

2021 SESSION OPERATING BUDGET AMENDMENT PROPOSAL

OFFERED IN: The House Finance Subcommittee

TO: HB 69 / HB 71

OFFERED BY: Rep. Wool

Amend 1

DEPARTMENT: Revenue
APPROPRIATION: Taxation and Treasury
ALLOCATION: Tax Division

Relates to BA #1

FUND CHANGE: (\$42.2) UGF (fund code 1004)
\$42.2 GF/PR (fund code 1005)

EXPLANATION: This amendment reduces the amount of the fund change proposed by the Governor by \$6.5. The Governor proposed a \$48.7 fund change, however, the \$48.7 proposal inadvertently included \$6.5 GF/PR already in the division's budget. The additional GF/PR receipts result from increasing fees charged by the state for assessing the Electric Cooperative and Telephone Cooperative.

2021 SESSION OPERATING BUDGET AMENDMENT

Amend 2

OFFERED IN: The House Finance Subcommittee

TO: HB 69 / HB 71

OFFERED BY: Rep Schrage

DEPARTMENT: Revenue
APPROPRIATION: Taxation and Treasury
ALLOCATION: Tax Division

ADD: \$125.0 UGF 1004

POSITIONS: ADD: 1 PFT position

EXPLANATION: Increase the corporate income tax auditing staff to capture additional revenue that is currently foregone due to the lack of staff resources. Two auditors were brought on in FY18 with the expectation that each position would generate \$500,000 per year in audit assessments. Since the addition of two auditors in FY18, there has been \$10 million more in audit assessments than planned.

2021 SESSION OPERATING BUDGET AMENDMENT PROPOSAL

Amend 3

OFFERED IN: The House Finance Subcommittee

TO: HB 69 / HB 71

OFFERED BY: Rep. Spohnholz

DEPARTMENT: Revenue

APPROPRIATION: Tax Division

ALLOCATION: Taxation and Treasury

ADD: \$158,314 general funds (1004)

POSITIONS: ADD: 2 PFT positions

EXPLANATION: Two Corporate Income Tax Auditors were added to the Tax Division in 2018, and those two new PCNs assessed approximately \$12 million in additional taxes due to the State of Alaska in three fiscal years. This amendment adds two additional Corporate Tax Auditors, one each at the I and II levels. These positions are budgeted for nine months in FY22 to allow for advertising and recruitment of the positions. It is the expectation of the Legislature these new positions will have a net positive benefit of the overall FY22 budget.

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OFFERED IN: The House Finance Subcommittee

TO: HB 69 / HB 71

OFFERED BY: Representative Snyder

Amend 4

DEPARTMENT: Department of Revenue
APPROPRIATION: Alaska Permanent Fund Corporation
ALLOCATION: APFC Operations

Relates to BA #23

ADD: Insert intent language under the APFC Operations allocation as follows:
“It is the intent of the legislature that performance-based compensation not exceed \$50,000 for any individual employee.”

EXPLANATION: This amendment adds intent language into the APFC Operations allocation related to the Governor’s proposed \$890.0 performance-based compensation plan. The language would express the legislature’s intent that the bonuses be capped at \$50,000 for any eligible individual.