

Highlights of Significant Budget Changes
(FY 2018 - FY19)

DEPARTMENT OF LAW									
Item #	FY	Appropriation	Allocation	Formula/ NonForm	Category	Description	GF	Other	Fed
1	FY14	Departmentwide	Various		Salary Increases	Salary Increases attributable to bargaining unit agreements and to increases for non-covered employees authorized with the passage of SB95	898.9	279.9	1.1
2	FY15	Departmentwide	Various		Reduction	Deletion of Long-Term Vacant Positions PCNs: (7) PFT positions	(1,284.2)		
3	FY15	Departmentwide	Various		Reduction	Generic Agencywide Reductions in Expenditure Levels	(1,136.4)		
4	FY16	Departmentwide	Various		Reduction	The Department of Law's share of the \$29.8 million UGF unallocated reduction which was spread among Executive Branch agencies in FY16.	(927.7)		
5	FY17	Departmentwide	Various		Reduction	Decrease in Personal Services.	(925.6)		
6	FY17	Departmentwide	Various		Reduction	Savings resulting from --Mandatory Furloughs for Exempt/ Partially-Exempt Employees --Savings as a Result of Attrition PCNs: (4) PFT positions	(803.2)		

Total Funds

1,179.9

1.1

898.9

279.9

1.1

(1,284.2)

(1,136.4)

(927.7)

(925.6)

(803.2)

Notes

SB95 Salary Increases spread across various funding sources, Departmentwide.

Criminal Division - (\$741.0) and the deletion of 4 PFT positions

Civil Division - (\$543.2) and the deletion of 3 PFT positions

Criminal Division - (\$430.5) UGF

Civil Division - (\$588.8) UGF

Administration and Support - (\$117.1) UGF

The \$927.7 UGF unallocated reduction for FY16 was spread as follows:

- Criminal Division total - (\$400.0)
- Civil Division total - (\$527.7)

\$925.6 UGF reduction allocated as follows:

- Criminal Division total - (\$495.2)
- Civil Division total - (\$400.7)
- Administration and Support total - (\$29.7)

(\$803.2) UGF reduction. (1) The Department will require two mandatory furlough days for exempt and partially-exempt staff and (2) savings is planned as a result of attrition. These actions affect the following appropriations:

- Criminal Division - (\$92.5) UGF from furloughs;
- Civil Division - (\$143.7) UGF from furloughs; (\$525.6) UGF from attrition and delete (4) PFT; and
- Administration and Support - (\$2.5) UGF from furloughs; (\$38.9) UGF from attrition.

Highlights of Significant Budget Changes (FY19)

DEPARTMENT OF LAW											
Item #	FY	Appropriation	Allocation	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
7	FY05 - FY19	Criminal Division	Various		Attorneys and Support Positions	Criminal Division - Increased GF funding for attorneys and support positions attributable to increased caseloads PCNs: 13 PFT positions	3,282.6			3,282.6	FY05-FY13 Increment Summary: 2nd Judicial District - \$316.2 UGF +2 PFT Positions 3rd Judicial District: Anchorage - \$321.6 UGF +1 PFT Position 3rd Judicial District: Outside Anchorage - \$640.0 UGF +4 PFT Positions Criminal Justice Litigation - (\$118.9) UGF. (1 PFT Position deleted) Criminal Appeals/ Special Litigation - \$925.7 UGF +5 PFT Positions FY18: \$244.2 UGF - 3rd Judicial District: Funding for two Prosecutors (Law will use existing vacant positions). FY19: \$953.2 UGF for prosecutors. -\$872.4 UGF and 8 PFTs (75% of funding needed for 4 prosecutors and 3 support staff). -\$81.4 UGF to fully fund 2 prosecutors added in FY18.
8	FY07 - FY14	Criminal Division	Various		Fund Changes	GF to replace decreasing federal funding as well as inter-agency receipts (from H&SS & DPS) previously backed with federal funds	3,067.6	(949.8)	(2,367.8)	(250.0)	FY07-FY14 GF Replacement Summary: 2nd Judicial District - \$180.1 UGF - to replace Federal Receipts 3rd Judicial District: Anchorage - \$302.4 UGF - to replace I/A Receipts from DPS due to reduced federal funding/ \$396.4 UGF - to replace Federal Receipts The two allocations affected by this change are - 1st Judicial District - \$250.0 UGF fund change from uncollectible I/A and 1 PFT position transferred from Criminal Appeals/Special Litigation; and - 4th Judicial District - \$140.0 UGF + 1 PFT Reductions will be achieved primarily through retirements and attrition.
9	FY14	Criminal Division	Various		Attorneys and Support Positions	Additional Attorney in Juneau and Additional Paralegal in Bethel	390.0	(250.0)		140.0	
10	FY16	Criminal Division	Various		Reduction	Reduction of Overall Expenditure Level	(166.7)			(166.7)	
11	FY16	Criminal Division	Various		Reduction	Deletion of Personal Services PCNs: (9) PFT positions	(1,658.5)			(1,658.5)	Deletions were among many Criminal Division allocations. Savings will be achieved delaying hiring when vacancies occur and by savings from deleting 9 PFT positions.

Highlights of Significant Budget Changes
(FY 2019)

DEPARTMENT OF LAW											
Item #	FY	Appropriation	Allocation	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
12	FY05 - FY19	Civil Division	Various		Civil Division - Attorneys and Support Positions	Civil Division - Increased GF funding for attorneys and support positions attributable to increased caseloads PCNs: 19 PFT and 4 PPT positions (excluding Statehood Defense)	2,827.7	400.0		3,227.7	<u>FY05-FY13 Increment Summary:</u> Child Protection - \$775.0 UGF + 4 PFT Positions and 1 PPT Position Collections and Support - \$215.8 UGF + 2 PFT Positions and 1 PPT Position Commercial and Fair Business - \$197.8 UGF + 1 PPT Position Human Services and Child Protection - \$1,014.0 UGF + 7 PFT Positions and 2 PPT Positions/ \$400.0 I/A Receipts + 2 PFT Positions Labor and State Affairs - \$587.6 UGF + 3 PFT Positions Opinions, Appeals and Ethics - \$37.5 UGF - Annualize existing Position
13	FY16	Civil Division	Various		Reduction	Budget Reductions	(482.2)			(482.2)	• Personal Services reductions: (\$162.5) UGF • Non-Personal Services Reductions: (\$319.7) UGF
14	FY16	Civil Division	Various		Reduction	Reduction in Personal Services PCNs: (7) PFT positions reflected in the Unallocated Reduction Allocation within the Civil Division	(789.6)			(789.6)	The cuts were allocated as follows: - Child Protection: (\$147.6); - Commercial and Fair Business: (\$160.5); - Environmental Law: (\$132.5); - Labor and State Affairs: (\$208.9); - Natural Resources: (\$69.1); and - Opinions, Appeals and Ethics: (\$71.0).
15	FY17	Civil Division	Deputy Attorney General's Office		Reduction	Governor's Veto: Reduce Capacity in Deputy Attorney General's Office	(179.5)			(179.5)	The Governor's veto of \$179.5 UGF will be absorbed through the elimination of one of the Department's two Deputy Attorney General positions (equal to Deputy Commissioners in other departments). According to the Department, the loss of this position will decrease flexibility for future attorneys general in designing departmental leadership structures that address day-to-day challenges. Work will be transferred to other departmental leadership positions, primarily to the Department's remaining Deputy Attorney General and three division directors.
16	FY19	Civil Division	Commercial and Fair Business		Attorneys and Support Positions	Add one Attorney IV position (and 75% of funding needed for the position)	140.2			140.2	One Attorney IV position was added to increase the Unit's ability to pursue consumer protections.

Highlights of Significant Budget Changes
(FY19)

DEPARTMENT OF LAW									
Item #	FY	Appropriation	Allocation	Formula/ NonForm	Category	Description	GF	Other	Fed
17	FY17	Civil Division	Collections and Support		Reduction	Governor's Veto: Delete Personal Services Funding for Three Positions and Eliminate Collection of Victim Restitution	(627.5)		
						(627.5) UGF/ (\$247.0) DGF. The Governor vetoed two items in the FY17 Collections and Support allocation: (1) Personal Services Funding, equivalent to three full-time positions (\$380.5 UGF/ \$16.5 GF/PR). This cut will be absorbed with the elimination of three vacant positions (two attorneys and one support position) that were previously tasked with modifying child support orders for private parties. Regulation changes in March 2016 allow the Department to decline this service; and (2) Elimination of Funding for the Collection of Victim Restitution (\$230.5 GF/PR). This veto will be absorbed by the winding down of the collection of private party victim restitutions over a seven-month period. The cut represents the loss on 7/1/16 of one vacant attorney position, and after the seven-month wind down, the additional loss of one attorney, one paralegal, and one support position.			
18	FY18	Civil Division	Collections and Support		Shared Services Implementation	Elimination of Collections Functions in the Department of Law	(682.4)	(107.1)	
						(789.5) Law's collections functions were eliminated as part of the Shared Services of Alaska process. —(\$314.0) UGF —(\$368.4) GF/PRgm (DGF) —(\$107.1) UA Receipts (Other)			
19	FY10- FY13	Civil Division	Natural Resources		Statehood Defense	Statehood Defense and Resource Development - Specialized Outside Counsel and Attorney	2,700.0		
						(Of the \$2.7 million, \$1.25 million lapsed 6/30/10.) 2,700.0 FY10 - \$1.25 million UGF reappropriation FY11 - \$1.0 million UGF (\$200.0 for one attorney and \$800.0 for outside counsel) FY13 - \$450.0 UGF Outside Counsel			
20	FY14	Civil Division	Natural Resources		Statehood Defense	3/4 Funding for Two Attorneys to Support Statehood Defense and Natural Resource Development Initiatives	356.8		
						PCNs: 2 PFT positions FY14 - \$356.8 UGF + 2 PFT positions added			
21	FY16	Civil Division	Natural Resources		Statehood Defense	Delete UGF Funding for Statehood Defense Attorney and Reduce Funding for one-third of a Support Staff Position	(225.0)		
						PCNs: (1 PFT position) The FY16 Governor's Amended budget eliminates a Statehood Defense attorney and associated funding, shifting the existing workload to other staff.			
22	FY16	Civil Division	Natural Resources		Endangered Species Act	Delete UGF Funding for Endangered Species Act Attorney and Reduce Funding for one-third of a Support Staff Position + Reduce Funding for Outside Counsel Regarding Endangered Species Act Issues	(525.0)		
						PCNs: (1 PFT position) (525.0) One of two Endangered Species Act attorneys is eliminated, shifting the existing workload to other staff - (\$225.0) UGF and (1) PFT Position Reduce Endangered Species Act contractual services funding for outside counsel and expert witnesses: (\$300.0) UGF			

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Item #	FY	Appropriation	Allocation	Formula/ NonForm	Category	Description	GF	Other	Fed
23	FY17	Civil Division	Natural Resources		Reduction	Governor's Veto: Delete Excess RSA Funding for Outside Legal Services for the Liquefied Natural Gas Project	(17,200.0)	(17,200.0)	
24	FY05- FY16	Civil Division	Oil, Gas & Mining		Gasline	Legal Services to Support Oversight of the Alaska Natural Gas Pipeline Project	27,600.0		
						FY05 - \$9.0 million UGF supplemental multi-year (lapsed FY06) FY06 & FY07 - \$3.9 million UGF multi-year FY07 - \$1.5 million UGF FY09 - \$3.0 million UGF (originally \$3.5 million was transferred from the Governor's office but \$500.0 was transferred back) - one-time funding FY11 - \$2.5 million UGF one-time funding FY12 - \$2.0 million UGF one-time funding FY13 - \$2.0 million UGF one-time funding FY14 - \$1.5 million UGF one-time funding FY15 - \$1.5 million UGF one-time funding FY16 - \$700.0 UGF one-time funding*			
25	FY09- FY16	Civil Division	Oil, Gas & Mining		Non-Gasline	Outside Counsel & Experts for Oil & Gas Matters (includes work related to PL Thomson litigation, FERC on TAPS Tariffs, and TAPS property tax matters) (The \$33.8 million [FY09-FY15] has been removed from the base budget because it was one-time and/or supplemental funding. The FY16 increment of \$3.0 million will be removed as a one-time item in the FY17 Governor's request.)	36,770.0		
						These appropriations fund contracts with outside counsel and consultant experts having expertise in specialized oil, gas, and mining issues. FY09 - \$3.0 million UGF one-time funding FY10 - \$6.1 million UGF one-time funding FY11 - \$3.0 million UGF one-time funding FY11 - \$3.87 million UGF supplemental FY11 & FY12 - \$2.0 million UGF supplemental multi-year lapsed 6/30/12 FY12 & FY13 - \$3.0 million UGF multi-year lapsed 6/30/13 FY13 - \$5.0 million UGF one-time funding FY13 & FY14 - \$2.0 million UGF supplemental reappropriation from BP Corrosion lapses 6/30/14 FY14 - \$2.0 million UGF one-time funding FY15 - \$3.8 million UGF one-time funding FY16 - \$3.0 million UGF one-time funding*	36,770.0		
26	FY16	Civil Division	Oil, Gas & Mining		Gasline	FY16 Supplemental for AK Liquefied Natural Gas Project Contractual Legal Services from \$10.1 million to \$6 million	6,000.0		
						GF/LNG (UGF). This funding was appropriated to the Department's Oil, Gas & Mining allocation to support the drafting and review of contracts related to the AK LNG project. Funds lapsed 6/30/16.	6,000.0		

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27	FY17- FY18	Civil Division	Natural Resources and Regulatory Affairs Public Advocacy		Non-Gasline	Outside Counsel for Specialized Expertise on Oil, Gas and Mining Issues	2,500.0			2,500.0	The Oil, Gas and Mining section has previously represented the Department of Revenue and the Department of Natural Resources in disputes relating to the collection of oil and gas taxes and royalties, using both department personnel and outside counsel. These activities will now be taken over by the Natural Resources and Regulatory Affairs and Public Advocacy (RAPA) allocations. This increment will fund FY17 contracts with outside counsel and consultant expert specialists. FY17 • Natural Resources -- \$2,125.0 UGF (IncOTI). The issues to be funded include taxes (\$1,184.0) and royalty reopeners (\$941.0). • Regulatory Affairs Public Advocacy (RAPA) -- \$375.0 UGF (IncOTI) to support the Pipeline Tariff Proceeding. The funding was removed in FY18. FY18: \$2,125.0 UGF (IncM)— The FY17 increment (see above) remained in the base budget in FY18.
28	FY17	Civil Division	Natural Resources		AOGCC Legal Services	Legal Services for the Alaska Oil and Gas Conservation Commission	225.0			225.0	AOGCC Receipts (DGF). Funding for Alaska Oil and Gas Conservation Commission (AOGCC) legal services.
29	FY14	Civil Division	Regulatory Affairs Public Advocacy		Gasline	3/4 Funding for Contract Review and investigation to address increased demand on the Development's time related to AGDC Issues PCNs: 1 PFT position		102.3		102.3	FY14 - \$102.3 GasPipFnd + 1 PFT Position. Funded via Fiscal Note approved with legislation. Ch. 11, SLA 2013 (HB4)
30	FY18	Civil Division	Regulatory Affairs Public Advocacy		Gasline	In-house legal services and outside counsel for specialized expertise on pipeline tariff issues	375.0			375.0	FY18: \$375.0 UGF
31	FY16	Civil Division	Transportation		Reduction	Delete UGF Funding for Transportation Attorney and Reduce Funding for one-third of a Support Staff Position PCNs: (1 PFT position)	(225.0)			(225.0)	The FY16 budget eliminates a Transportation attorney and absorbs the unfilled support staff position, shifting the existing workload to remaining staff.
32	FY16	Administration and Support	Administrative Services		Reduction	Reduce Overall Expenditure Levels in All Line Items to Achieve Budget Savings	(227.1)			(227.1)	UGF Reductions
33	FY17	Administration and Support	Administrative Services		Reduction	Governor's Veto: Delete One PFT Position and Related UGF Personal Services Funding PCNs: (1 PFT position)	(100.0)			(100.0)	To absorb the Governor's FY17 veto, the Department will eliminate one vacant procurement position in the Administrative Services Division. The procurement workload has been shifted to other positions within this allocation.

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DEPARTMENT OF LAW											
Item #	FY	Appropriation	Allocation	Formula/ Non-Form	Category	Description	GF	Other	Fed	Total Funds	Notes
34	FY17	Administration and Support	Administrative Services		Reduction	Vacate lease space for Juneau offices	(111.8)			(111.8)	FY18: (\$111.8) UGF Juneau offices will move from a leased facility into the Diamond Courthouse (a state-owned facility).
35	FY09- FY13	BP Corrosion	BP Corrosion		BP Litigation	Litigation Costs for 2006 Prudhoe Bay Pipeline Spills and Production Shutdown* *(All funding has been removed from the base budget because it was one-time and/or supplemental funding.)	23,700.0			23,700.0	FY09 - \$4.7 million UGF one-time funding FY10 - \$3.5 million UGF one-time funding FY11 - \$4.0 million UGF one-time funding FY12 & FY13 - \$4.5 million UGF supplemental multi-year lapsed 6/30/13 FY12 & FY13 - \$9.0 million UGF multi-year lapsed 6/30/13 FY13 - (\$2.0 million) UGF supplemental reappropriation from BP to Oil, Gas & Mining (the unexpended and unobligated balance of the \$3.7 million carried forward into FY13) *In November 2012, the dispute was settled through an arbitration panel in the State's favor. The final award with prejudgment interest was \$245 million. In addition, BP will pay \$10 million to settle civil assessments for the spills. The award is final, binding, and non-appealable.
36	FY15	Agency-wide Unallocated Reduction	Agency-wide Unallocated Reduction		Reduction	Unallocated Travel Reduction	(57.0)			(57.0)	The legislature removed a total of \$2,634,101 of UGF as an "unallocated travel reduction" from various agencies' travel expenditure level. The Department of Law's share of this UGF reduction is \$57.0, or 2.2%.
37	FY16	Agency Unallocated Appropriation	Agency Unallocated Appropriation		Reduction	UGF Reduction	(150.0)			(150.0)	The legislature included a decrement of (\$150.0) UGF in an agency unallocated appropriation to be spread at the department's discretion in FY16. NOTE: The department took this cut in the Environmental Law allocation in the Civil Division.