



32nd Alaska State Legislature
House Finance Budget Subcommittee
Department of Administration
FY22 Operating Budget

Chair:

Rep. Adam Wool
Capitol Room 501
465-6959

Members:

Rep. Kriess-Tomkins
Capitol Room 411

Rep. Tarr
Capitol Room 126

Rep. Story
Capitol Room 403

Rep. Claman
Capitol Room 118

Rep. Vance
Capitol Room 424

Rep. Kaufman
Capitol Room 405

Rep. Eastman
Capitol Room 422

Rep. Carpenter
Capitol Room 400

Committee Aide:
Ashley Carrick
907-465-6959

March 25, 2021

RECOMMENDATIONS:

The House Finance Budget Subcommittee for the Department of Administration submits the following recommended operating budget for FY2022 to the House Finance Committee:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$67,420.4
Designated General Funds (DGF)	\$27,091.6
Other Funds	\$188,991.3
<u>Federal Funds</u>	<u>\$1,309.4</u>
Total	\$284,812.7

The Unrestricted General Fund difference from FY22 Adjusted Base to the House Subcommittee budget recommendation is an increment \$1,200.0 of Unrestricted General Funds, which is 1.8% above the FY22 Adjusted Base. The total budget difference for the Department of Administration from FY22 Adjusted Base to the House Subcommittee Budget including Unrestricted General Funds, Designated General Funds, Federal Funds, and Other Funds is a reduction of \$11,921.3, which is 4.0% below the FY22 Adjusted Base.

Positions:

Permanent Full-time	1,210
Permanent Part-time	17
<u>Temporary</u>	<u>32</u>
Total	1259

BUDGET ACTION:

The House Finance Budget Subcommittee for the Department of Administration reviewed the FY2022 budget request as well as one member-proposed amendment, and recommends the following actions (dollars are in thousands):

Accept the Office of the Governor's budget proposal, with the following highlights and one additional amendment:

- Accept the Governor's proposals impacting the new Office of Procurement and Property Management. This includes adding inter-agency receipt authority of \$5,977.0, as well as \$200.0 in Surplus Federal Property Revolving Fund.
- Accept the Governor's proposal to eliminate the statewide single audit contract with the Division of Legislative Audit totaling \$450.0 in Unrestricted General Funds.
- Accept the Governor's proposed one-time Unrestricted General Fund increment of \$1,650.0 to maintain the bi-weekly payroll transition.
- Accept the Governor's proposed decrements to the Information Services Fund totaling \$15,198.7 due to savings in the Office of Information Technology.
- Denied the Governor's proposed reduction in Risk Management of \$3,000.0 inter-agency receipt authority. This decrement should be reflected in the House Bill 102 fiscal note. The Governor also proposed conditional language that was accepted to allow inter-agency receipts to carry-forward into FY22.
- Denied the Governor's proposed increment in the Public Defender Agency for \$86.0 of Mental Health Trust Reserve funds on the grounds that the use of these funds were not initially approved by the Mental Health Trust Board of Trustees.
- Denied the Governor's proposed decrement in the Alaska Public Offices Commission for \$29.0 Unrestricted General Fund and the deletion of one Law Office Assistant I.
- Denied the Governor's proposed reduction in the Office of Public Advocacy for \$854.4 in Unrestricted General Fund. This proposal requires legislation for statute change.
- Denied the Governor's proposed closure of six Division of Motor Vehicles offices and six permanent full-time customer service representative positions totaling \$582.5 in General Fund Program Receipt authority. These offices are located in Eagle River, Tok, Valdez, Homer, Haines, and Delta Junction.
- Accept a member amendment to decrement \$264.2 in inter-agency receipt authority to eliminate the Office of Enterprise Analytics and the associated two permanent full-time positions.

ATTACHED REPORTS:

The House Finance Budget Subcommittee for the Department of Administration adopts the attached reports:

1. Multiyear Agency Totals
2. Trans Compare (FY22AdjBase to HouseSub)
3. Trans Compare (FY22GovAmd to HouseSub)
4. Wordage

Respectfully Submitted,

A handwritten signature in blue ink that reads "Adam Wool". The signature is written in a cursive style with a large, looping initial 'A' and a trailing flourish.

Representative Adam Wool
House Finance Budget Subcommittee for the Department of Administration