

**State of Alaska
FY2017 Governor's Operating Budget**

**Department of Revenue
Commissioner's Office
Component Budget Summary**

Component: Commissioner's Office**Contribution to Department's Mission**

The mission of the Department of Revenue is to collect, distribute and invest funds for public purposes.

Major Component Accomplishments in 2015

Please see department accomplishments.

Key Component Challenges

- To provide key decision makers with the information necessary to adopt a fiscal plan to insure that the State of Alaska has the financial resources necessary to provide constitutionally required public services in an era of volatile oil prices and declining production.
- To estimate oil and gas revenues in light of the highly volatile oil and gas market coupled with uncertainties in the U.S. and global economies
- To contribute to efforts to start large-scale natural gas development in Alaska and commercialization of North Slope natural gas reserves.
- To maintain the integrity of core tax programs in the face of resource demands from major revenue and investment initiatives.
- To maintain the State of Alaska's credit ratings with Standard and Poor's, Fitch Ratings, and Moody's Investors Service. Regular communication of state current events to the rating analysts, as well as ensuring analysts' concerns are relayed to State leadership, are key to meeting this challenge.
- To respond to rapid changes in the banking industry, including temporary regulation changes for the Federal Depository Insurance Program, permanent changes in the Federal Reserve banking reserve requirements, and uncertainty in the nation's banking system.
- State assets managed by Treasury staff, including the GeFONSI and the Constitutional Budget Reserve Fund, totaled \$18.6 billion at June 30, 2015; bringing total assets managed by Treasury to \$47.8 billion, a total which is double that of FY2006. Market volatility, increasingly complex and growing investment mandates and lagging growth in the number of Treasury staff continue to provide investment challenges.
- To use technology improvements to process approximately 650,000 Permanent Fund Dividend applications and another 1.5 million supporting documents annually and within a limited budget. The increase in applications and public contact will prove to be a key challenge in communication costs, resource allocation, and timely payment.
- Meeting stringent federal requirements for data reliability that must be met to achieve the highest possible incentive revenue and avoid possible penalties to the Department of Revenue and the Department of Health and Social Services, Division of Public Assistance.

Significant Changes in Results to be Delivered in FY2017

Please see department changes in results.

Statutory and Regulatory Authority

AS 09.25.100	Public Records
AS 09.50	Code of Civil Procedure
AS 10.25.570	Electric and Telephone Cooperative Act
AS 14.25.180	Teachers' Retirement - Management and Investment of Fund
AS 16.10.265	Purchase of Fish from Permit Holders
AS 16.10.290	Security for Collection of Wages and Payment for Raw Fish
AS.18.26	Alaska Medical Facility Authority
AS 18.56	Alaska Housing Finance Corporation
AS 25.25	Uniform Interstate Family Support Act
AS 25.27	Child Support Service Agency
AS 34.45	Unclaimed Property
AS 37.05	Fiscal Procedures Act
AS 37.07	Executive Budget Act
AS 37.10	Public Funds
AS 37.13	Alaska Permanent Fund and Corporation
AS 37.14	Trust Funds
AS 37.15	State Bonding Act
AS 38.05.036	Audit of Royalty and Net Profit Payments and Costs
AS 39.35.110	Public Employees Retirement System of Alaska - Investments
AS 43	Revenue and Taxation
AS 44.25	Department of Revenue
AS 44.83.386	Alaska Energy Authority - Investment of Fund
AS 44.85	Alaska Municipal Bond Bank Authority
AS 45.98.050	Historical District Loan Act - Sale or Transfer of Mortgages and Notes

Contact Information

Contact: Dan DeBartolo, Director, Administrative Services
Phone: (907) 465-2312
Fax: (907) 465-1685
E-mail: daniel.debartolo@alaska.gov

Commissioner's Office Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2016</u> <u>Management</u> <u>Plan</u>	<u>FY2017</u> <u>Governor</u>		
Full-time	5	5	Annual Salaries	572,616
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	272,371
			<i>Less 2.80% Vacancy Factor</i>	(23,687)
			Lump Sum Premium Pay	0
Totals	5	5	Total Personal Services	821,300

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Commissioner	0	0	1	0	1
Dep Commissioner	1	0	0	0	1
Exec Secretary II	1	0	0	0	1
Program Manager	1	0	0	0	1
Spec Asst To The Comm I	0	0	1	0	1
Totals	3	0	2	0	5

Component Detail All Funds
Department of Revenue

Component: Commissioner's Office (123) Non-Formula Component
RDU: Administration and Support (50)

	FY2015 Actuals	FY2016 Conference Committee	FY2016 Authorized	FY2016 Management Plan	FY2017 Governor	FY2016 Management Plan vs FY2017 Governor
71000 Personal Services	566.5	708.7	708.7	708.7	821.3	112.6
72000 Travel	97.8	38.5	38.5	38.5	38.5	0.0
73000 Services	520.1	232.6	232.6	232.6	118.6	-114.0
74000 Commodities	30.9	28.9	28.9	28.9	28.9	0.0
75000 Capital Outlay	237.7	0.0	0.0	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0
Totals	1,453.0	1,008.7	1,008.7	1,008.7	1,007.3	-1.4
Fund Sources:						
1004Gen Fund (UGF)	229.2	235.1	235.1	235.1	233.7	-1.4
1007/A Rcpts (Other)	702.0	189.6	189.6	189.6	189.6	0.0
1133CSSD Reimb (Fed)	521.8	584.0	584.0	584.0	584.0	0.0
Unrestricted General (UGF)	229.2	235.1	235.1	235.1	233.7	-1.4
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0
Other Funds	702.0	189.6	189.6	189.6	189.6	0.0
Federal Funds	521.8	584.0	584.0	584.0	584.0	0.0
Positions:						
Permanent Full Time	6	5	5	5	5	0
Permanent Part Time	0	0	0	0	0	0
Non Permanent	0	0	0	0	0	0