

State of Alaska Office of Management and Budget

FY2020 Operating Budget Overview:
Department of Commerce, Community, and Economic Development
Presentation to the Senate Finance Subcommittee
February 25, 2019
Administrative Services Director April Wilkerson



THE STATE
of **ALASKA**
GOVERNOR MICHAEL J. DUNLEAVY

DCCED FY2020 Operating Budget: Core Services, Priority Programs

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

Framework for a Strong Economy:

- Economic Growth
- Strong Communities
- Affordable Energy
- Consumer Protection

Sources:

Department Home

<https://www.commerce.alaska.gov/web/>

Duties of the Department

<http://www.legis.state.ak.us/basis/statutes.asp#44.33.010>

Alaska Constitution - Article X § 14

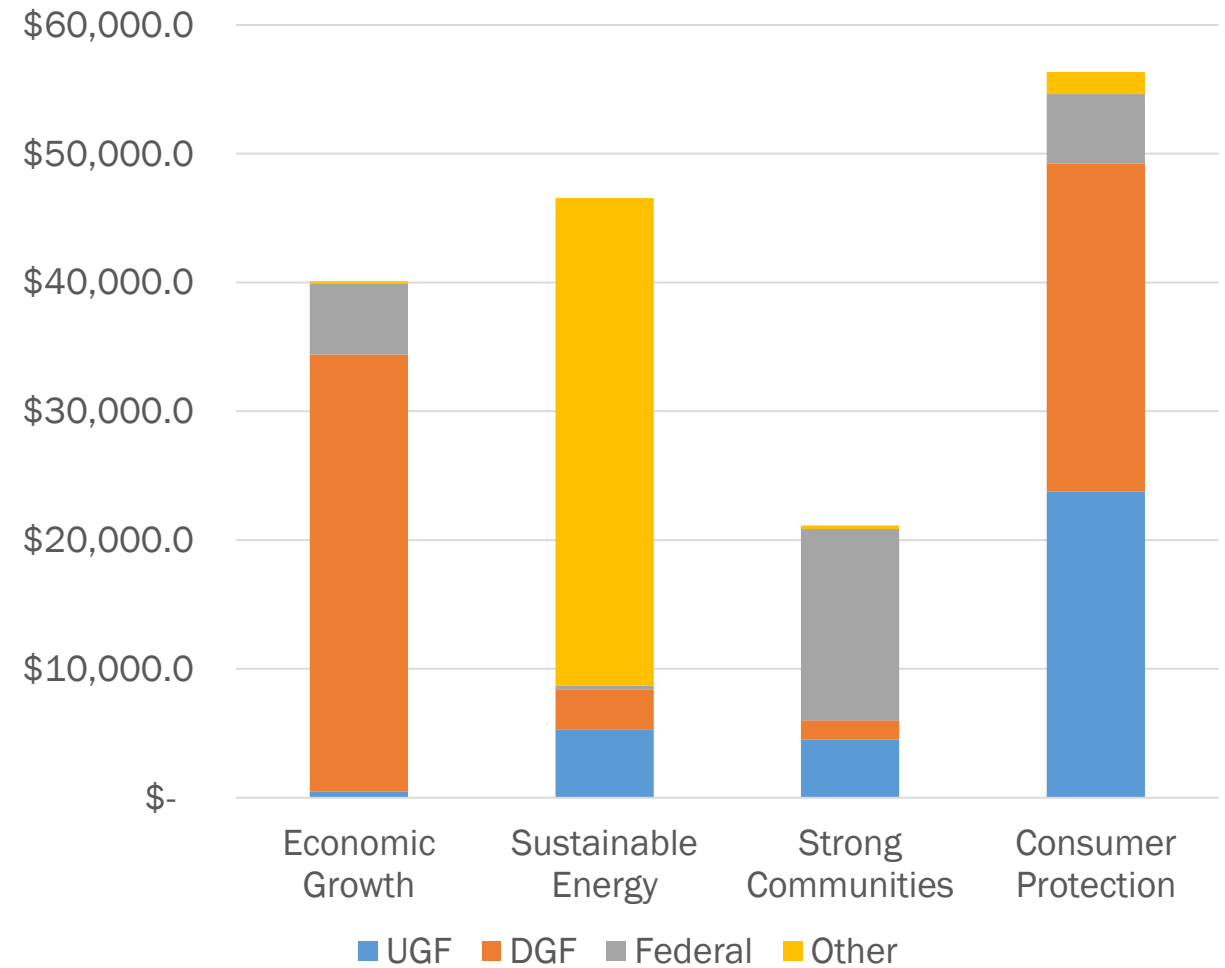
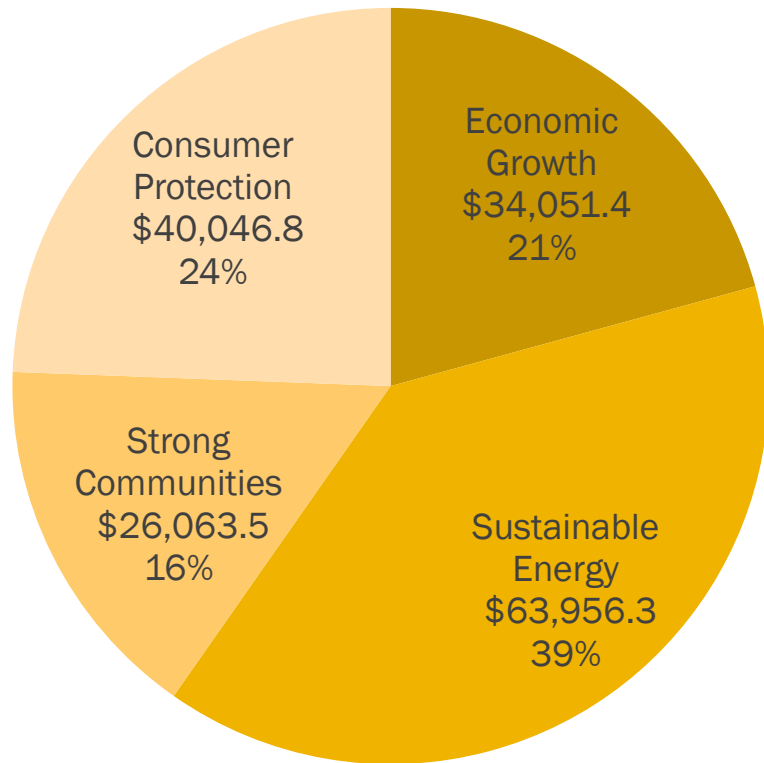
<https://ltgov.alaska.gov/services/alaskas-constitution/>

FY2019 Performance Measures

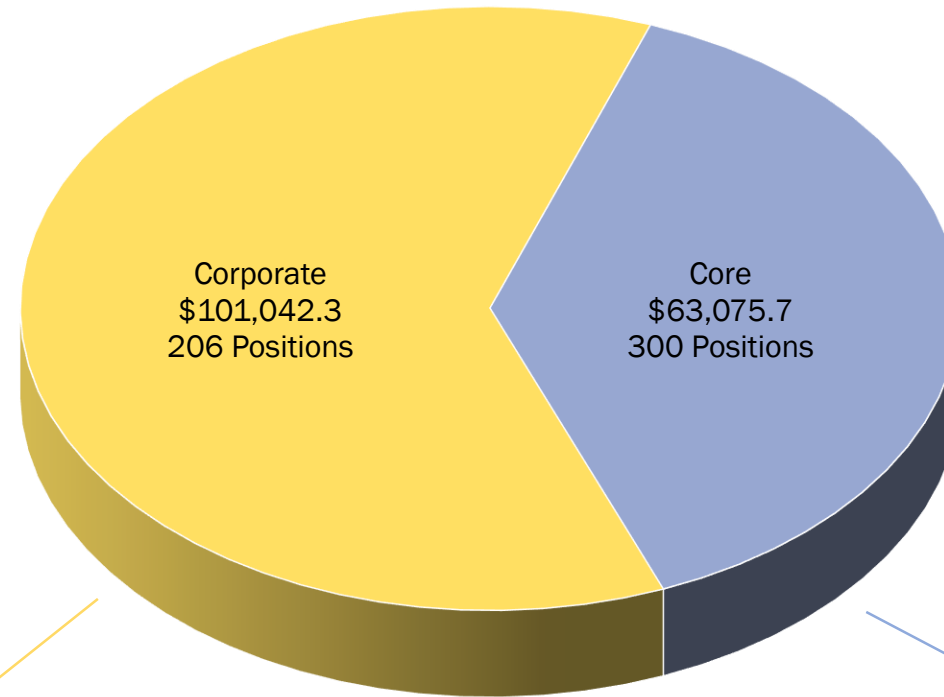
<https://www.omb.alaska.gov/html/performance/program-indicators.html?p=10>



DCCED FY2020 Operating Budget: Total by Priority Program



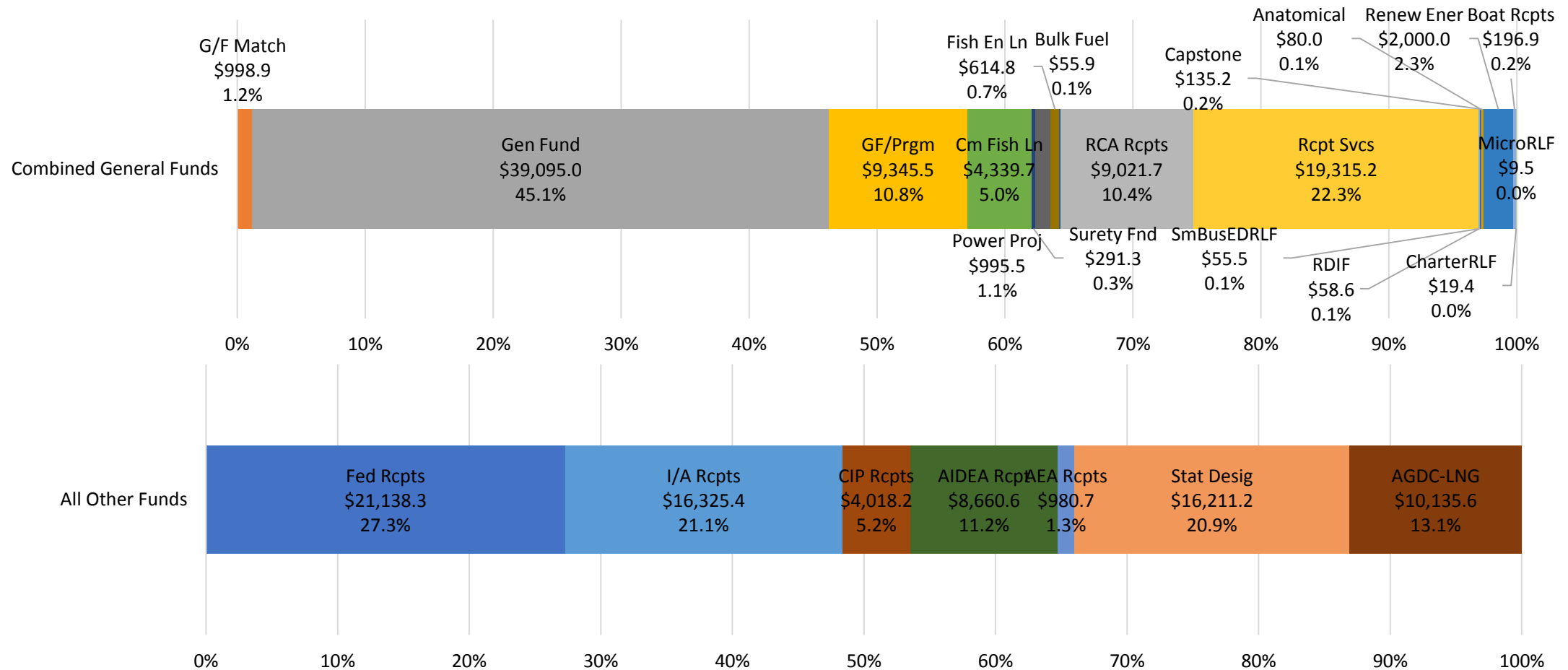
DCCED FY2020 Operating Budget: Department Makeup



- Alaska Energy Authority
- Alaska Gasline Development Corporation
- Alaska Industrial Development and Export Authority
- Alaska Seafood Marketing Institute
- Alcohol & Marijuana Control Office
- Regulatory Commission of Alaska

- Administrative Services
- Banking and Securities
- Community and Regional Affairs
- Corporations, Business and Professional Licensing
- Investments
- Insurance

DCCED FY2020 Operating Budget: Fund Source Breakdown by Fund Category



FY2020 Governor's Amended Total:
\$164,118.0

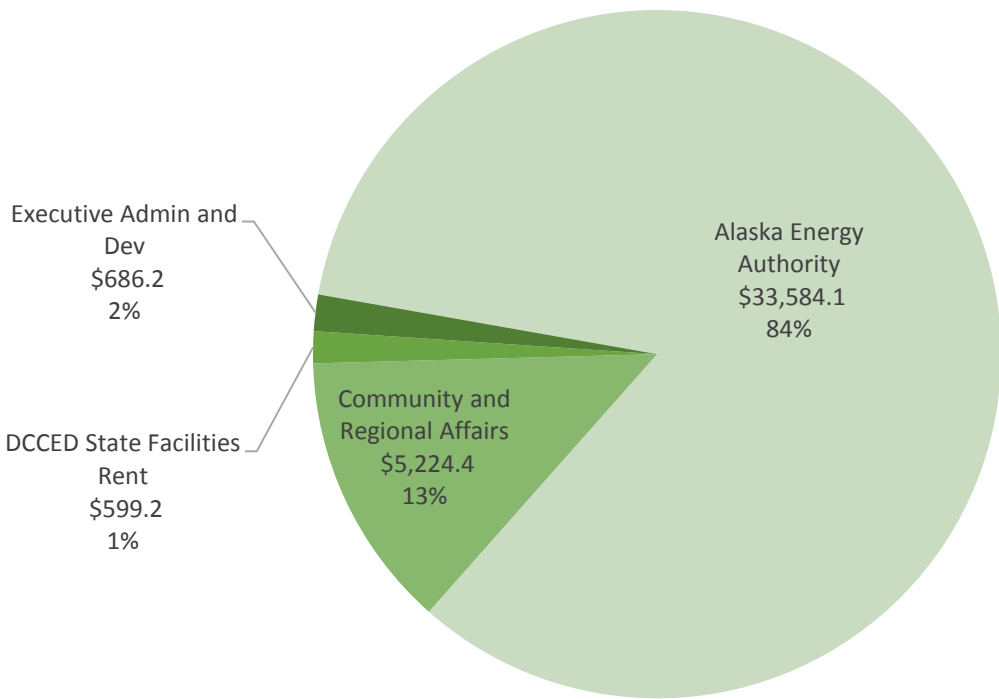
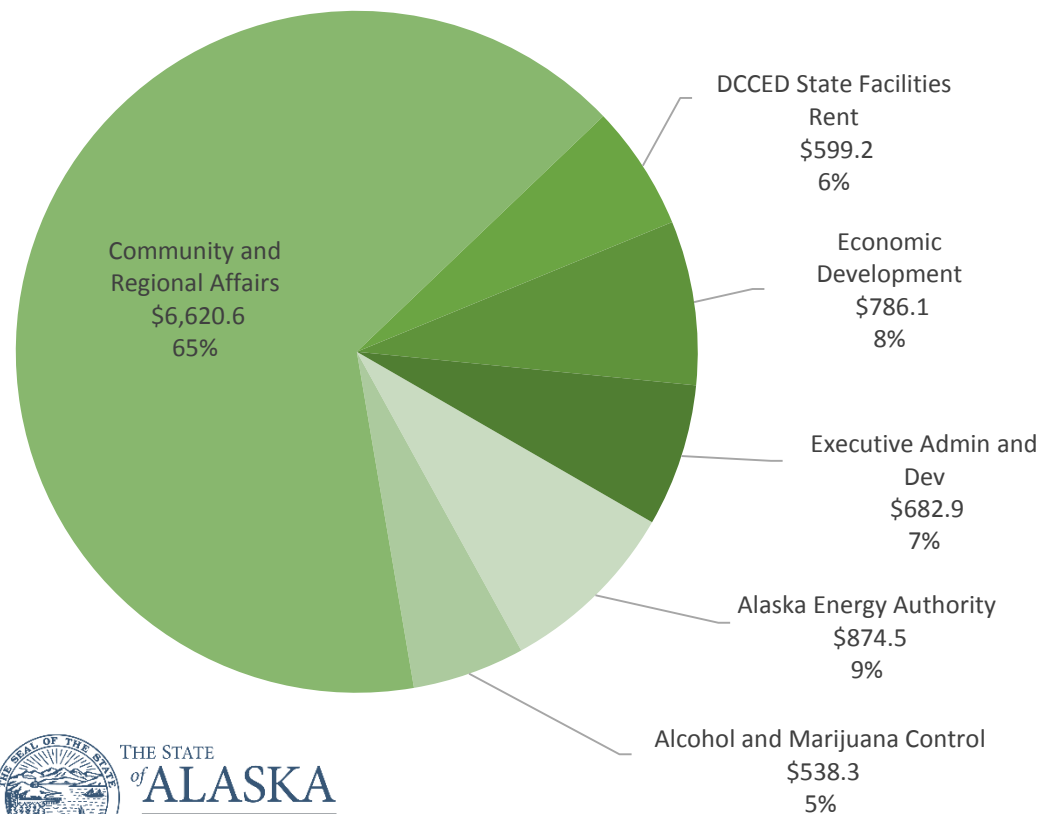


DCCED FY2020 Operating Budget: Fiscal Year Comparison

General Funds

FY2019 Management Plan Total: \$10,101.6

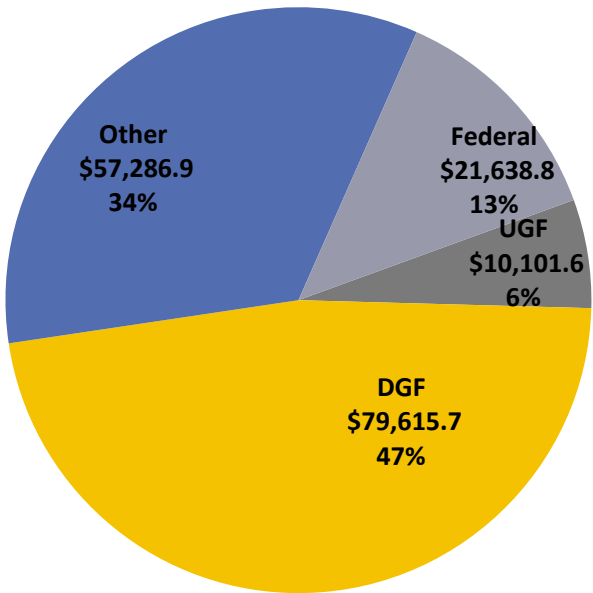
FY2020 Governor's Amended Total: \$40,093.9



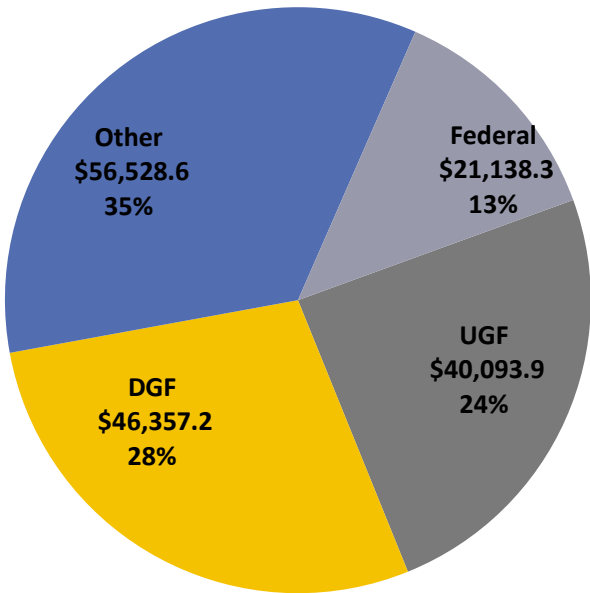
DCCED FY2020 Operating Budget: Fiscal Year Comparison and Lapse

Budget by Funding Group

FY2019 Management Plan
Total Budget: \$168,643.0



FY2020 Governor Amended
Total Budget: \$164,118.0

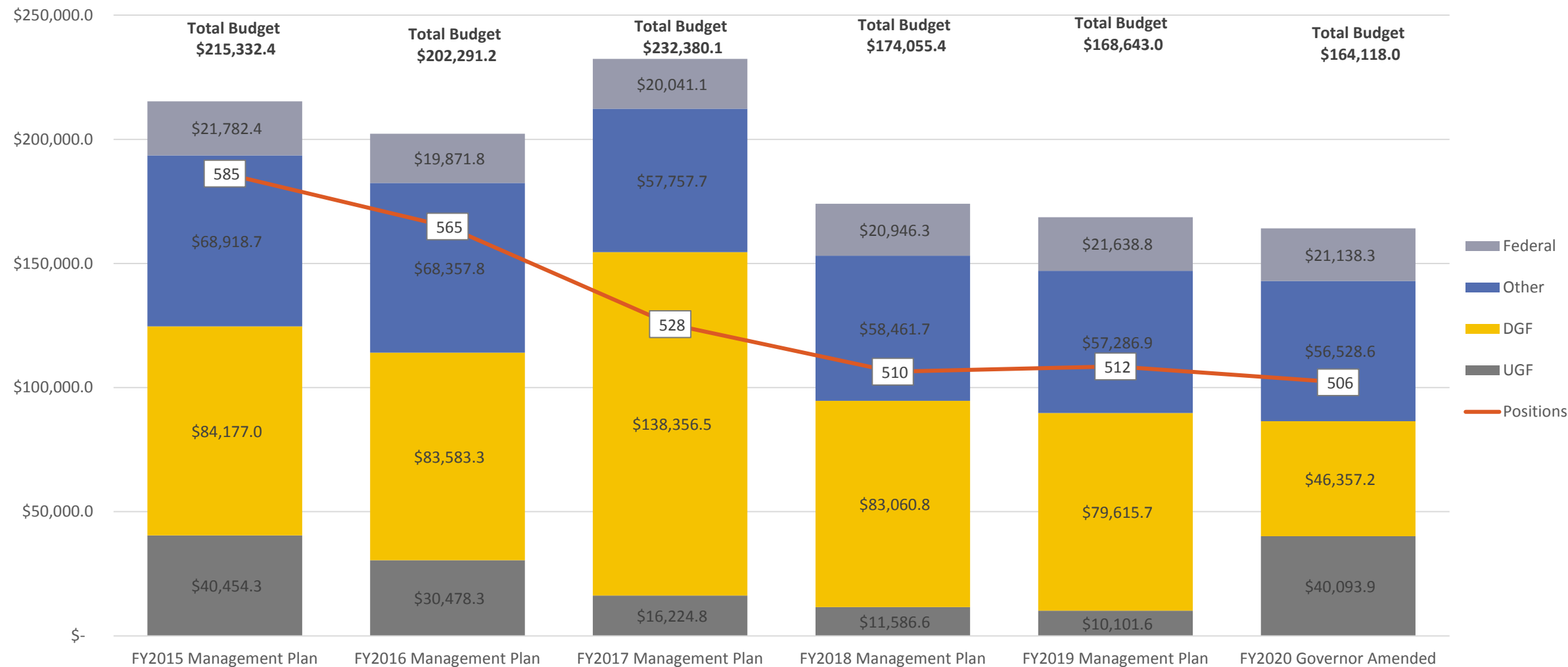


FY2018 Self-Supporting Programs that Pay for Annual Operations

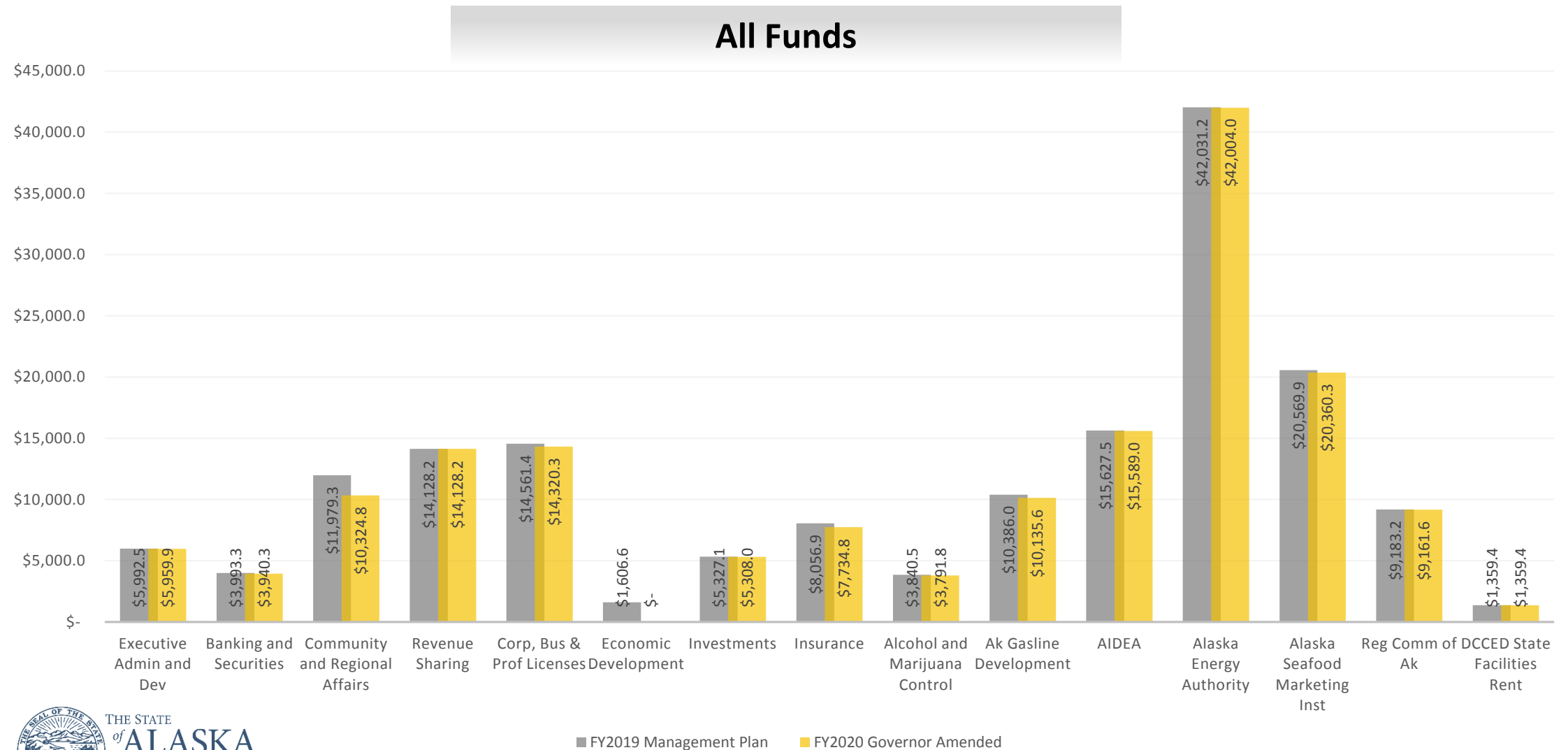
Self-Supported in FY2020	Self-Supported Program	Net Deposit to GF in FY2018
✓	Banking and Securities	\$14,330.9
✓	Corporations, Business, and Professional Licensing	\$8,125.8
✓	Insurance	\$4,347.8
✓	Alcohol and Marijuana Control Office	\$625.3
✓	Investments	Revolving Loan Funds
✓	Regulatory Commission of Alaska	Regulatory Cost Charge
✓	Alaska Industrial Development and Export Authority	AIDEA Receipts
Total Contribution to the General Fund in FY2018		\$27,429.8



DCCED Operating Budget: History



DCCED FY2020 Operating Budget: Fiscal Year Comparison



DCCED FY2020 Operating Budget: Change Summary

- Reducing dependence
 - Marijuana regulation fully industry-supported in FY2020
 - Remove UGF grant to Alaska Legal Services Corporation
- Unleashing entrepreneurialism
 - Reorganize and consolidate Economic Development functions / oversight
- Program reform
 - Refocus Community and Regional Affairs efforts to emphasize efficiencies
- Reducing regulatory burden
 - Evaluating regulatory programs to help get Alaskans to work faster



DCCED FY2020 Operating Budget: Administrative Orders with Eventual Budget Impacts

- A0 302 – Consolidates Administrative Services Directors in the Office of Management and Budget
- A0 304 – Statewide Procurement Consolidation
- A0 305 – Statewide Human Resources Consolidation
- A0 306 – Statewide Investigator Consolidation
- A0 307 – Transfers the Alaska Oil and Gas Conservation Commission to DCCED

DCCED FY2020 Operating Budget: By Component

RDU / Component	Total	UGF	DGF	Other	Fed	PCNs (PFT + NP)	All funds from FY2019	UGF from FY2019	All Funds from FY2015	UGF from FY2015	PCNs from FY2015
Executive Administration	\$ 5,959.9	686.2	-	5,273.7	-	35	-0.5%	0.5%	-12.4%	-56.0%	-24
Commissioner's Office	\$ 980.6	35.3	-	945.3	-	5	-3.1%	-	-15.2%	-68.2%	-3
Administrative Services	\$ 4,979.3	650.9	-	4,328.4	-	30	-0.0%	0.5%	-11.8%	-55.0%	-21
Banking and Securities	\$ 3,940.3	-	3,940.3	-	-	26	-1.3%	-	8.8%	-	2
Community and Regional Affairs	\$ 10,324.8	5,224.4	90.0	1,179.6	3,830.8	56	-13.8%	-21.1%	-6.2%	-33.2%	-7
Community & Regional Affairs	\$ 8,209.2	5,012.0	90.0	1,159.6	1,947.6	54	-16.6%	-21.7%	-25.4%	-35.9%	-9
Serve Alaska	\$ 2,115.6	212.4	-	20.0	1,883.2	2	-0.8%	-2.5%	-	-	2
Economic Development	\$ -	-	-	-	-	0	-	-	-	-	-
Revenue Sharing	\$ 14,128.2	-	-	3,100.0	11,028.2	0	-	-	-3.4%	-	-
Payment in Lieu of Taxes	\$ 10,428.2	-	-	-	10,428.2	0	-	-	-	-	-
National Forest Receipts	\$ 600.0	-	-	-	600.0	0	-	-	-	-	-
Fisheries Taxes	\$ 3,100.0	-	-	3,100.0	-	0	-	-	-13.9%	-	-
Corporations, Business & Professional Licensing	\$ 14,320.3	-	13,955.2	365.1	-	97	-1.7%	-	15.0%	-	11
Economic Development	\$ -	-	-	-	-	0	-100.0%	-100.0%	-100.0%	-100.0%	-19
Investments	\$ 5,308.0	-	5,308.0	-	-	39	-0.4%	-	-1.0%	-	-
Insurance	\$ 7,734.8	-	7,178.4	279.1	277.3	47	-4.0%	-	1.1%	-	-7
Alcohol and Marijuana Control	\$ 3,791.8	-	3,768.1	23.7	-	22	-1.3%	-100.0%	-	-	22
Alaska Gasline Development Corporation	\$ 10,135.6	-	-	10,135.6	-	26	-2.4%	-	-24.6%	-	-12
Alaska Energy Authority	\$ 42,004.0	33,584.1	3,095.5	3,822.4	1,502.0	0	-0.1%	3,740.4%	-28.1%	627.5%	-
AEA Owned Facilities	\$ 980.7	-	-	980.7	-	0	-	-	-8.1%	-	-
AEA Power Cost Equalization	\$ 32,355.0	32,355.0	-	-	-	0	-	-	-21.8%	-	-
AEA Rural Energy Assistance	\$ 6,668.3	1,229.1	1,095.5	2,841.7	1,502.0	0	-0.4%	40.5%	-2.7%	-24.6%	-
Alternative Energy & Efficiency	\$ 2,000.0	-	2,000.0	-	-	0	-	-	-78.1%	-100.0%	-
Alaska Industrial Development & Export Authority (AIDEA)	\$ 15,589.0	-	-	15,589.0	-	82	-0.2%	-	-10.5%	-	-24
AIDEA	\$ 15,252.0	-	-	15,252.0	-	82	-0.3%	-	-11.1%	-	-24
AIDEA Facilities Maintenance	\$ 337.0	-	-	337.0	-	0	-	-	28.6%	-	-
Alaska Seafood Marketing Institute	\$ 20,360.3	-	-	15,860.3	4,500.0	20	-1.0%	-	-23.8%	-100.0%	-
Regulatory Commission of Alaska	\$ 9,161.6	-	9,021.7	139.9	-	56	-0.2%	-	-5.4%	-100.0%	-6
DCCED State Facilities Rent	\$ 1,359.4	599.2	-	760.2	-	0	-	-	-	-	-
Total	\$ 164,118.0	40,093.9	46,357.2	56,528.6	21,138.3	506	-2.7%	296.9%	-21.9%	-0.4%	-64

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
1	Commissioner's Office	Executive Branch 50% Travel Reduction	Dec	-31.4	1007 I/A Receipts	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
2	Administrative Services	Office of Information Technology Salary Adjustment Billed to Agencies	SalAdj	3.3	1004 Gen Fund	-
		The Office of Information Technology (OIT) supports staff through billable rates charged to state agencies. This increase supports the portion of OIT salary adjustments, agreed to through the GGU and SU contract negotiations, that will be billed to executive branch agencies. Agencies pay the billable rates to OIT through a variety of fund sources, this increment has been adjusted down to remove the portion of rates that will be paid through non-general fund sources.				
3	Administrative Services	Transfer Administrative Services Director to OMB per AO 302	Atrout	-	-	-1
		Transfer Administrative Services Director located in Juneau to the Office of the Governor, Office of Management and Budget (OMB). Administrative Order 302 will streamline and increase accountability of budget and policy administration within the Executive Branch of state government by centralizing all significant administrative services oversight within OMB.				
4	Administrative Services	Executive Branch 50% Travel Reduction	Dec	-31.4	1007 I/A Receipts	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
5	Banking and Securities	Executive Branch 50% Travel Reduction	Dec	-53.0	1005 GFPR	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
6	Community & Regional Affairs	RSA to DMV for Continued Visitor Center Support in Tok	Trin	21.0	1004 Gen Fund	-
		<p>The Division's Tok office serves as the Alaska Public Lands Information Center (APLIC), the local Division of Motor Vehicles (DMV) office, and the Tok visitor center as required by AS 44.33.120(b)(7). This office caters to visitors driving in eastern Alaska and into the Yukon, offering maps, brochures, and destination information about Alaska.</p> <p>In FY2017, the department reduced the Tok office from two full-time positions and one seasonal worker to one full-time position. The remaining position, which had historically been shared by the Department of Administration's Division of Motor Vehicles (DMV) and the Division of Economic Development (DED), was transferred to DMV because the position's primary purpose is serving as the Tok DMV office. DED and the DMV agreed to enter into a reimbursable services agreement (RSA) to continue to fund 25% of the remaining position in order to continue to meet the Department of Commerce, Community and Economic Developments (DCCED) statutory requirement.</p> <p>In FY2020, economic development functions will transfer to the Office of the Governor. Funding to continue the contract with the DMV to facilitate a continued DCCED presence in the Tok office will be transferred to the Division of Community and Regional Affairs for administration.</p>				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
7	Community & Regional Affairs	Transfer Made in Alaska Program from Economic Development	Trin	38.3 128.4	1004 Gen Fund 1108 SDPR	-
		<p>In FY2020, staff from the Economic Development component will transfer to the Office of the Governor. Management of the Made in Alaska program will remain with the Department of Commerce, Community, and Economic Development, but will transfer from the Economic Development component to the Division of Community and Regional Affairs (DCRA).</p> <p>In FY2019, this position was managed by a full-time Development Specialist, Option A. As a result of ongoing application streamlining efforts and the implementation of a digital application process, the time required to manage the program is anticipated to decrease from 85% of one position to 50% of a position. This transfer includes revenue from program registrations and registrant purchase of program materials (stickers, etc.) that are sufficient to cover the cost of the program materials, as well as general funds for staff time for program management.</p>				
8	Community & Regional Affairs	Reverse Civil Legal Services Fund Grant to Alaska Legal Services Corporation	OTI (Technical)	-300.3	1221 Civil Legal Serv.	-
		Reverse language section appropriation made in SLA2018.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
9	Community & Regional Affairs	Remove Grant to Alaska Legal Services Corporation	Dec	-450.0	1004 Gen Fund	-
		Remove annual designated legislative grant to the Alaska Legal Services Corporation (ALSC). ALSC's budget is derived from a wide variety of sources: federal, state and local governments; tribal organizations; foundations; and private donations.				
10	Community & Regional Affairs	Realign Local Government Support and Services	Dec	-1,000.0	1004 Gen Fund	-
		The Division of Community and Regional Affairs (DCRA) will realize efficiencies throughout the division resulting in a savings of \$1 million in unrestricted general funds. Support for Alaska's communities is a constitutional requirement. The Commissioner's Office and division leadership will evaluate the division's functions to identify areas for efficiencies, including alternate methods of service delivery, increased collaboration with local community organizations, and options to collaborate with other divisions and departments for shared rural travel and outreach.				
11	Community & Regional Affairs	Executive Branch 50% Travel Reduction	Dec	-74.8	1002 Fed	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
12	Serve Alaska	Executive Branch 50% Travel Reduction	Dec	-11.6	1002 Fed	-
				-5.5	1004 GF Match	
		50% executive branch travel reduction based on actual costs of travel in FY2018.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
13	Corporations, Business, and Prof. Licensing	Reverse Visiting Physicians with Sports Teams (SB126)	FNOTI	-2.5	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
14	Corporations, Business, and Prof. Licensing	Reverse Year 1 Barber/Hairdresser; Tattoo; Braiding; Coloring (SB4)	FNOTI	-3.6	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
15	Corporations, Business, and Prof. Licensing	Reverse Year 1 Dentist: Temporary Permit (HB346)	FNOTI	-2.6	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
16	Corporations, Business, and Prof. Licensing	Reverse Year 1 E-Cigs/Tobacco/Nicotine & Minors; Sales (SB15)	FNOTI	-5.6	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
17	Corporations, Business, and Prof. Licensing	Reverse Year 1 Marital/Family Th. Board; Medical Licensing (SB108 in HB280)	FNOTI	-27.0	1156 RSS	-
		Reverse prior year fiscal note that included regulations and employee setup costs in the first year.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
18	Corporations, Business, and Prof. Licensing	Reverse Year 1 Marital/Family Therapy & Med Services (SB105)	FNOTI	-1.3	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
19	Corporations, Business, and Prof. Licensing	Reverse Year 1 Massage Therapy Licensing; Exemptions (HB110)	FNOTI	-6.2	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year and added investigations travel in out years.				
20	Corporations, Business, and Prof. Licensing	Reverse Year 1 Pharmacy Board / Comm. Fisheries Comm. (SB37)	FNOTI	-15.8	1156 RSS	-
		Reverse prior year fiscal note that included regulations and employee setup costs in the first year.				
21	Corporations, Business, and Prof. Licensing	Reverse Year 1 Prescriptions for Biological Products (SB32)	FNOTI	-4.5	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
22	Corporations, Business, and Prof. Licensing	Reverse Year 1 Public Accounting (HB147)	FNOTI	-4.0	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
23	Corporations, Business, and Prof. Licensing	Reverse Year 1 Real Est Appraisal Mgmt Corp; Appraisers (SB155)	FNOTI	-14.4	1156 RSS	-
		Reverse prior year fiscal note that included regulations and employee setup costs in the first year.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
24	Corporations, Business, and Prof. Licensing	Reverse Year 1 Release Hunting/Fishing Records to Muni (HB267)	FNOTI	-7.7	1156 RSS	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
25	Corporations, Business, and Prof. Licensing	Executive Branch 50% Travel Reduction	Dec	-0.6	1005 GFPR	-
				-4.1	1007 I/A Rcpts	
				-17.4	1108 SDPR	
				-123.8	1156 RSS	
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
26	Economic Development	Replace Vehicle Rental Tax Receipts with General Funds	FndChg	229.8	1004 Gen Fund	-
				-229.8	1200 VRTR	
		Replace vehicle rental tax receipts with general funds for continued economic development support.				
27	Economic Development	Delete Dev. Spec. II Option A (08-2205) and Dev. Spec. II Option B (08-5099)	Dec	-243.4	1004 Gen Fund	-2
		In FY2020, economic development activities will be consolidated and transferred to the Office of the Governor. Two positions will be deleted as a result of the consolidation. The vehicle rental tax funding for these positions will be transferred to the Office of the Governor with the consolidation.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
28	Economic Development	Reduce Uncollectable Receipt Authority	Dec	-173.3 -72.6 -109.6	1002 Fed 1007 I/A 1061 CIP	-
		Inter-agency, federal, and capital receipts are not anticipated to be collected due to the transfer of the Economic Development section to the Office of the Governor. Previously, capital appropriations from prior years to the Department of Commerce, Community, and Economic Development had periodically been used to fund some personal services and other costs when staff worked on specific projects.				
29	Economic Development	Transfer Tok Visitor Center RSA to Community and Regional Affairs	Trout	-21.0	1004 Gen Fund	-
		In FY2020, economic development functions will transfer to the Office of the Governor. Funding to continue the contract with the DMV to facilitate a continued DCCED presence in the Tok office will be transferred to the Division of Community and Regional Affairs for administration.				
30	Economic Development	Transfer Made in Alaska program to Community and Regional Affairs	Trout	-38.3 -128.4	1004 Gen Fund 1108 SDPR	-
		In FY2020, staff from the Economic Development component will transfer to the Office of the Governor. Management of the Made in Alaska program will remain with the Department of Commerce, Community, and Economic Development, but will transfer from the Economic Development component to the Division of Community and Regional Affairs (DCRA).				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
31	Economic Development	Transfer Economic Development Responsibilities to the Office of the Governor	Atrout	-713.2 -106.8	1004 Gen Fund 1200 VRTR	-3
		Transfer economic development activities from the Department of Commerce, Community, and Economic Development to the Office of the Governor. This realignment will allow cabinet-level focus on engaging the business community and outreach, as well as direct coordination with the Governor's Office and the Governor on the economic impact of policies across departments. The following positions will transfer to the Office of the Governor: Full-Time Business Development Officer (08-0505),range 23, located in Anchorage Full-Time Economic Development Advisor (08-1274),range 21, located in Juneau Full-Time Development Manager (08-T007), range 24, located in Anchorage				
32	Investments	Reverse Mariculture and Revolving Loan Fund (HB760	FNOTI	-6.4	1224 Mariculture RLF	-
		Reverse prior year fiscal note that included regulations costs in the first year.				
33	Investments	Executive Branch 50% Travel Reduction	Dec	-10.2 -1.8 -0.7	1036 Com Fish 1070 Fish Enh 1170 SBED	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
34	Investments	Align Authority to Meet Personal Services Projected Costs	LIT	-	-	-
		This transaction transfers expenditure authority that was previously unused in the services line to the personal services line to ensure all Investments positions are fully funded, including the portions of the Director and support positions that were previously funded by the Economic Development component. In FY2020, economic development activities will be transferred to the Governor's Office. As a result, the Division Director and associated support positions in the Investments component are no longer split-funded with the Economic Development component.				
35	Insurance	Federal Authority for Insurance Market Initiatives in Alaska	Inc	277.0	1002 Fed	-
		The Division of Insurance has received two federal awards in recent years from the Center for Medicaid and Medicare Services (CMS) for projects to strengthen and develop the healthcare marketplace in Alaska. In FY2016, the division received a federal grant focused on developing an external appeals process for health insurance consumers. Federal authorization for that award was appropriated as a multi-year project for FY2017 through FY2019.				
		In FY2019, the division was awarded \$277.0 to support the role of the division in implementation of and planning for selected Federal market reforms and consumer protections.				
		Federal grant opportunities are often issued on a short timeframe; for the most recent award, the grant solicitation was issued in May and grants were awarded in August. The Legislative Budget and Audit approved a Legislative Revised Program for the first year of grant funding on December 13, 2018. This federal authorization will allow the division to continue work on that federal grant in FY2020, and will ensure sufficient authorization is available for grant opportunities in the future.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
36	Insurance	Reverse Health Insurance Enforcement and Consumer Protection Grant	OTI	-517.8	1002 Fed	-
		Reverse language section appropriation made in SLA2018.				
37	Insurance	Executive Branch 50% Travel Reduction	Dec	-20.1 -61.2	1108 SDPR 1156 RSS	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
38	Alcohol and Marijuana Control Office	Reverse General Funds and Licensing Receipts for Marijuana Regulation	OTI	-525.4 -1,049.0	1004 Gen Fund 1005 GFPR	-
		Reverse prior year marijuana funding.				
39	Alcohol and Marijuana Control Office	Restore Marijuana Regulation Funding from License Receipts	IncM	1,574.4	1005 GFPR	-
		Funding for implementation of marijuana regulation activities was appropriated via a multi-year operating appropriation for FY2015 and FY2016. In FY2017, marijuana regulation was funded by \$100.0 general fund program receipts and \$1,474.4 in general fund authority as one-time items. The transition towards funding marijuana regulation with licensing receipts continued in FY2018: \$525.4 general fund program receipts complemented \$1,049.0 in general funds. In FY2019, two-thirds of original program costs were funded by license receipts, leaving marijuana regulation supported by just \$538.7 in general funds. In FY2020, marijuana regulation will be fully supported by license receipts, with no general fund support.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
40	Alcohol and Marijuana Control Office	Replace all UGF with Licensing Receipts	FndChg	-12.9 12.9	1004 Gen Fund 1005 GFPR	-
		Replace unrestricted general funds in the Alcohol and Marijuana Control office with program receipts from marijuana licensing. In FY2020, all marijuana regulation and licensing activity will be funded by licensing receipts.				
41	Alcohol and Marijuana Control Office	Executive Branch 50% Travel Reduction	Dec	-48.7	1005 GFPR	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
42	Alaska Gasline Development Corporation	Executive Branch 50% Travel Reduction	Dec	-250.4	1235 LNG	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
43	Alaska Energy Authority	Replace Power Cost Equalization Funds with General Funds	FndChg	381.8 -381.8	1004 Gen Fund 1169 PCE	-
		Power Cost Equalization (PCE) funds in the Rural Energy Assistance program are for administrative and program management costs for the PCE program, including working with rural utilities to ensure regulations compliance and required data collection. In FY2020, all PCE funding in the department is replaced with general funds.				
44	Alaska Energy Authority	Executive Branch 50% Travel Reduction	Dec	-27.2	1004 Gen Fund	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				

DCCED FY2020 Operating Budget: Changes

	Component	Description	Trans Type	\$	Funding	PCNs
45	Alaska Energy Authority	Replace Power Cost Equalization Funding with UGF	OTI	-32,355.0	1169 PCE	-
		Reverse language section appropriation made in SLA2018.				
46	Alaska Energy Authority	Replace Power Cost Equalization Funding with UGF	IncM	32,355.0	1004 Gen Fund	-
		In FY2020, Power Cost Equalization payments and associated program management will be funded by general funds.				
47	Alaska Industrial Development & Export Authority	Executive Branch 50% Travel Reduction	Dec	-19.1 -2.7 -16.7	1007 I/A 1061 CIP 1102 AIDEA	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
48	Alaska Seafood Marketing Institute	Executive Branch 50% Travel Reduction	Dec	-209.6	1108 SDPR	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				
49	Regulatory Commission of Alaska	Executive Branch 50% Travel Reduction	Dec	-0.1 -21.5	1007 I/A 1141 RCA	-
		50% executive branch travel reduction based on actual costs of travel in FY2018.				

DCCED FY2020 Operating Budget: Language Sections

- Section 7: \$10,285,000 AIDEA Dividend
- Section 10: Department of Commerce, Community, and Economic Development language section
- Section 22(i) & (j): AIDEA receipts to Oil and Gas Tax Credits Fund
- Section 23(a): Annual transfer language for unallocated NPRA receipts
- Section 25: Statewide salary and benefit adjustments. DCCED's salary and benefits amounts are included in these totals.

Statewide Rates and Changes

- Rates charged to DCCED by other departments vary year to year
- Budgetary and programmatic changes in DCCED or the charging department can cause rate changes
 - PCN additions / deletions / vacancies in either agency can result in changes to PCN-driven rates
 - Changes in space needs (consolidated footprint, paperless initiatives, position count changes) can result in changes to space costs
 - Cost savings in DCCED (e.g. reduced footprint) can result in DCCED savings but increased costs to all other agencies as DCCED's portion of statewide payments goes down (e.g. lease administration fee to SSOA)
 - Reductions of UGF or other funding in the charging agency can increase costs to DCCED
- Some rates for FY2019 are still in progress
- Rate amounts for FY2020 are not yet known
- Administrative Services and Commissioner's Office charge internal rates to divisions
- No changes in DCCED's FY2020 budget related to rates

Sustainable, Predictable, Affordable

