

Overview of Legislative Finance Division Indirect Expenditure Reports

House Finance Committee

February 1, 2017

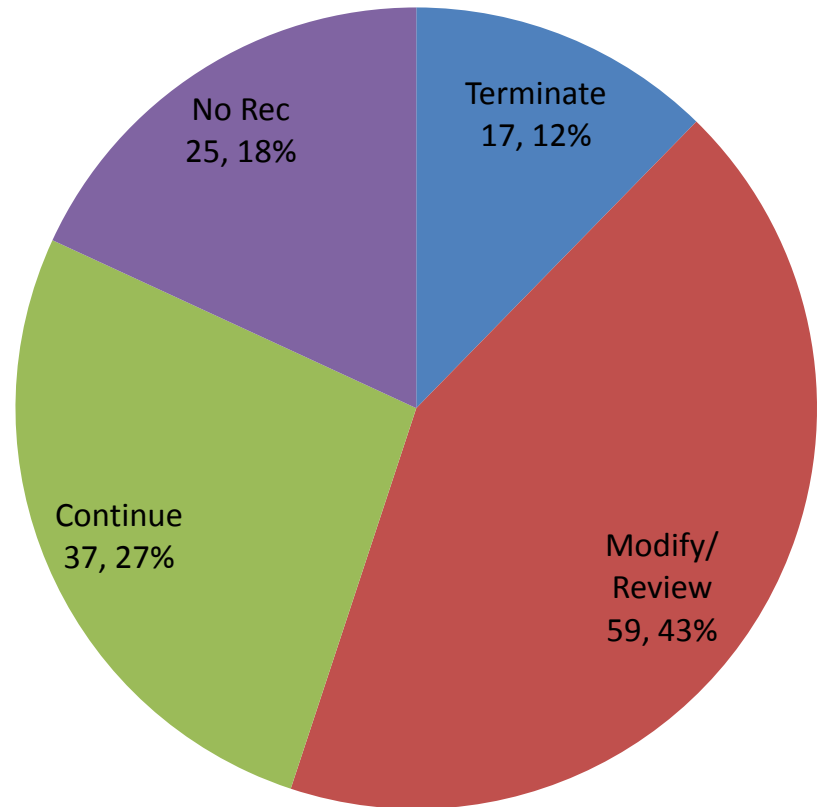
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Agencies in 2015 Report

- Commerce, Community and Economic Development
- Fish and Game
- Health and Social Services
- Labor and Workforce Development
- Revenue

Summary of 2015 Recommendations

- Terminate: 17 provisions
 - Total known revenue impact of \$5 million (in FY14)
 - Three provisions had unknown revenue impact
- Modify or review: 59 provisions
- Continue: 37 provisions
- No recommendation: 25 provisions



2015 Report Key Points

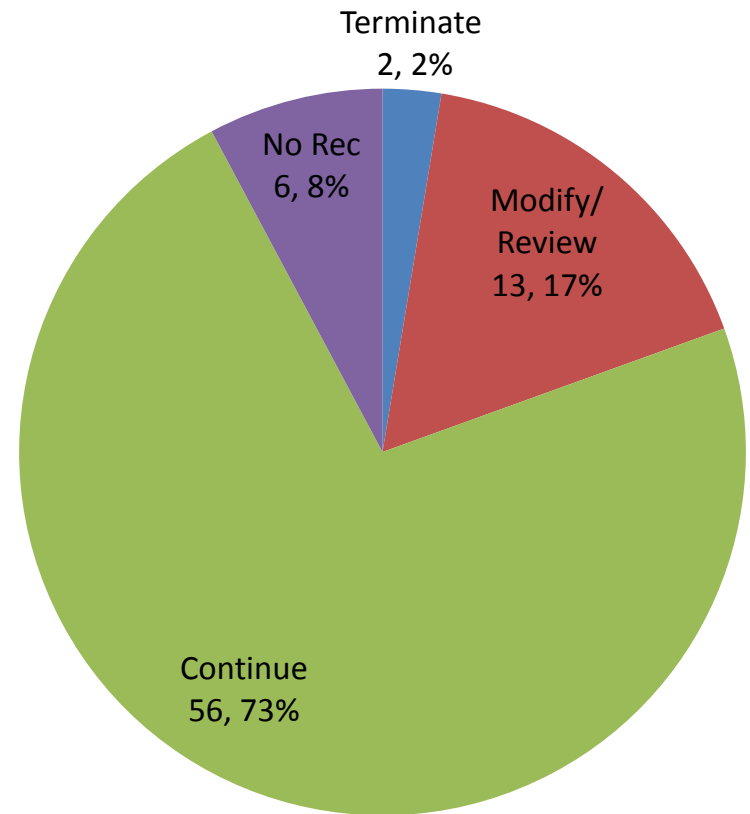
- Did not review oil tax credits, which had been modified a year before
- 1 “terminate” item (obsolete exploration incentive) repealed in HB 247
- 4 other “terminate” items were in HB 155, which passed House in 2016 but not Senate
- 6 “terminate” items are in Corporate Income Tax
- 3 “terminate” items are in Commercial Fisheries Entry Commission

Agencies in 2017 Report

- Administration
- Education and Early Development (including Alaska Student Loan Corporation and Alaska Commission on Postsecondary Education)
- Environmental Conservation
- Natural Resources
- Transportation
- Judiciary
- Plus review of the Education Tax Credit, which is scheduled to sunset at the end of 2018.

Summary of 2017 Recommendations

- Terminate: 2 provisions
 - Unknown revenue impact
- Modify or review: 13 provisions
- Continue: 56 provisions
- No recommendation: 6 provisions



2017 Report Key Points

- Some items do not have revenue generation as a goal (“fix-it” tickets)
- Others have authority to set fee structure (Marine Highway)
- Remainder are mostly routine (senior discounts, fee waivers for disabled veterans, etc.)
- Some provisions in DEC and DNR could be reviewed