting to the budget subcommittee on Monday, Feb 1
- Legislation Introduced:
 - HB291 / SB217 Revenue Bonds for Veterans
 - HB296 / SB223 Energy Efficiency Bonds and Loan Program with AIDEA

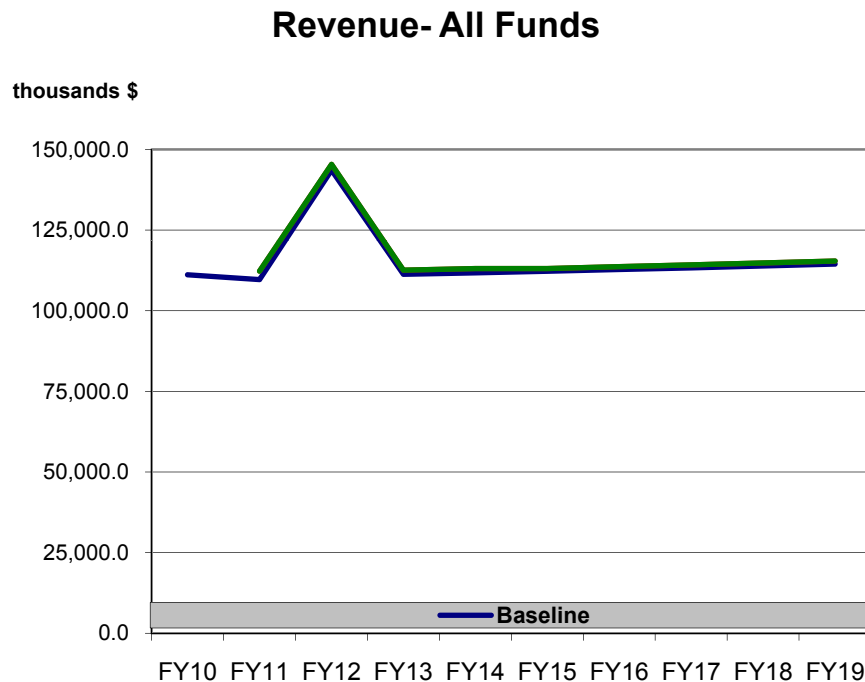


Alaska Permanent Fund Corporation

- Variety of increments including
 - Board meeting travel
 - Contractual increases
 - State support chargeback increases
 - Investment analysis system increases
 - Network security
 - Funding to lower the vacancy factor
- Presenting to the budget subcommittee on Monday, Feb 15



10 Year Plan



- The overall budget growth is determined by:
 - The growth of fund balances assuming an increase of 7% per year
 - Fixed cost increases to select operating costs of approximately 11% per year
 - One time increase of System Management fees increases once the integrated Tax MIS is developed
 - We do not anticipate the need for other program growth unless new/changed legislation impacts the department's current capacity