

Governor's Amendments and Supplemental Request Overview

House Finance Committee
February 21, 2020



Legislative Finance Division

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Governor's Supplemental Requests

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- Governor proposed \$1.117 billion in FY20 UGF Supplemental requests, \$271.1 million operating, \$30 million capital, and \$815.9 million for additional dividend
- Compared to FY19, the FY20 UGF Governor's proposed budget with Supplemental items is \$809 million higher, agency operations is up \$17.8 million dollars
- FY20 est. deficit has increased from \$157 million when the budget was enacted (July 1, 2019) to \$1.456 billion with revenue projection updates and Supplemental requests
- Governor's proposal exceeds the statutory POMV draw by \$815.9 million – impacting future POMV revenue by an estimated \$40 million annually forever.
- CBR est. balance after FY20 Supplemental and Governor's FY21 request is \$491.8 million

Short Fiscal Summary - FY20 with Governor's Supps / FY21 Governor's Amended Budget

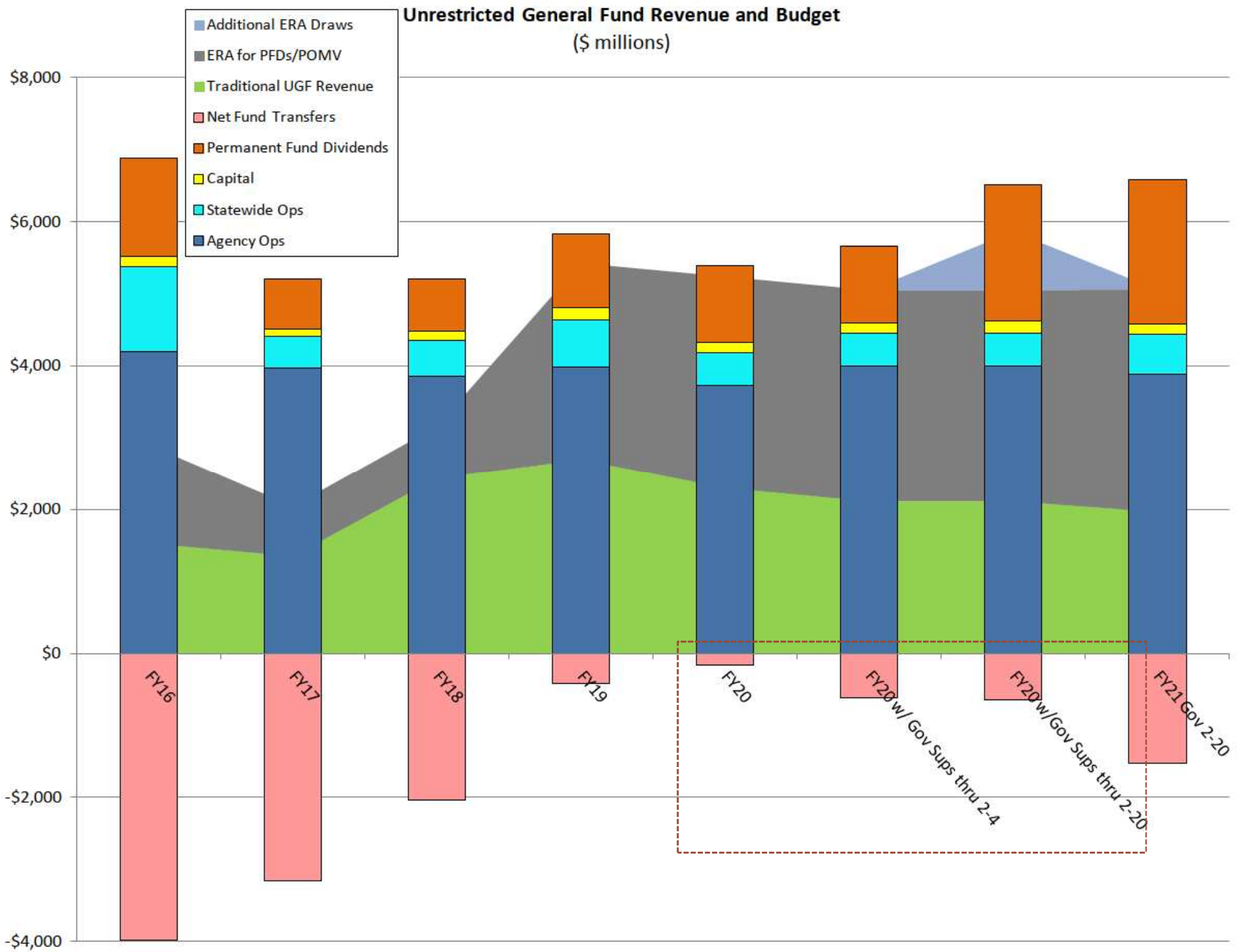
(\$ Millions) (Non-duplicated Funds)		FY20		FY21		Change in UGF		Change in All Funds	
		UGF	All Funds	UGF	All Funds				
1	Revenue	5,163.3	10,974.7	5,059.0	10,774.3	(104.3)	-2%	(200.4)	-2%
2	UGF Revenue (Fall 2019 forecast)	2,116.3	2,116.3	1,967.5	1,967.5	(148.8)	-7%	(148.8)	-7%
3	POMV Draw	2,933.1	2,933.1	3,091.5	3,091.5	158.4	5%	158.4	5%
4	Misc/Adjust/Non-UGF Revenue	113.9	5,925.3	-	5,715.3	(113.9)		(210.0)	-4%
5	Appropriations	6,620.1	12,283.5	6,587.2	12,299.4	(32.9)	0%	15.9	0%
6	Operating Budget	4,489.6	9,110.0	4,441.8	8,907.9	(47.8)	-1%	(202.1)	-2%
7	Agency Operations	3,739.1	7,874.5	3,887.9	8,130.0	148.8	4%	255.5	3%
8	Statewide Items	479.4	780.2	554.0	777.9	74.5	16%	(2.3)	0%
9	Supplemental Appropriations	271.1	455.3	-	-				
10	Capital Budget	174.3	1,217.4	140.3	1,318.5	(34.1)	-20%	101.1	8%
11	Current Year Appropriations	144.3	1,137.9	140.3	1,318.5	(4.0)	-3%	180.6	16%
12	Supplemental Appropriations	30.0	79.5	-	-				
13	Permanent Fund	1,956.1	1,956.1	2,005.1	2,073.0	49.0	3%	116.9	6%
14	Permanent Fund Dividends	1,068.9	1,068.9	2,005.1	2,005.1	936.2	88%	936.2	88%
15	Inflation Proofing/Other Deposits	5,014.3	5,014.3	-	67.9				
16	Supplemental PFD from Earning Reserve	815.9	815.9	-	-				
17	Pre-Transfer Surplus/(Deficit)	(1,456.8)		(1,528.2)					
18	Transfer from ERA for Supplemental PFD	(815.9)							
19	Pre-Transfer Deficit w/o Supp PFD	(640.8)							
20	Fund Transfers	(273.5)	(270.3)	69.2	72.4				
21	Post- Transfer Surplus/(Deficit)	(367.3)		(1,597.4)					

Reserve Balances (EOY)		
	FY20	FY21
SBR	-	-
CBR	1,981.9	491.8
ERA	13,224.3	14,717.8

Unrestricted General Fund Comparison

Short Fiscal Summary - FY19 - FY21 GovAmend												
(\$ Millions) (Non-duplicated Funds)		FY19		FY20		FY21	FY19 to FY20		FY19 to FY21		FY20 to FY21	
		UGF		UGF		UGF						
1	Revenue	5,354.6		5,163.3		5,059.0	(191.3)	-4%	(295.6)	-6%	(104.3)	-2%
2	UGF Revenue (Fall 2019 forecast)	2,631.6		2,116.3		1,967.5	(515.3)	-20%	(664.1)	-25%	(148.8)	-7%
3	POMV Draw	2,723.0		2,933.1		3,091.5	210.1	8%	368.5	14%	158.4	5%
4	Misc/Adjust/Non-UGF Revenue	-		113.9		-	113.9		-		(113.9)	
5	Appropriations	5,834.5		6,643.6		6,587.2	809.1	14%	752.7	13%	(56.4)	-1%
6	Operating Budget	4,643.0		4,513.2		4,441.8	(129.8)	-3%	(201.2)	-4%	(71.4)	-2%
7	Agency Operations + FY19 &FY20 Supps	3,985.9		4,003.7		3,887.9	17.8	0%	(98.0)	-2%	(115.8)	-3%
8	Statewide Items + FY19 &FY20 Supps	657.1		509.5		554.0	(147.6)	-22%	(103.1)	-16%	44.5	9%
9						-						
10	Capital Budget	168.0		174.3		140.3	6.3	4%	(27.7)	-17%	(34.1)	-20%
11	Current Year Appropriations	147.8		144.3		140.3	(3.5)	-2%	(7.5)	-5%	(4.0)	-3%
12	Supplemental Appropriations	20.1		30.0		-						
13	Permanent Fund	1,023.5		1,956.1		2,005.1	932.6	91%	981.6	96%	49.0	3%
14	Permanent Fund Dividends	1,023.5		1,068.9		2,005.1	45.4	4%	981.6	96%	936.2	88%
15	Inflation Proofing/Other Deposits	-		5,014.3		-						
16	Supplemental PFD from Earning Reserve	-		815.9		-						
17	Pre-Transfer Surplus/(Deficit)	(479.9)		(1,480.3)		(1,528.2)						
18	Transfer from ERA for Supplemental PFD	-		(815.9)								
19	Pre-Transfer Deficit w/o Supp PFD	(479.9)		(664.4)								
20	Fund Transfers	28.0		(273.5)		69.2						
21	Post- Transfer Surplus/(Deficit)	(507.9)		(390.9)		(1,597.4)						

Reserve Balances (EOY)			
	FY19	FY20	FY21
SBR	172.4	-	-
CBR	2,149.0	1,981.9	491.8
ERA	18,479.2	13,224.3	14,717.8



FY20 Supps and CBR Headroom

CBR Headroom total is \$250 million	Gov Supp
Medicaid	(128.3)
Other HSS Items	(15.6)
Fire Suppression	(110.5)
Other Operating Items	(16.7)
Capital Items	(30.0)
Total Governor's Supplementals	\$ (301.1)
Exceeds Available Headroom by \$51.1 million	
Assuming Supplementals:	
CBR Balance Ending FY20	\$ 1,981.9
CBR Balance Ending FY21 (Gov budget)	\$ 491.8

Gov Amendments Addressed in Subcommittee

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- DOC - (\$17,800.0) UGF, Out of State Contractual - cancel the Request For Proposal
- DCCED - Alaska Oil & Gas Conservation Commission (AOGCC) - added carry forward language for AOGCC receipts
- DEC - \$164.6 UGF, \$15.0 SDPR (Other), Environmental Health - restore commercial dairy program
- DHSS - (\$7,000.0) Federal Receipt Authority, Early Intervention Learning Program - delete a request for Children and Families Preschool Development Grant as the grant was not awarded to the State
- DHSS - \$400.0 UGF - transfer from Behavioral Health Administration to the Suicide Prevention Council in order to restore grant funding (the subcommittee restored funding but did not reduce the Behavioral Health Administration allocation)
- DNR - \$204.3 Agricultural Revolving Loan Fund (DGF), Agricultural Development - the subcommittee differed slightly by adding \$210.0 to the program
- Judiciary - \$334.7 UGF, Appellate Courts – restored vetoed funding

QUESTIONS?

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