

ALASKA · STATE · CAPITOL

Fiscal Update with Senate Committee Substitute

Senate Finance Committee

May 5, 2021

Legislative Finance Division

Fiscal Summary Based on Senate Committee Substitute

	(\$ Millions) (Non-duplicated Funds)	FY20 Final Budget	FY21 Plus Supps	FY22 Sen. CS1
			UGF	UGF
1	Revenue	4,529.1	4,772.0	4,731.6
2	UGF Revenue (Spring 2021 Forecast)	1,596.0	1,571.9	1,662.3
3	POMV Draw	2,933.1	3,091.5	3,069.3
4	Misc/Adjust/Non-UGF Revenue	-	108.6	-
5	Appropriations	5,830.6	5,343.3	4,559.2
6	Operating Budget	4,584.5	4,532.8	4,559.2
7	Agency Operations	3,739.1	4,009.3	3,906.0
8	Statewide Items	479.4	446.3	653.1
9	Supplemental Appropriations	366.0	77.2	-
10	Capital Budget	177.5	130.5	?
11	Current Year Appropriations	144.3	120.3	?
12	Supplemental Appropriations	33.2	10.2	-
13	Permanent Fund	1,068.7	680.0	?
14	Permanent Fund Dividends	1,068.7	680.0	?
15	Pre-Transfer Surplus/(Deficit)	(1,301.5)	(571.3)	172.4
	Fund Transfers	(272.4)	40.9	14.6
16	Post-Transfer Surplus/(Deficit)	(1,029.1)	(612.3)	157.8

Fiscal Summary with Capital Budget Placeholder

	(\$ Millions) (Non-duplicated Funds)	FY20 Final Budget	FY21 Plus Supps	FY22 Sen. CS1
			UGF	UGF
1	Revenue	4,529.1	4,772.0	4,731.6
2	UGF Revenue (Spring 2021 Forecast)	1,596.0	1,571.9	1,662.3
3	POMV Draw	2,933.1	3,091.5	3,069.3
4	Misc/Adjust/Non-UGF Revenue	-	108.6	-
5	Appropriations	5,830.6	5,343.3	4,725.4
6	Operating Budget	4,584.5	4,532.8	4,559.2
7	Agency Operations	3,739.1	4,009.3	3,906.0
8	Statewide Items	479.4	446.3	653.1
9	Supplemental Appropriations	366.0	77.2	-
10	Capital Budget	177.5	130.5	166.2
11	Current Year Appropriations	144.3	120.3	166.2
12	Supplemental Appropriations	33.2	10.2	-
13	Permanent Fund	1,068.7	680.0	?
14	Permanent Fund Dividends	1,068.7	680.0	?
15	Pre-Transfer Surplus/(Deficit)	(1,301.5)	(571.3)	6.2
	Fund Transfers	(272.4)	40.9	14.6
16	Post-Transfer Surplus/(Deficit)	(1,029.1)	(612.3)	(8.4)

Assumes GovAmend Capital Budget, \$62.2 million, plus UGF in place of AHFC Bonds, \$104.0 million

Use of Lapsing Funds in Senate CS

- According to OMB, \$100.7 million of FY21 UGF appropriations are expected to lapse:
 - \$90.0 million in Medicaid (reduction from previous \$100.0 million estimate)
 - \$4 million in Department of Corrections
 - \$5.7 million in Department of Education
 - \$1.0 million in other agencies
 - **Senate CS directs this to the Statutory Budget Reserve**
- \$75 million CBR direct appropriation for COVID-19 relief is also set to lapse to CBR as CARES Act made it unnecessary
 - Governor requested reappropriating \$30 million of this to the Disaster Relief Fund and carrying forward the remaining \$45 million to FY22 – this would require a $\frac{3}{4}$ vote of the legislature
 - **Senate CS allows full amount to lapse to the Constitutional Budget Reserve**
- Direct appropriations from the CBR in FY21 coupled with increased oil prices leads to post-transfer surplus in FY21 estimated to be \$367.5 million after supplemental appropriations
- Senate CS includes \$325.0 million appropriation from general fund to SBR in FY21, essentially redirecting this money from the CBR to the SBR

Projected Reserve Balances in Senate Committee Substitute with Capital Budget Placeholder

CBR Balance	FY21	FY22
Starting Balance	1,435.0	614.8
Deposit/Earnings	42.0	50.5
FY21 Direct Appropriations	(979.7)	-
FY20 DHSS Direct Lapse	75.0	-
Post-Transfer Surplus	367.5	(8.3)
Less SBR Transfer	(325.0)	-
Ending Balance	614.8	657.0

SBR Balance	FY21
Starting Balance	-
Post-Transfer Surplus	325.0
Lapsing Appropriations	100.7
Ending Balance	425.7

Questions?

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