

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|---|-------------------------------------|----------------------|-------------------|-----------------------------|-----------------|--|-----------|--------------|------------|--------------------|---|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 5 | FY16 | Departmentwide | Various | | Deletion | <p>The Department of Administration's operating budget shows an 11% UGF reduction between the FY15 MgtPlan and the FY16 Budget (prior to the distribution of the \$29.8 million UGF unallocated reduction that will be spread among Executive Branch agencies). The legislature accepted the Governor's Amended budget reductions which affected nine appropriations throughout the department.</p> <p>PCNs: Delete 6 PFT and 10 Temporary positions. One PPT position was added.</p> | (6,519.0) | (394.8) | | (6,913.8) | <p>The following appropriations were affected:</p> <ul style="list-style-type: none"> - Centralized Administrative Services - General Services - Administration State Facilities Rent - Special Systems - Enterprise Technology Services - Public Communications Services - Legal and Advocacy Services - Alaska Public Offices Commission - Motor Vehicles Appropriation <p>Other Funds: CIP Receipts</p> |
| 6 | FY16 | Departmentwide | Various | | Deletion | <p>The Department of Administration's share of the \$29.8 million UGF unallocated reduction which was spread among Executive Branch agencies in FY16.</p> | (1,216.6) | | | (1,216.6) | <p>HB 2001 includes a \$29.8 million UGF unallocated reduction that will be spread among Executive Branch agencies.</p> <p>The share of the reduction allocated to the Department of Administration is \$1,216,600. OMB has instructed the departments to minimize layoffs and to look for efficiencies and program reductions. How the reduction will be allocated within the agency is currently unavailable.</p> |
| 7 | FY17 | Departmentwide | Various | | Deletion | <p>Increase Vacancy, Furlough Staff, and Delete Positions</p> <p>PCNs: Delete 3 PFT and 5 Temporary Positions</p> | (454.9) | | | (454.9) | <p>FY17 UGF deletions will result in the following reductions by allocation:</p> <ul style="list-style-type: none"> - Office of Administrative Hearings (\$70.9); - Office of the Commissioner (\$19.0); - Administrative Services (\$12.9); - Finance (\$13.9); - Personnel (\$201.1)+ (3 PFT and 5 Temp positions deleted); - Labor Relations (\$11.2); - Retirement and Benefits (\$12.5); - Purchasing (\$22.4); - Property Management (\$49.0); and - State of Alaska Telecommunications System (\$42.0). <p>These actions will shift work to either management or other staff, causing delays in responding to requests, completing payroll, and updating agency payroll systems.</p> |

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| 8 | FY07 | Centralized Administrative Services | Office of Administrative Hearings | | Coordination of State Services | Caseload Increases (Received from Various Agencies) PCNs: Adds 2 PFT positions | | 230.0 | | 230.0 | Interagency Receipts |
| 9 | FY12 | Centralized Administrative Services | Office of Administrative Hearings | | Direct Public Services | Legal Work for Municipalities and Other Government Agencies | 50.0 | | | 50.0 | Anticipated collections from school districts, municipalities and other governmental entities for hearing-related work performed under the authority of AS 44.64.055. |
| 10 | FY13 | Centralized Administrative Services | Office of Administrative Hearings | | Coordination of State Services | Executive Order No. 116, transferring the Department of Health and Social Services Office of Hearings and Appeals to DOA to provide consistent and efficient hearings statewide. PCNs: 5 PFT positions transferred as a result of this Executive Order. | | 1,083.9 | | 1,083.9 | Interagency Receipts |
| 11 | FY15 | Centralized Administrative Services | Office of Administrative Hearings | | Deletion | Delete Long-term Vacant Position (1 PFT Position) | (30.8) | (123.1) | | (153.9) | (UGF & I/A Receipts) As occurred in many departments, the Department of Administration deleted several long-term vacant positions and the funding associated with those positions at the Governor's request. |
| 12 | FY17 | Centralized Administrative Services | Office of Administrative Hearings | | Deletion | Remove Rate Subsidy While Retaining Current Rates | (110.0) | | | (110.0) | Unrestricted general funds (UGF) in this allocation have been used to reduce charges for hearings and to pay for certain tax cases. Shifting administrative duties from Law Judges to lower level staff allows for the net savings in the FY17 budget. |
| 13 | FY18 | Centralized Administrative Services | Office of Administrative Hearings | | Direct Public Services | Increase GF/PR Receipt Authority for Mediation Service Fee Charges to Municipalities and School Districts | 50.0 | | | 50.0 | GF/Program Receipts (DGF). The Office of Administrative Hearings (OAH) is actively marketing its services to municipalities and school districts as a low-cost option for mediation services. To date, service agreements have been activated with three entities. The legislature approved the Governor's request to double the existing program receipt authority in this allocation (with this change, the FY18 budgeted amount is \$100.0 GF/PR). |

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| 14 | FY08 | Centralized Administrative Services | DOA Leases | | Deletion | Decrement for Lease Cost Transfer from DOA Leases back to the Admin Divisions who incur the costs | (1,600.0) | | | (1,600.0) | |
| 15 | FY14 | Centralized Administrative Services | DOA Leases | | Deletion | GF Reduction from Services Line | (250.0) | | | (250.0) | The Department of Administration indicated during legislative review that it would be possible to find cost efficiencies of \$250.0 in the DOA Leases allocation. The department's Lease payments are partially funded by this component. |
| 16 | FY16 | Centralized Administrative Services | DOA Leases | | Deletion | GF Reduction from Services Line | (142.4) | | | (142.4) | A reduction of (\$142.4) UGF was included in the Department of Administration internal DOA Leases allocation. Unless costs can be reduced, this cut will result in higher charges to other divisions in DOA. |
| 17 | FY17 | Centralized Administrative Services | DOA Leases | | Deletion | Reduce UGF Available to Divisions for Lease Costs | (122.6) | | | (122.6) | A further reduction of (\$122.6) UGF was included in the FY17 Department of Administration internal DOA Leases allocation. Continued increased costs to other divisions in DOA will result. |
| 18 | FY06 | Centralized Administrative Services | Office of the Commissioner | | Coordination of State Services | Distribution to state agencies to offset increased chargeback rates for state services as identified in the federal cost allocation plan | 2,000.0 | | | 2,000.0 | One-time Special operating item appropriated in the Capital Budget. The distribution of this funding to multiple state agencies will allow for the leverage of non-GF sources in paying unavoidable chargeback costs since the rate increases apply to fund sources other than general funds. (The Department of Administration only retained \$262.9 of these funds to offset internal chargeback rate increases.) |
| 19 | FY07 | Centralized Administrative Services | Office of the Commissioner | | Information Technology | Enterprise Technology Services Cost Increases (to be Transferred to Various Agencies) | 2,306.8 | | | 2,306.8 | UGF funding increase needed for software maintenance contracts, utility consumption, support costs, and database management. In addition, \$541.1 was appropriated from a variety of DGF and Other fund sources for the same purpose. |

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| 20 | FY17 | Centralized Administrative Services | Office of the Commissioner | | Deletion | Eliminate One Special Assistant Position (1 PFT position) | (32.2) | (107.7) | | (139.9) | Total Legislative Cut: (\$139.9) comprised of (\$32.3 UGF/ (\$107.7) I/A Receipts. In addition to other reductions, funding was cut for the salary of one special assistant position (the Department has two special assistants--one in Anchorage and one in Juneau). Which position is eliminated is left to the discretion of the Department. |
| 21 | FY17 | Centralized Administrative Services | Office of the Commissioner | | Fiscal Note | Ch. 25, SLA 16 (SB 74) Medicaid Reform/ Telemedicine; Drug Database 1 Temporary Position | 834.6 | | | 834.6 | The passage of this legislation provides funds for a Temporary Health Project Coordinator (12 months in FY17 and 3 months in FY18) located in the Commissioner's Office/ Department of Administration (\$134.6 in Personal Services in FY17/ with an estimated \$33.6 in FY18). The addition of \$700.0 in one-time Contractual Services provides funds to procure a study to determine the feasibility of creating a health care authority to coordinate multiple health care plans. |
| 22 | FY18 | Centralized Administrative Services | Office of the Commissioner | | Deletion | Delete Deputy Commissioner (02-1040) no longer needed (1 PFT position) | (173.6) | (15.5) | | (189.1) | The legislature accepted the Governor's deletion of this position (and all related funding) with the understanding that the Commissioner's Office will continue to have one Deputy Commissioner to assist in the oversight of all divisions and departmental initiatives. |
| 23 | FY14 | Centralized Administrative Services | Administrative Services | | Coordination of State Services | Department of Administration Core Services Rates | 725.4 | | | 725.4 | Increased DOA UGF to assist in paying for core services including Risk Management, Personnel, Information Technology Services, the Public Building Fund, and the Working Reserve Account |

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| 24 | FY17 | Centralized Administrative Services | Administrative Services | | Coordination of State Services | Shared Services Consolidated Function for Accounts Receivable | 750.0 | | | 750.0 | The legislature accepted the Governor's amendment to add \$750.0 in GF/Program Receipt authority to fund one new consolidated function and to implement savings for prompt payment of state contracts. The Department is planning to bundle and outsource agency accounts receivables to increase collections--compensating the vendor for a percent of the actual collections, retaining a percent for the Department's shared services initiative, and returning the net to state agencies. In addition, the Department is moving forward to add a "fast-pay" term to state contracts, providing an incentive for payments received in 10-15 days. |
| 25 | FY18 | Centralized Administrative Services | DOA Information Technology Support | | Deletion | Delete Data Processing Manager II and Micro/Network Specialist II (2 PFT positions) | | (208.6) | | (208.6) | Two PFT positions (with related I/A Receipt funding) were deleted in the Governor's budget -- one in Juneau/ one in Anchorage. The change is possible as a result of efficiencies gained when the Department of Natural Resources consolidated desktop services. |
| 26 | FY06 | Centralized Administrative Services | Finance | | Coordination of State Services | eTravel Initiative Costs | | 2,000.0 | | 2,000.0 | Inter-Agency Receipts to fund the State Travel Manager and the state's new travel agency contract. The GF offset for this increase was appropriated to the Commissioner's Office for distribution to agencies. |
| 27 | FY13 | Centralized Administrative Services | Finance | | Coordination of State Services | Integrated Resource Information System (IRIS) Position Authority PCNs: Supports 12 new PFT positions established by Position Adjustment in the FY12 Management Plan | | 1,500.0 | | 1,500.0 | CIP Receipts to provide funding for 12 new PFT positions to implement the integration of the new administrative systems which replace several aging and inefficient systems, including the statewide accounting and payroll systems. |

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| | FY14- FY16 | Centralized Administrative Services | Various | | Coordination of State Services | Patient-Centered Outcomes Research Institute (PCORI) Mandated by Patient Protection and Affordable Care Act (total fees as of FY16) | 491.1 | | | 491.1 | The legislature approved the Governor's request for funding to pay mandated fees for self-insured health plans to fund the PCORI Trust Fund and related fees. The amount of the fee is progressive: \$1 in the first year (FY15), \$2 in the second (FY16) and subsequent years, using the average number of covered lives (employees and dependents) of the active and retiree plans. UGF added to the following allocations: Finance- \$61.3 (FY15)/ \$63.8 (FY16-FY21); Retirement and Benefits- \$65.0 (FY14)/ \$68.0 (FY15) + Research Institute Fees \$9.5 (FY16-FY20) |
| 28 | FY15 | Centralized Administrative Services | Finance | | Deletion | Delete Long-term Vacant Positions (2 PFT Positions) | (205.6) | | | (205.6) | UGF. As occurred in many departments, the Department of Administration deleted several long-term vacant positions and the funding associated with those positions at the Governor's request. |
| 29 | FY17 | Centralized Administrative Services | Finance | | Coordination of State Services | Statewide Single Audit Contract Increase with the Division of Legislative Audit | 450.0 | | | 450.0 | An amendment for \$450.0 UGF submitted by the Governor to increase funding for the Statewide Single Audit performed by the Division of Legislative Audit was approved by the legislature. The billing for this service had been \$300.0 annually for at least the past ten years. |
| 30 | FY18 | Centralized Administrative Services | Finance | | Deletion | Delete Sixteen Positions and Associated Funding No Longer Needed for Statewide Systems Implementation (14 PFT and 2 Temporary Positions) | | (2,060.4) | | (2,060.4) | CIP Receipts (Other). Since these positions participated in the implementation of the new statewide accounting system, now in the stabilization phase, this reduction was approved by the legislature. |
| 31 | FY15 | Centralized Administrative Services | E-Travel | | Deletion | Delete Long-term Vacant Position (1 PFT Position) | | (75.1) | | (75.1) | I/A Receipts. As occurred in many departments, the Department of Administration deleted several long-term vacant positions and the funding associated with those positions at the Governor's request. |
| 32 | | | | | | | | | | | |

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| 33 | FY06 | Centralized Administrative Services | Personnel | | Coordination of State Services | Maintain Staffing at FY05 Level and Add Interagency Receipt Authority that was Previously Off Budget | | 965.2 | | 965.2 | Interagency Receipts --\$385.0 to maintain staffing level --\$580.2 to add FY05 Unbudgeted RSAs to FY06 funding level |
| 34 | FY08-FY11 | Centralized Administrative Services | Personnel | | Coordination of State Services | Unrealizable Fund Sources - Switched to GF for Confidential Employees Association (CEA) Salary and Health Insurance Increases | 1,848.1 | | | 1,848.1 | By FY05, human resource staff and activities from 13 agencies were integrated into DOA Personnel. Initial savings of (\$548.8 GF) and a cut of 16 PFT positions kept funding manageable by user chargeback. This integration was intended to provide all state agencies with standardized, consistent service. It was intended that costs associated with these services would be aggregated, allocated, and billed to the user agencies based on total authorized positions in the agencies. Between FY08-FY11, however, I/A Receipts received from user agencies were insufficient to cover the consolidated staff and General Funds for Confidential Employees Association (CEA) salary and health insurance increases were appropriated directly to Personnel as UGF. --FY08 \$467.7 --FY09 \$153.2 --FY10 \$428.6 --FY11 \$798.6 |
| 35 | FY15 | Centralized Administrative Services | Personnel | | Fiscal Note | Ch. 15 (HB 278) Salary Schedule & Benefits Study and Evaluation of, and Recommendations for, Teacher Tenure 1 Temporary position | 610.6 | | | 610.6 | Section 52 of this legislation requires the department to prepare and present to the legislature a written proposal for a salary and benefits schedule for school districts that includes an evaluation of, and recommendations for, teacher tenure. Funding includes costs associated with one full-time non-permanent position plus travel to meet with school districts to gain an understanding of current pay structures. Also included is the cost of utilizing a contractor (\$500.0 in FY15 only) to assist with the development of the salary and benefits schedule. |

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| 36 | FY18 | Centralized Administrative Services | Personnel | | Deletion | Human Resource Management Efficiencies and Reduction of Class Studies (3 PFT positions) | (662.7) | (800.0) | | (1,462.7) | The legislature approved two actions for simplification and restructuring in DOA Personnel but also recognized that these actions could impact agencies due to the reduced ability of the Department of Administration to conduct class studies. The transactions are: - A reduction of \$1,138.3 (\$338.3 UGF/ \$800.0 I/A Rcpts (Other)) to reflect savings resulting from new Human Resource Management system efficiencies; - Deletion of three vacant Classification Section Human Resource Consultants (\$324.4 UGF/ 3 PFT positions). |
| 37 | FY17 | Centralized Administrative Services | Centralized Human Resources | | Coordination of State Services | Reduce Funds Available to Department of Administration Divisions for Human Resource Costs | (137.5) | | | (137.5) | Two UGF decrements (\$12.5 and \$125.0) cut 55% of the funding in the Centralized Human Resources component. These funds are used to offset Department of Administration HR costs. Impacts to the divisions include holding vacancies longer or deleting positions, reducing travel to conferences, and reduced training for staff. |
| 38 | FY06 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Public Employee/Teacher Retirement/ Boards--funding to set up the new Defined Contribution retirement plan--to reprogram computer systems, set up and account for two new plans, create new plan publications and forms, train staff, and educate employees. | 1,029.0 | (12.5) | | 1,016.5 | Ch. 9, FSSLA 2005 (SB 141)--Creates a new Defined Contribution retirement plan and a health reimbursement arrangement for new employees hired after July 1, 2005. |

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| 39 | FY07 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Required matching state contribution for non-vested employees converting to a defined contribution retirement plan | 500.0 | | | 500.0 | <p>Sec. 12(a), Ch. 33, SLA06, P64, L29 relating to the retirement reform act (SB 141) enacted during the 24th legislative session which created a new Defined Contribution (DC) tier in the PERS and TRS systems effective July 1, 2006.</p> <p>The funding source is GF because the existing tiers of PERS/TRS are Defined Benefit plans, and the new tier is legally separate from those existing retirement funding sources. It was assumed that by FY08, as more employees were hired into the new tiers, program costs would be funded through an assessment on DC accounts. As of FY13, overall GF funding in Retirement and Benefits has been reduced from \$1.1 million in FY07 down to \$94.1.</p> |
| 40 | FY14 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Consolidation and Automation of Division Processes for Greater Customer Self-Service | | 875.0 | | 875.0 | <p>The addition of various retirement funds to support consolidation and automation of both external and internal processes. The Division's Actuary projects a 62% increase in the number of retirees during the next decade and this anticipated change is focusing Retirement and Benefits on customer service and internal automation. System improvements will include: disaster recovery; continuing operation planning; process consolidation and customer self-service that will become available through a common and secure web portal managed through the division's imaging web content management system.</p> |
| 41 | FY14 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Increased Workload for Management of AlaskaCare Plan | | 171.6 | | 171.6 | <p>Additional personal services funding to be used towards quality control and member advocacy and support, to ensure that members are getting uniformly correct determinations from the Division of Retirement and Benefits (DRB) and the DRB vendors. These resources are to be used to implement wellness initiatives, innovative changes to plan provisions, response to changing membership health needs, and the management of multiple vendors to service the increasing membership.</p> |

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| | FY15- FY16 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Reinsurance Fee Mandated by Patient Protection and Affordable Care Act (from Various Retirement and Benefits Funds classified as "Other") | | 2,306.4 | | 2,306.4 | The legislature approved the Governor's request to meet the mandatory, temporary, 3-year transitional reinsurance program under the Patient Protection and Affordable Care Act to help stabilize premiums in the individual health insurance market from 2014 to 2016. Funding comes from contributions from insurers in the individual, small group, and large group markets, as well as by self-insured health plans such as the AlaskaCare Employee and Retiree Health Plans. Fees are intended to be used to subsidize the cost of health insurance premiums provided through Affordable Care Act exchanges. -- FY15 \$3,200.0 -- FY16 \$2,306.4 |
| 42 | | | | | | | | | | | |
| | FY16 | Centralized Administrative Services | Retirement and Benefits | | Deletion | Reduce Actuarial Costs | (79.8) | | | (79.8) | The Division of Retirement & Benefits uses its allocation of state general funds to pay expenses that cannot be paid by the retirement and health trust funds. This is in compliance with the Exclusive Benefit Rule found in AS 39.35.011, AS 39.35.900, AS 14.25.181, AS 14.25.500, Supplemental Benefit System Article VII(C), and Deferred Compensation Program Article VII (C). This reduction of general funds will decrease the amount available for actuarial work that cannot be paid for with trust funds and may reduce the number of requests to which the division can respond. |
| 43 | | | | | | | | | | | |
| | FY17 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Ongoing Actuarial Costs | 73.5 | | | 73.5 | The FY17 UGF increase partially restored actuarial funds reduced in FY16. Division of Retirement & Benefits uses its allocation of state general funds to pay expenses that cannot be paid by the retirement and health trust funds. The legislature approved the Governor's request of \$73.5 UGF for actuarial work that cannot be paid for with trust funds. |
| 44 | | | | | | | | | | | |

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| | FY19 | Centralized Administrative Services | Retirement and Benefits | | Employee Benefits | Alaska's Health system | 1,000.0 | | | 1,000.0 | One-time FY19 increments were approved by the legislature, tasking the Division of Retirement and Benefits (DRB) to take the lead as follows: <ul style="list-style-type: none"> • Stakeholder Engagement for Alaska Health System Reform – IncOTI: \$250.0 ACHI Fund (DGF). Participate in a stakeholder process to develop a plan for Alaska's health care system to improve population health and the patient care experience while reducing the per capita cost. The process will include members from the legislature, state agencies, and the provider community and is tasked with producing actionable recommendations. Existing Division staff will manage the \$250.0 in Alaska Comprehensive Health Insurance Funds (ACHI) • Evaluate Consolidated Purchasing and Health Care Cost Reduction Strategies – IncOTI: \$750.0 ACHI Fund (DGF). Evaluate and execute strategies to reduce the growth of state health care spending across state agencies and other public payers. The increment may be used to procure actuarial and legal analysis for coordinated administration; to purchase health services across entities; and to implement recommendations from the Health Care Authority feasibility studies required by SB74 (Medicaid Reform: Telemedicine; Drug Database). DRB staff will be responsible for management of these funds. |
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| | FY08 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Cost Savings for Claims Administration Contract | | (2,049.0) | | (2,049.0) | |
| 46 | | | | | | | | | | | |
| | FY09 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Health Claims Processing Cost and Customer Base Increases | | 700.0 | | 700.0 | |
| 47 | | | | | | | | | | | |
| | FY10 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Administrator Contract | | 5,100.0 | | 5,100.0 | |
| 48 | | | | | | | | | | | |

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| 49 | FY11 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Administrator Cost Projection Adjustment | | (3,000.0) | | (3,000.0) | |
| 50 | FY13 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Contract Increases | | 440.5 | | 440.5 | |
| 51 | FY14 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Administrator Contract Increase for Anticipated New Health Contract as of 7/1/2013 | | 1,500.0 | | 1,500.0 | |
| 52 | FY15 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Administrator Contract Increase for Anticipated New Health Contract as of 1/1/2014 | | 5,500.0 | | 5,500.0 | The new AlaskaCare contracts for third party administrator (TPA) services became effective on January 1, 2014. TPA services have now been separated into four major components: Medical Claims Administration and Managed Network, Healthcare Management, Pharmacy Benefit Management, and Dental Claims Administration and Managed Network. Aetna was awarded the first three components and Moda Health (formerly Oregon Dental Services) took over the dental component. The department estimated that \$5.5 million would be needed for the new contracts (which also includes an increase in the number of lives covered). Actual service fees for each contract will be computed and a budget amendment may be offered. |

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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| | FY17 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Third Party Administrator Contract Increases | | 2,400.0 | | 2,400.0 | The State hires a third party administrator (TPA) to manage the Active and Retiree health plans. The Request for Proposals separated the TPA services into four major components. Aetna services the three medical components and MODA handles the Dental Claims Administration and Managed Network. Aetna contract negotiations have been completed and it is estimated that an additional cost of \$2.4 million is necessary for administrative fees. This additional amount is due to the increase in the number of covered lives in the growing plans. |
| 53 | FY19 | Centralized Administrative Services | Health Plans Administration | | Employee Benefits | Administrative Fee Increase Due to Medicare Part D Employer Group Waiver Plan (EGWP) Participation | | 3,750.0 | | 3,750.0 | Group Life Health and Life Benefits Fund (Other). The AlaskaCare retiree health plan currently files for federal subsidies for Medicare eligible retirees through the Retiree Drug Subsidies program. Contract negotiations with Aetna were recently completed and the Division of Retirement and Benefits expects a \$3.75 million increase to administrative fees for the period beginning January 1, 2019 through June 30, 2019. This increment will promote a cost shift from the State to the federal government. Over time, the waiver is expected to reduce the State's share of the cost of drugs for retirees by \$50 million to \$60 million annually, which will then reduce employer contributions to retirement systems |
| 54 | FY15 | Centralized Administrative Services | Centralized ETS Services | | Legislative Deletion | General Fund Reduction from Services Line | (194.3) | | | (194.3) | The Department of Administration indicated during legislative review that it would be possible to find cost efficiencies of \$194.3 in the Centralized ETS Services allocation. This reduces UGF in this allocation by 57.5 percent from the FY14 Management Plan. |
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**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 56 | FY13 | General Services | All | | Structural Change | In FY13, a new appropriation - General Services - was added to gather in one budgetary location all of the responsibilities of the Division of General Services. The nine allocations now housed under that appropriation are: Purchasing, Property Management, Central Mail, Leases, Lease Administration, Facilities, Facilities Administration, Non-Public Building Fund Facilities, and General Services Facilities Maintenance. | | | | | Also, three appropriations were eliminated -- Leases, State Owned Facilities, and General Services Facilities Maintenance since the allocations within those appropriations were moved under the new General Services appropriation. |
| 57 | FY18 | Shared Services of Alaska (SSoA) | Various | | Structural Change | In FY18, a number of services (other than IT services) shared by all departments were consolidated under a new "Shared Services of Alaska" (SSoA) appropriation (renamed from General Services). This appropriation consists of nine allocations: Accounting (new), Business Transformation Office (new), Purchasing, Print Services (formerly Central Mail), Leases, Lease Administration, Facilities, Facilities Administration, and Non-Public Building Fund Facilities. (Property Management no longer exists as a separate allocation and resources and positions have been transferred primarily to Purchasing.) | | | | | This marks the first wave of change and consolidation under the new "Shared Services of Alaska" (SSoA) and Office of Information Technology (OIT)--a second new appropriation to reflect organizational changes in the FY18 DOA budget. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 58 | FY18 | Shared Services of Alaska (SSoA) | Accounting | | Structural Change | Shared Services of Alaska Implementation | | 5,259.6 | | 5,259.6 | I/A Receipts (Other). The legislature approved the Governor's request to add over \$5.2 million in I/A Receipt authority to provide the new consolidated Accounting allocation services. In order to provide internal services at a reduced cost, the Executive Branch will implement phased consolidation of cross-department services such as travel, accounts payable, P-Cards, procurement, facilities management, collection of delinquent accounts, and centralized mail and print services. Departments transferred a total of 77 positions to SSoA (including 3 from within the Department of Administration) and decremented a total of \$763.8 (\$332.8 UGF) in the FY18 budget (which represents a 10% cut related to transferred positions). The funding needed for these positions and the overall implementation of SSoA will come from Reimbursable Services Agreements with the agencies. |
| 59 | FY18 | Shared Services of Alaska (SSoA) | Business Transformation Office | | SSoA | Add Four Program Managers and Authority for Shared Services of Alaska Implementation 4 PFT positions | | 712.0 | | 712.0 | I/A Receipts (Other). Based upon the Governor's request, four new Program Manager positions (two in Anchorage/ two in Juneau) were approved by the legislature to provide leadership for transitioning services from agencies to the new Shared Services of Alaska division. These positions are created within the new Business Transformation Office allocation. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 60 | FY19 | Shared Services of Alaska (SSoA) | Business Transformation Office | | SSoA | Debt Collection and Vendor Fees | 1,200.0 | | | 1,200.0 | <p>GF/Program Receipts (DGF). SSoA is funded by:</p> <p>1) inter-agency receipts based on back-office work (travel paperwork and accounts payable) that is being completed by positions transferred from other departments and</p> <p>2) 5% of the total amount of debt collected through contracts for collection services.</p> <p>The money associated with debt collection is classified as program receipts and is used to reduce interagency receipts paid by agencies. The legislature added \$700.0 GF/Program Receipt authority (in addition to the \$500.0 GF/PR initially requested by the Governor).</p> <p>The projected amount of receipt revenue cannot be refined until SSoA gains experience with Account Control Technology, Inc. (ACT) and their efficiency at collecting debts on behalf of the State. Debt has been transferred to SSoA from the Department of Law and the Permanent Fund Dividend Division. SSoA has had initial meetings with several other departments to begin the process of analyzing and transferring additional state debt to ACT.</p> |
| 61 | FY18 | Shared Services of Alaska (SSoA) | Purchasing | | SSoA | Add GF/Program Receipt Authority to Allow for Collection of New Vendor Administrative Fees Charged on Cooperative Contracts | 281.5 | | | 281.5 | <p>GF/Program Rcpts (DGF). The legislature approved the addition of \$281.5 in GF/Program Receipt authority for the new vendor administrative fee that has been included on all cooperative contracts administered by the Purchasing allocation. As part of the overall SSoA process, the use of these fees is needed to support personnel who are negotiating and administering statewide agreements on behalf of all branches of state government as well as local governments and other political subdivisions of the State.</p> |
| 62 | FY19 | Shared Services of Alaska (SSoA) | Purchasing | | SSoA | Add GF/Program Receipt Authority to Allow for State Surplus Property Sales Growth | 138.0 | | | 138.0 | <p>GF/Program Rcpts (DGF). The legislature approved the addition of \$138.0 in GF/Program Receipt authority for the increased sale of surplus property. These receipts are projected to continue to increase with additional marketing efforts. The additional receipt authority will allow for budget alignment with projected revenue collections.</p> |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| | FY06- FY13 | General Services | Central Mail | | Coordination of State Services | U.S. Postage Rate Cost and Mail Services Increases | 31.8 | 1,099.3 | | 1,131.1 | Interagency Receipts from individual state agencies for Central Mail Services. |
| 63 | FY17 | General Services | Central Mail | | Coordination of State Services | Reduce Inter-Agency Receipts | | (847.1) | | (847.1) | Interagency Receipts from individual state agencies for Central Mail Services was reduced by (\$847.1) beginning in FY17. (The Governor had proposed a \$500.0 reduction.) The authority can be reduced as a result of efficiencies achieved through a reduction of lease costs for equipment, the use of barcodes on outgoing mail, and electronic services on eligible mail pieces. In addition, the legislature added intent that the department review the Juneau Central Mail program using Shared Services processes to find and implement efficiencies, evaluate the cost effectiveness of centralization, and explore implementing mail service efficiencies in other areas of the State. |
| 64 | FY06- FY14 | General Services | Leases | | Leases | Increased Inter-Agency Receipts for State Leases | | 15,337.6 | | 15,337.6 | Steady increase in leases over the last 8 years, totaling over \$15.2 million between FY05 - FY13. Factors contributing to the cost increases include consumer price index (CPI) provisions of many lease contracts and expiring leases being replaced at higher cost. The addition of these Interagency Receipts added to reduce unbudgeted RSA's and show anticipated increases before expenditures were incurred. --FY06 \$3,000.0 --FY07 \$1,800.0 --FY08 \$1,724.4 --FY09 \$1,000.0 --FY10 \$1,745.3 --FY11 \$3,117.9 --FY12 \$350.0 --FY13 \$2,500.0 --FY14 \$100.0 |
| 65 | FY17 | General Services | Leases | | Leases | Reduce Inter-Agency Receipt Authority for Leases | | (1,394.5) | | (1,394.5) | The legislature approved a reduction of interagency receipt authority attributable to more efficient use of space by agencies, resulting in less leased space and an overall decrease in lease costs. |
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**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 67 | FY18 | Shared Services of Alaska (SSoA) | Leases | | Leases | Reduce Inter-Agency Receipt Authority as a Result of Reduced Lease Space | | (2,894.0) | | (2,894.0) | The legislature approved a reduction of interagency receipt authority attributable to more efficient use of space by agencies, resulting in less leased space and an overall decrease in lease costs. Since FY16, state agencies have reduced overall square footage by 184,206. In addition, most janitorial services provided under lease agreements have been reduced from five days of service to three days of service per week. |
| 68 | FY19 | Shared Services of Alaska (SSoA) | Leases | | Leases | Reduce Inter-Agency Receipt Authority as a Result of Reduced Lease Space | | (1,000.0) | | (1,000.0) | As agencies reduce their footprint and use office space more efficiently, less leased space is needed, resulting in reduced lease costs. The legislature approved the Governor's FY19 decrement to align receipt authority with projected FY19 expenditures. |
| 69 | FY14 | General Services | Lease Administration | | Leases | Additional I/A Authority to Enable Lease Administration to Maintain Core Services | | 265.9 | | 265.9 | I/A Receipts to enable the Leases Program to maintain core services. This increment will partially fund a full-time Accounting Clerk in Juneau, add travel for site inspections to ensure that lessors are in compliance with lease terms and conditions, purchase third-party legal services to manage ongoing litigation, and retain the services of a certified industrial hygienist to address employee health concerns in leased office space. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 70 | FY06- FY14 | General Services | Facilities | | Public Building Fund | Public Building Fund Facility Maintenance and Operations Cost Increases | 700.0 | 10,929.1 | | 11,629.1 | <p>Collection of receipts into the Public Building Fund provides for the day-to-day and long-term management, maintenance and operations of the buildings included in that group.</p> <p>As of FY13, the Public Building Fund is comprised of 11 facilities--the Robert B. Atwood Building and the Linny Pacillo Parking Garage (Anchorage), the Fairbanks Regional Office Building, and Juneau buildings --State Office Building, Alaska Office Building, Community Building, Court Plaza Building, Douglas Island Building, the Public Safety Building, and the Dimond Courthouse, plus the Palmer State Office Building.</p> <p>Public Building Fund Facility Maintenance & Operations receipt increases over this 8-year period include the following: --FY06 \$504.8 --FY07 \$745.1 --FY08 \$2,641.0 --FY09 \$900.0 (including \$700.0 UGF) --FY10 \$2,200.0 --FY11 \$2,000.0 --FY12 \$1,788.2 --FY13 \$750.0 --FY14 \$100.0 (I/A Rcpts)</p> |
| 71 | FY15 | General Services | Facilities | | Public Building Fund (ATRIN) | Transfer Responsibility for the Nome Office Building from Department of Transportation & Public Facilities - Highways, Aviation and Facilities | 201.1 | | | 201.1 | <p>The Nome Office Building has historically been managed by the Department of Transportation and Public Facilities. In FY15, the management of the building and funding for operations is being transferred to the Department of Administration, Division of General Services.</p> |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 72 | FY16 | General Services | Facilities | | Public Building Fund | Reduce Funding for Public Building Maintenance and Operations | (607.9) | | | (607.9) | The legislature accepted the Governor's request to reduce maintenance and operations for Public Buildings. These include the State Office Building and parking structure, Alaska Office Building, Public Safety Building, Douglas Island Building, Community Building, Court Plaza Building and parking structure, Dimond Courthouse Building, Fairbanks Regional Office Building, Robert B Atwood Building, Linny Pacillo Parking Garage and Office, Palmer State Office Building, and the Nome State Office Building. |
| 73 | FY17 | General Services | Facilities | | UGF Subsidy | Eliminate Subsidy to Linny Pacillo Parking Garage and to the Nome State Office Building | (292.2) | | | (292.2) | The Governor's budget reflected a 56% UGF reduction from the FY17 Adjusted Base in the Facilities allocation. This cut will result in a partial loss of the subsidy provided directly to agencies in the Linny Pacillo Parking Garage in Anchorage and the Nome State Office Building. To meet this reduction, the Division of General Services will reduce lower priority activities such as janitorial services and interior and exterior window washing. |
| 74 | FY18 | Shared Services of Alaska (SSoA) | Facilities | | Public Building Fund | Reduce Public Building Fund Receipt Authority to Align with Anticipated Expenses | | (1,623.8) | | (1,623.8) | Public Building Fund Rcpts (Other). This reduction aligns with projected services expenses. The department has noted that the remaining Public Building Fund receipt authority (totaling approximately \$14.7 million) should be sufficient to cover anticipated expenses for FY18. |
| 75 | FY18 | Shared Services of Alaska (SSoA) | Facilities | | Increase Receipt Authority | Increase GF/Program Receipt Authority Due to Private Parking in the Linny Pacillo Parking Garage | 50.0 | | | 50.0 | GF/Program Receipts (DGF). This increase in receipts generated from private parking allows SSoA to offset the impact of general fund reductions for the state agencies who occupy space in the Linny Pacillo Parking Garage in Anchorage. |
| 76 | FY14 | General Services | Facilities Administration | | Public Building Fund | Funding for Public Building Fund Contracting Officer I/II/III (Anchorage) and Accounting Clerk (Juneau) | | 197.7 | | 197.7 | Increase will be used to fully fund a new Contracting Officer in Anchorage and to partially fund an Accounting Clerk in Juneau. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 77 | FY18 | Shared Services of Alaska (SSoA) | Non-Public Building Fund Facilities | | Increase Receipt Authority | Increase GF/Program Receipt Authority for Space Rented to New Private Tenants at the Geologic Material Center | 62.0 | | | 62.0 | GF/Program Receipts (DGF). The legislature approved the Governor's request for additional receipts due to the rental of space to a new, private tenant at the Geologic Material Center in Anchorage. |
| 78 | FY15 | Special Systems | Elected Public Officers Retirement System Benefits | | Employee Benefits | Elected Public Officers Retirement System (EPORS) Cost Savings | (150.0) | | | (150.0) | The Governor's request to reduce UGF by \$150.0 for EPORS was approved by the legislature. Less authority is needed because membership is declining. Currently EPORS has 35 members receiving benefits (20 retirees and 15 survivors). |
| 79 | FY17 | Enterprise Technology Services | State of Alaska Telecommunications System (SATS) | | SATS | Reduce Funding for Maintenance and Operations PCN: (1) PFT Position | (466.9) | | | (466.9) | In FY17, the legislature cut \$466.9 (12%) of this allocation's funding (over FY16). (The Governor had proposed a \$247.7 UGF cut.) Given the many remote locations, these cuts will result in the system becoming unreliable. These decrements will impact funding for fuel to reach sites and the repair of equipment. According to the department, with continued reductions in UGF, this essential infrastructure of towers, shelters and microwave communications equipment will operate in a "break and fix" mode. |
| 80 | FY13 | Enterprise Technology Services | Alaska Land Mobile Radio | | ALMR | Alaska Land Mobile Radio Equipment, Maintenance, and Training to accommodate a change in ownership of 41 sites from the Department of Defense to the State of Alaska effective in FY13. | 1,500.0 | | | 1,500.0 | Governor requested UGF base funding/ the Legislature changed the additional funds to an IncOTI. |
| 81 | FY14 | Enterprise Technology Services | Alaska Land Mobile Radio | | ALMR | Restore Alaska Land Mobile Radio Equipment, Maintenance and Training; Increase Alaska Land Mobile Radio Maintenance Federal Receipts Authority; and Fund 50% of the Additional GF Requested for Alaska Land Mobile Radio Maintenance Costs | 1,800.0 | | 500.0 | 2,300.0 | Base funding of \$1.5 million UGF was added to replace one-time funds added in FY13 to the ALMR budget; \$500.0 in additional federal receipt authority for ALMR users was added to the base budget in FY14; and \$300.0 UGF was approved by the legislature to fund 50% of the Governor's request for increased maintenance costs for ALMR. Funds will be used for site maintenance, including annual hardware replacement and maintenance, on-site preventative maintenance inspections (PMI), and system repairs. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 82 | FY17 | Enterprise Technology Services | Alaska Land Mobile Radio | | ALMR | Reduce Funding for Maintenance Contract | (121.1) | | | (121.1) | <p>The legislature approved the Governor's ALMR decrement for (\$121.1) UGF. The ALMR System is an interoperable system that provides radio service to local, state and federal agencies. A capital request of \$1 million UGF was approved by the legislature to provide the necessary upgrades in software and hardware to meet the state's obligations for its share of the ALMR System. A reappropriation for approximately \$1.3 million was also approved for this same purpose (Sec. 10, Chapter 29, SLA2008, page 32, line 9).</p> <p>In addition, the legislature also added intent that the Department of Administration and its partners find an alternate, more efficient and reliable system to the Alaska Land Mobile Radio System in order to provide emergency communications for communities.</p> |
| 83 | FY14 | Enterprise Technology Services | ALMR Payments on Behalf of Political Subdivisions | | ALMR/ Structure Change | Add GF for Alaska Land Mobile Radio Payments on Behalf of Political Subdivisions | 500.0 | | | 500.0 | <p>A new structure (allocation added by the legislature) was implemented in FY14. A new chargeback methodology for ALMR is being implemented in FY14. Although the legislature anticipated that ALMR would be a full cost-recovery system, DOA did not ask municipalities to pay their share. The Governor requested a \$500.0 grant to the Department of Commerce, Community and Economic Development--from which funding owed by municipalities would be transferred to DOA. Instead, the legislature chose to pay the municipal share directly to DOA.</p> |
| 84 | FY16-FY17 | Enterprise Technology Services | ALMR Payments on Behalf of Political Subdivisions | | ALMR | Eliminate GF for Alaska Land Mobile Radio Payments on Behalf of Political Subdivisions | (500.0) | | | (500.0) | <p>Initially, the Governor reduced UGF funding to subsidize payments on behalf of municipalities (\$340.0 in FY16). In FY17, the legislature eliminated all remaining funding (\$160.0 UGF) from this allocation. There will be no subsidy on behalf of municipalities for participation in the Alaska Land Mobile Radio System in FY17.</p> |
| 85 | FY06 | Enterprise Technology Services | Enterprise Technology Services | | Direct Public Services | Increment/ Decrement to switch funding source | 3,500.0 | (3,500.0) | | 0.0 | <p>Deletion of Information Services Fund/Addition of UGF due to the removal of Two-Way Radios and SATS from ETS Chargeback</p> |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 86 | FY07 | Enterprise Technology Services | Enterprise Technology Services | | Information Technology | Increase to Cover Operational Costs | | 3,000.0 | | 3,000.0 | Information Services Fund (ISF)--Personal Services Costs, Systems Maintenance, and Contracts. Corresponding \$2,306.8 UGF + \$541.1 DGF/non-GF offset appropriated to the Commissioner's Office for distribution to departments to pay for this overall increase. |
| 87 | FY07 | Enterprise Technology Services | Enterprise Technology Services | | ALMR | Non-ISF Increases for SATS/ Two-Way Radio/ Alaska Land Mobile Radio Equipment | 1,700.0 | | 1,700.0 | 3,400.0 | Maintenance and Operations Contract with Motorola for the ALMR equipment |
| 88 | FY08 | Enterprise Technology Services | Enterprise Technology Services | | ALMR | ALMR/SATS Operations and Maintenance PCNs: 7 PFT maintenance positions added | 2,250.0 | | | 2,250.0 | Cost increases for the Alaska Land Mobile Radio (ALMR) and the State of Alaska Telecommunications System (SATS) operations and maintenance, resulting in part from the deployment of the ALMR system. |
| 89 | FY09 | Enterprise Technology Services | Enterprise Technology Services | | Information Technology | Additional funds to prevent security breaches related to statutory changes concerning Personal Information & Consumer Credit | 2,040.6 | | | 2,040.6 | Fiscal note for HB65 (Ch. 92, SLA 2008). UGF funds for the following: --\$275.0 Services --\$1,765.0 Equipment--Capital Outlay |
| 90 | FY15 | Enterprise Technology Services | Enterprise Technology Services | | Deletion | Delete Long-Term Vacant Positions (1 PFT Position + 1 Temp Position) | (2.7) | (148.4) | | (151.1) | (UGF & Info Services [Other]) As occurred in many departments, the Department of Administration deleted several long-term vacant positions and the funding associated with those positions at the Governor's request. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 91 | FY18 | Office of Information Technology | Alaska Division of Information Technology | | STRUCTURE CHANGE | Restructuring of the Office of Information Technology with added receipt authority and reductions due to restructuring (3 PFT Positions) | | 7,809.1 | | 7,809.1 | The Office of Information Technology restructuring encompasses three transactions, all of which were approved by the legislature: (1) Decrement - (\$500.0) CIP Rcpts (Other) - reducing capital improvement project funding as a result of a change in Enterprise Technology Services rate methodology; (2) Decrement - (\$600.0) Info Svc (Other) (3 PFT positions) - elimination of the ETS Call Center with a redistribution of services to a self-serve portal and the redirection of MyAlaska support inquiries to the Departments of Revenue and Labor & Workforce Development; (3) Increment - \$8,909.1 Interagency Receipts (Other) - for the creation of a centralized Office of Information Technology (IT) in order to better align the State of Alaska's IT organizations. The purpose of this centralization is to deliver the lowest cost for commodity services by leveraging the purchase power of the State as a single organization, and realigning department IT organizations under a Chief Information Officer (CIO) responsible for all technology-related strategy and operations within the State. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 92 | FY18 | Office of Information Technology | Alaska Land Mobile Radio | | ALMR | Department of Defense (DOD) Reimbursement | | | 1,400.0 | 1,400.0 | <p>The legislature approved the Governor's Alaska Land Mobile Radio increment for \$1.4 million Federal Receipts to allow for receipt of the DOD reimbursement.</p> <p>The ALMR allocation contains funding for contracts that operate and manage the State of Alaska's share of the interoperable, public safety-grade communications system for first responders and the State of Alaska Telecommunication System. It is a shared system managed by a cooperative agreement among the State of Alaska, the Department of Defense, and the Municipality of Anchorage. In FY17, the State of Alaska negotiated a new single service contract with Motorola Solutions, Inc., on behalf of all participants. As a result of the new contract, the Department of Defense can no longer pay Motorola directly, but must pass their payment through the State, who will pay Motorola Solutions, Inc. on their behalf. This increment is not an increase to ALMR services but a change in how funds are administered.</p> |
| 93 | FY14 | Administration State Facilities Rent | Administration State Facilities Rent | | Department Rent | General Fund Reduction from Services Line | (250.0) | | | (250.0) | <p>The Department of Administration indicated during legislative review that it would be possible to find cost efficiencies of \$250.0 in the Administration State Facilities Rent allocation. The department's rent costs are funded by this component.</p> |
| 94 | FY09 - FY12 | Public Communications Services | Public Broadcasting - Radio | | Direct Public Services | Additional Funds for Radio Station Operating Grants and for Public Broadcasting Engineering Needs in Underserved Communities | 1,100.0 | | | 1,100.0 | <p>Funding added for Public Broadcasting - Radio grants: --FY09 \$400.0 (basic operating expenses) --FY10 \$250.0 (IncOTI) --FY11 \$250.0 (continuation funding) --FY12 \$200.0 (engineering needs in underserved communities)</p> <p>The overall, current level for this allocation is \$3,319.9 (all UGF).</p> |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|----|-------------------------------------|--------------------------------------|--------------------------|-----------------------------|-----------------------------------|---|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 3 | FY | Appropriation | Allocation | Formula/ NonForm | Category | Description | GF | Other | Fed | Total Funds | Notes |
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| 95 | FY12- FY13 | Public Communications Services | Public Broadcasting - TV | | Direct Public Services | Government Access TV Program Expansion | 298.8 | | | 298.8 | In FY05, Public Broadcasting - TV was budgeted at \$754.3. Reductions in FY06-FY07 brought that funding down to \$527.1 for a 4-yr period. Legislative add-ons in FY12 (\$200.0 for expansion of statewide Broadband capacity and enhanced programming) and in FY13 (\$98.8 for government access TV program expansion) increased funding to the current level of \$825.9. |
| 96 | FY17 | AIRRES Grant | AIRRES Grant | | Direct Public Services | Reduce Grant Funding for Reading Services | (85.0) | | | (85.0) | The Governor proposed a \$35.0 UGF reduction to the Alaska Information Radio Reading and Educational Services (AIRRES) grants for FY17 which would have cut the grants in half for FY17. The legislature eliminated ALL funding. |
| 97 | FY18 | Public Communications Services | Various Allocations | | Direct Public Services | Maintain Communications Services at the FY17 Level of Support | 635.6 | | | 635.6 | The legislature approved the Governor's request to maintain Public Broadcasting at the FY17 level of support by replacing one-time FY17 money with base funding in FY18. The following increments continue this funding: - Public Broadcasting Commission -- Grant Funding for Oversight of Public Radio and Television: \$2.3 UGF (IncM). Allows for administrative operating expenses in support of the public radio and television grantees. - Public Broadcasting - T.V. -- Grant Funding for Public Television: \$633.3 UGF (IncM). Supports statewide public television services including Gavel to Gavel, 360North, and UATV. |
| 98 | FY07 | Risk Management | Risk Management | | Coordination of State Services | FY07 Cost Recovery to cover the estimated FY07 cost of risk for workers' compensation, general liability and marine losses | | 12,905.8 | | 12,905.8 | Interagency Receipts budgeted for the "true cost of risk". Risk Management increments occurred throughout other agencies in FY07 as well, enabling those state agencies to leverage funds other than general funds to pay for the costs. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|--|--|-----------------------------|--------------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 99 | FY14 | Risk Management | Risk Management | | Coordination of State Services | Increased I/A Receipt Authority to Allow the Division to Meet the Rising Medical and Legal Costs of Insurance Premiums | | 4,224.2 | | 4,224.2 | A core service increase of \$4.2 million was approved by the legislature for FY14 which will be charged to user agencies through RSA and payroll runs. During the past four years, Risk Management has been flat funded and has seen a dramatic increase in property insurance premiums (66%), medical costs for workers compensation (56%), and litigation costs (22%). Each year from FY09-FY12, Risk Management has exceeded its budget authorization and needed the Catastrophe Fund to cover the increased claims costs. With the approval of this increment, the department hopes to avoid the use of that fund. |
| 100 | FY06-FY14 | Alaska Oil and Gas Conservation Commission | Alaska Oil and Gas Conservation Commission | | Direct Public Services | Increase in AOGCC Receipt Authority for Petroleum Inspection and Regulatory Supervision PCNs: 5 PFT positions were added between FY06-FY12 | 1,492.4 | | (19.1) | 1,473.3 | Additional funding was added to increase customer service and due to the fact that inspectors incur inevitable overtime because of the 24/7 nature of their work. The AOGCC has seven Petroleum Inspector positions located in Anchorage, Nikiski, Kasilof, and Ninilchik. The inspectors are responsible for traveling statewide and providing on-site regulatory oversight and on-site inspections. In FY13, the budget included a 20% increase in AOGCC travel to allow for more inspections and to witness and verify the accuracy of function and pressure tests on blowout prevention equipment on every rig that is in use for oil, gas, and geothermal drilling. |
| 101 | FY15 | Alaska Oil and Gas Conservation Commission | Alaska Oil and Gas Conservation Commission | | Direct Public Services | Technical Support for Custody Transfers and Well Testing | 750.0 | | | 750.0 | (AOGCC Receipts [DGF]) Additional funding authority for professional petroleum measurement technical consulting support associated with custody transfer and well testing and allocation metering applications submitted by operators. Consultant will also assist in the analysis of current industry standards for petroleum measurement practices, revisions to AOGCC regulations and industry guidance documents, development of petroleum measurement inspection procedures, and training AOGCC staff in new measurement technologies. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|------------------------------|---------------------------|-----------------------------|---------------------------|---|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| | FY05 - FY15 | Legal & Advocacy Services | Office of Public Advocacy | | Direct Public Services | Caseload Increases and Maintenance Funding PCNs: Between FY05-FY15, 42 PFT and 2 Temporary positions were added. | 11,367.6 | 808.2 | 198.1 | 12,373.9 | 95% increase in funding over the 10-yr period. GF increments for caseload increases include the following: --FY06 \$300.0 --FY07 \$1,350.0 --FY08 \$500.0 --FY09 \$2,310.0 --FY11 \$865.0 --FY13 \$800.0 --FY15 \$193.0 |
| 102 | | | | | | | | | | | |
| | FY17 | Legal & Advocacy Services | Office of Public Advocacy | | Direct Public Services | Reduction in UGF Contract Costs | (640.2) | | | (640.2) | The legislature approved the Governor's request to reduce contract costs through reutilization of staff by \$640.2 UGF. In an attempt to meet the Governor's proposed UGF FY17 budget, OPA is taking several actions to reduce costs and increase revenue, including the restructuring of two sections plus the addition of personnel to keep many more cases in-house and reduce the substantial cost of contract attorneys. |
| 103 | | | | | | | | | | | |
| | FY17 | Legal & Advocacy Services | Office of Public Advocacy | | Direct Public Services | Increase Public Guardian Fees | 500.0 | | | 500.0 | GF/Program Receipts (DGF). The Governor requested and the legislature approved increased receipt authority for public guardian fees. Currently, OPA serves approximately 1,500 wards statewide, in most cases managing all areas of a ward's life, including all medical and financial decisions. Public guardian fees have not been increased since the Office of Public Advocacy was created in 1984, despite significant cost increases. Fee increases will help maintain the current level of service, given the FY17 UGF reductions. (The GF/PR will only offset the UGF reduction to the extent that those revenues are actually collected.) |
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**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|---------------------------|---------------------------|-----------------------------|------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 105 | FY19 | Legal & Advocacy Services | Office of Public Advocacy | | Direct Public Services | Public Guardian Personal Services Support PCNs: Add 7 PFT Positions | 700.0 | | | 700.0 | UGF. The legislature approved \$700.0 UGF of the Governor's \$1 million request for new positions to allow the Office of Public Advocacy to hire Public Guardians. While caseloads would remain higher than the national recommended maximum, the addition of seven staff is the start of an effort to provide the resources needed to properly manage the affairs of each ward over time. |
| 106 | FY19 | Legal & Advocacy Services | Office of Public Advocacy | | Direct Public Services | Improve Services Provided to Abused and Neglected Children by Adding Four Guardian ad Litem PCNs: Add 4 PFT Positions | 465.0 | | | 465.0 | UGF. The legislature specifically added funding to hire an additional Guardian ad Litem (GAL) in Anchorage, Fairbanks, Palmer, and Juneau to help bring caseloads down to acceptable levels. The number of GAL appointments has skyrocketed in recent years, growing from 1,076 in FY12 to 1,949 in FY17. Almost all of these are for Child in Need of Aid (CINA) cases. A smaller number are for custody and domestic violence cases. GALs are court-appointed and statutorily required by AS 44.21.410. The Office of Public Advocacy Child Advocacy Unit represents the best interests of abused and neglected children who are involved in the juvenile courts, including CINA, domestic violence, juvenile delinquency, private custody, adoption, and emancipation cases. While OPA is using contractors to meet some of the need, it has been difficult to find and retain contract GALs and ensure high quality work. Staff GALs generally provide higher quality service because they have direct supervision and support and greater knowledge of relevant laws and policies. |
| 107 | FY05 - FY15 | Legal & Advocacy Services | Public Defender Agency | | Direct Public Services | Caseload Increases and Maintenance Funding PCNs: Between FY05-FY15, 37 PFT positions were added and one PPT was converted to a Temporary position. In FY15, two long-term vacant Temporary Positions were deleted along with \$7.1 in UGF funding. | 13,920.1 | 459.1 | | 14,379.2 | 115% increase in funding over the 10-yr period. GF increments for caseload increases include the following: --FY06 \$1,224.0 --FY07 \$675.0 --FY08 \$800.0 --FY09 \$820.0 --FY10 \$1,000.0 --FY11 \$800.0 --FY13 \$1,000.0 --FY15 \$650.0 |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|---------------------------|--|-----------------------------|------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 108 | FY17 | Legal & Advocacy Services | Public Defender Agency | | Direct Public Services | Centralize Agency Functions | (1,271.3) | | | (1,271.3) | For FY17, the legislature approved the approximate \$1.3 million UGF cut submitted by the Governor for the Public Defender Agency. This reduction will result in reduced attorney staffing, which the Department notes may interfere with the agency's ability to communicate with clients, prepare cases for trial, and resolve matters in a timely manner. PDA provides constitutionally mandated defense services to indigent clients. The agency does not control its own caseload and is required by state law to provide services to all individuals who are entitled to public counsel. Accordingly, the agency is unable to eliminate programs or refuse to provide necessary services to indigent clients. To absorb this cut, vacancy will be increased where possible and administrative staff in locations outside of Anchorage will be centralized into the Anchorage office. |
| 109 | FY17 | Legal & Advocacy Services | Office of Public Advocacy and Public Defender Agency | | Direct Public Services | Increased Receipts for Appointed Counsel | 760.0 | | | 760.0 | GF/Program Receipts (DGF). Per the Alaska Rule of Criminal Procedure 39, fees are assessed to reimburse the costs of appointed counsel. The fees are charged to clients on a schedule depending upon the outcome of their case as specified in the rule. The legislature approved two increments (\$250.0 GF/PR in Public Advocacy and \$510.0 GF/PR in the Public Defender Agency) to allow for the maximization of Rule 39 receipt authority in the Legal and Advocacy Services appropriation. |
| 110 | FY19 | Legal & Advocacy Services | Public Defender Agency | | Direct Public Services | Public Defense Support to Reduce Delay, Litigation, and Case Costs | 453.5 | | | 453.5 | UGF. The Public Defender Agency's current caseloads exceed the American Bar Association guidelines for maximum ethically permissible caseloads. This base increment replaces a reduction in Criminal Rule 39 fee revenue in order to maintain staffing levels, effectively allowing the Agency, on an ongoing basis, to fill three positions for public defense and will aid in meeting its legal obligations. The overall result will be reduced delays, litigation, and case costs. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|-----------------------------------|-----------------------------------|-----------------------------|------------------------|---|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| | FY19 | Legal & Advocacy Services | Public Defender Agency | | Direct Public Services | Increase Public Defender Agency Funding to Meet Projected FY19 Caseload PCNs: Add 4 PFT positions | 827.2 | | | 827.2 | UGF. In addition to the acceptance of the Governor's increment for \$453.5 UGF to fill three positions, the legislature increased base funding to the Public Defender Agency (PDA) by \$827.2 UGF and added four more PFT positions. Per the Alaska Division of Legislative Audit, the recommended maximum ethical caseload for the PDA is 60 hours per week, or a weighted average of 59 cases per attorney. The Agency is currently projecting a weighted average of 92 cases per attorney, 56% above the recommended maximum. Per the agency, these caseloads are unsustainable, cannot be absorbed, and may force attorneys to refuse case appointments on ethical grounds. The funds added by the legislature will allow for the addition of four Attorney III positions and provide funding for a vacant Law Office Assistant I position. The attorney positions are expected to be located in Bethel, Ketchikan, Fairbanks, and Anchorage. |
| 111 | | | | | | | | | | | |
| | FY12 | Violent Crimes Compensation Board | Violent Crimes Compensation Board | | Direct Public Services | Switch all Funding to the Crime Victim Compensation Fund (AS 18.67.162) | (1,655.9) | 1,800.0 | | 144.1 | In an effort to minimize the disruption due to the volatility of available Permanent Fund Dividend Felon Funds, the legislature switched all funding (except Federal Funds) ([\$7.3 UGF] plus [\$1,648.6 PFD Crim (DGF)]) in this appropriation to the Crime Victim Compensation Fund (Other) . Unspent Crime Victim Compensation Funds will not lapse at the end of the fiscal year and fluctuations in the PFD will no longer affect funding available for awards to victims of crimes within the State of Alaska. |
| 112 | | | | | | | | | | | |
| | FY14 | Violent Crimes Compensation Board | Violent Crimes Compensation Board | | Direct Public Services | Reduce Authorization from the Crime Victim Compensation Fund | | (300.0) | | (300.0) | The legislature reduced the authorization to the Violent Crimes Compensation Board to more closely align to the anticipated funds available from the Crime Victim Compensation Fund for FY14. |
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**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|-----------------------------------|-----------------------------------|-----------------------------|------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 114 | FY18 | Violent Crimes Compensation Board | Violent Crimes Compensation Board | | Direct Public Services | Reduce Authorization from the Crime Victim Compensation Fund | | (400.0) | | (400.0) | A portion of Permanent Fund Dividends withheld from felons--PF felon funds (code 1171)--are typically appropriated to the Crime Victim Compensation Fund (CVCF) as a source of funding for victim compensation. Reducing the PFD by approximately 50% also reduces the amount of PF felon funds available for appropriation by approximately 50%. For FY18, the legislature reduced the deposit of PF felon funds to the CVCF by approximately 30% -- from \$1,422.5 to \$1,022.5 and reduced the appropriation from the CVCF to the Violent Crimes Compensation Board by \$400.0 as well. |
| 115 | FY08 | Alaska Public Offices Commission | Alaska Public Offices Commission | | Direct Public Services | Anchorage Investigator PCN: 1 PFT position | 96.0 | | | 96.0 | An Investigator III position was added to conduct investigations into alleged violations of the four disclosure laws APOC administers and also to serve as the lead enforcement staff member. |
| 116 | FY09 | Alaska Public Offices Commission | Alaska Public Offices Commission | | Direct Public Services | Alaska Public Offices Commission Workload Increases | 139.6 | | | 139.6 | Funds were added for three additional annual commission meetings and to cover the costs of additional hearing officer, independent counsel, investigator, paralegal, and regulations analysis services, as well as for additional administrative support. |
| 117 | FY15 | Alaska Public Offices Commission | Alaska Public Offices Commission | | Direct Public Services | Add GF/PR to Fully Realize Receipts Related to Lobbyist Registration | 75.2 | | | 75.2 | GF/Program Receipts (DGF). An additional \$75.2 was included in the FY15 budget to allow for the expenditure of lobbyist registration receipts. APOC anticipates an increase in staff overtime to meet statutory timelines for all complaints and advisory opinion requests. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|----------------------------------|----------------------------------|-----------------------------|------------------------|---|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 118 | FY15 | Alaska Public Offices Commission | Alaska Public Offices Commission | | Deletion | General Fund Reduction from Personal Services Line | (100.0) | | | (100.0) | The legislature reduced the authorization to the Alaska Public Offices Commission by \$100.0 UGF after reviewing lapsed funds from previous years. This reduction reduces UGF by 6.7 percent from the FY14 Management Plan of \$1,492.1. Including salary adjustments of \$5.2, the overall UGF funding for APOC will be \$1,397.3 in FY15. |
| 119 | FY18 | Alaska Public Offices Commission | Alaska Public Offices Commission | | Deletion | Delete Unrealizable GF/Program Receipt Authority | (100.0) | | | (100.0) | GF/Program Receipts. Since FY15, the GF/PR authority for the Alaska Public Offices Commission increased from \$120.0 to \$245.3. However, without a change to statutory authority to either increase current fees or establish new fees, the additional receipts were uncollectable. Therefore, the legislature reduced GF/PR by \$100.0 in order to more closely align authorization to spend with the amount available to spend |
| 120 | FY05 - FY13 | Motor Vehicles | Motor Vehicles | | Direct Public Services | Workload Increases for Customer Service Support and Fiscal Note Add-ons PCNs: During this timeframe, 13 PFT positions and 1 Temporary position were added. (9 PPT positions were deleted.) | 6,373.4 | 5.1 | 1,500.0 | 7,878.5 | FY05 - FY13 increases to Motor Vehicles include: --FY06 - \$545.4 Operation and Maintenance of Vehicle Emissions Testing System plus 5 PFT added for Customer Support --FY08 - \$1,440.6 Lease Cost Transfer from the centralized leases component --FY10 - \$652.6 License Plates, Drivers Manuals, and Tabs --FY12 - \$1,000.0 Increase in Motor Vehicle Federal grant for mainframe database structure changes |
| 121 | FY14 | Motor Vehicles | Motor Vehicles | | Direct Public Services | Centrally Issued Driver's Licenses and Identification Cards | 187.5 | | | 187.5 | This GF/Program Receipt increase is to be used to reduce fraud, improve security, and limit identity theft. The funding for FY14 is for operating costs, including production of cards incorporating new security features. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|----------------------|-------------------|-----------------------------|---------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| 122 | FY15- FY16 | Motor Vehicles | Motor Vehicles | | Direct Public Services | Services Increases for Customer Support and Fiscal Note Add-ons | 172.6 | | | 172.6 | GF/Program Receipts (DGF). FY15 increases: -- \$50.0 - Annual Maintenance Contract Fee for Software to run the new Knowledge Test System (KTS) for Drivers' License Testing in all 31 Motor Vehicles testing locations; --\$28.0 - to purchase Vehicle Identification Number (VIN) decoder software to eliminate manual input of information; -- \$3.2 - Fiscal Note related to Ch. 98, SLA 2014 (HB 293) License Plates -- design of a plate with a bear graphic similar to the 1976 bicentennial plate; -- \$11.4 - Fiscal Note related to Ch. 80, SLA 2014 (HB 378) Motor Vehicles: Registration, Commercial -- programming fees to allow for identification of motor vehicles or motorcycles registered to Alaska National Guard members in order to process a fee exemption. FY16 increases: -- \$60.0 - additional travel funds to perform federally required auditing of businesses and facilities that provide Commercial Driver License (CDL) testing and training in the state as required by the Code of Federal Regulations (CFR); -- \$20.0 for training of 17 commission agents in rural communities where a single person is contracted to provide DMV services. |
| 123 | FY17 | Motor Vehicles | Motor Vehicles | | Direct Public Services | Reduce Authority for Expired Federal Grants | | | (1,500.0) | (1,500.0) | The Division of Motor Vehicles (DMV) utilized three federal grants in FY15 for which funding expired in FY16. Because there were no federal grants that DMV qualified for in FY16, the federal authorization of \$1.5 million was eliminated in the FY17 Governor's Request and approved by the legislature. |

**Highlights of Significant Budget Changes
(FY05 to FY19)**

| | A | B | C | D | E | F | G | H | I | J | K |
|-----|-------------------------------------|-----------------------|-----------------------|-----------------------------|------------------------|--|-----------|--------------|------------|--------------------|--|
| 1 | DEPARTMENT OF ADMINISTRATION | | | | | | | | | | |
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| | FY18 | Motor Vehicles | Motor Vehicles | | Direct Public Services | New Federal Grant to Comply with Commercial Motor Vehicle Safety Act | | | 500.0 | 500.0 | Federal regulations enacted in July 2015 required the Division of Motor Vehicles to audit Commercial Driver's License examiners and trainers every two years. To meet this new regulation, DMV applied for a competitive Federal Motor Carrier Safety Administration grant. The department received a three-year grant totaling \$1.434 million in September 2016. |
| 124 | | | | | | | | | | | |
| | FY15 | Unallocated Reduction | Unallocated Reduction | | Legislative Deletion | Unallocated Travel reduction | (65.5) | | | (65.5) | The legislature removed a total of \$2,634.1 of UGF as an "unallocated travel reduction" from various agencies' travel expenditure level. The Department of Administration's share of this UGF reduction is \$65.5, or 2.5%. |
| 125 | | | | | | | | | | | |