



31th Alaska State Legislature

House Finance Budget Subcommittee

Department of Commerce, Community & Economic Development FY21 Operating Budget

Chair:

Rep. Adam Wool
Capitol Room 501
465-4976

Members:

Rep. Zack Fields
Capitol Room 412
465-2647

Rep. Mel Gillis
Capitol Room 110
465-4931

Rep. Sara Hannan
465-4766
Capitol Room 432

Rep. Jonathan Kreiss-
Tomkins
Capitol Room 411
465-3732

Rep. John Lincoln
Capitol Room 102
465-3473

Rep. Sara Rasmussen
Capitol Room 430
465-3892

Rep. Sullivan-Leonard
Capitol Room 420
465-4833

Rep. Chris Tuck
Capitol Room 24
465-2095

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT FY21 BUDGET SUBCOMMITTEE NARRATIVE REPORT FEBRUARY 13, 2020

SUBCOMMITTEE MEETINGS

The House Finance Budget Subcommittee Department of Commerce, Community, and Economic Development held six meetings during the review of the FY21 budget request including presentations from the Legislative Finance Division, DCCED Commissioner, AIDEA, AEA, AGDC, and the Alaska Development Team.

RECOMMENDATIONS:

The House Finance Budget Subcommittee for the Department of Commerce, Community, and Economic Development submits the following recommended operating budget for FY2021 to the House Finance Committee:

The numbers only budget with amendment recommendations totals:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$ 8,462.9
Designated General Funds (DGF)	\$54,572.1
Other Funds	\$48,476.6
Federal Funds	\$21,023.5
Total	\$132,535.1

The Unrestricted General Fund difference from FY21 Adjusted Base to the House Subcommittee budget recommendation is a reduction of \$103.2 thousand of Unrestricted General Funds, which is 1.2% below FY21 Adjusted Base.

Positions:

Permanent Full-time	518
Permanent Part-time	0
Temporary	8
Total	526



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BUDGET ACTION

The Governor's FY21 budget proposed a total of 18 changes to the FY21 adjusted base budget. After deliberating on each item, the committee adopted 17 of the 18 budget action items. Notable actions items from the Governor's budget include:

- A reduction in the Alaska Gasline Development Corporation operational expenditures by \$6,254.0
- Elimination of Kawerak Inc. named recipient grant due to direct federal funding with no match requirement
- Eliminate administrative costs associated with the sunseting capstone revolving loan fund

The House Finance Budget Subcommittee for the Department of Commerce, Community, and Economic Development was unable to adopt the following recommendation due to the uncertainty of funding the proposed Alaska Development Team.

- Denied \$546.6 (UGF) decrement to Economic Development

OTHER SUBCOMMITTEE ACTION

The House Finance Budget Subcommittee for the Department of Commerce, Community, and Economic Development considered two member amendments and recommends the following actions:

- Intent language regarding AIDEA and utilizing a competitive bid process when awarding contracts.
- A decrement of \$110.3 in AIDEA receipt authority



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ATTACHED REPORTS

The House Finance Budget Subcommittee for the Department of Commerce, Community, and Economic Development adopts the attached reports:

1. Agency Totals
2. Transaction Compare FY21AdjBase
3. Transaction Compare FY21GovAmd
4. Wordage

Respectfully Submitted,

A handwritten signature in blue ink that reads "Adam Wool".

Representative Adam Wool
House Budget Subcommittee for the Department of Commerce,
Community, and Economic Development.