

Department of Military and Veterans' Affairs
Significant Transactions
(\$ thousands)

| Item | Appropriation / Allocation | Description | Governor Request | Amount Enacted | Comment |
|------|--|--|--|--|--|
| 1 | Military and Veterans' Affairs / Alaska Public Safety Communication Services (APSCS) | Establish New Allocation for Alaska Public Safety Communication Services (APSCS) | n/a | n/a | <p>The previous State of Alaska Telecommunications System (SATS) and the Alaska Land Mobile Radio (ALMR) allocations no longer accurately describe the service and functions currently provided. The Department believes that merging the two allocations and renaming it Alaska Public Safety Communication Services (APSCS) more accurately describes the growing and evolving public safety communication services.</p> <p>Fiscal Analyst Comment: The Department took over operating SATS and ALMR from the Department of Administration in FY21. This merging of the two allocations will allow the Department to move money more freely between the two systems, but without the budget transparency offered by having to transfer the money across allocations in Management Plan.</p> |
| 2 | Military and Veterans' Affairs / State of Alaska Telecommunications System | Reduce Maintenance Expenditures | (\$300.0) Gen Fund (UGF) | (\$300.0) Gen Fund (UGF) | <p>This reduction impacts the maintenance on State of Alaska Telecommunications System equipment. The Department has stated that <u>critical</u> maintenance needs will continue to be met, and all other preventive/recommended needs will be prioritized.</p> <p>Fiscal Analyst Comment: The impact of this reduction will likely be the continued growth of the maintenance backlog. However the legislature appropriated \$49 million to the Governor's office for statewide deferred maintenance in the FY22 Capital Budget. The Department is hoping for a distribution from the Governor's office for this purpose to mitigate the backlog and address these specific needs.</p> |
| 3 | Military and Veterans' Affairs / Office of the Commissioner | Delete Vacant Budget Analyst I (09-0228) | Total: (\$93.6) (\$7.2) Fed Rcpts (Fed) (\$39.8) Gen Fund (UGF) (\$44.0) I/A Rcpts (Other) (\$2.6) CIP Rcpts (Other) (1) PFT Position | Total: (\$93.6) (\$7.2) Fed Rcpts (Fed) (\$39.8) Gen Fund (UGF) (\$44.0) I/A Rcpts (Other) (\$2.6) CIP Rcpts (Other) (1) PFT Position | <p>The position has been vacant since March of 2020.</p> <p>Fiscal Analyst Comment: The Department now has a single Budget Manager position to handle all budget work for the Department. This second position previously handled the Department's capital budget items and assisted the Budget Manager with their duties. The Department's Administrative Services Director (ASD) previously held the Budget Manager position which gives the Department some back up budget work capacity in the short term. Future personnel changes in the ASD position may mean that the Department is without trained backup for budget needs.</p> |

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| 4 | Military and Veterans' Affairs / Homeland Security and Emergency Management | Capital Improvement Project Receipt Authority for Emergency Management Performance Grant | \$2,000.0 CIP Rcpts (Other) | \$2,000.0 CIP Rcpts (Other) | Personal services expenditures related to the capital Emergency Management Performance Grant (EMPG) will be coded to the capital appropriation but reported as part of operating at the end of the fiscal year as personal services must be reported on an annual basis. Item 4 and 5 are related. |
| 5 | Military and Veterans' Affairs / Homeland Security and Emergency Management | Transfer Federal Receipt Authority for Emergency Management Performance Grant to Capital | (\$3,000.0) Fed Rcpts (Fed) | (\$3,000.0) Fed Rcpts (Fed) | This allows for increased flexibility to spend and retain funds over multiple fiscal years. There is a corresponding increase in the FY22 capital budget. Item 4 and 5 are related. |
| 6 | Military and Veterans' Affairs / Army Guard Facilities Maintenance | Increase Federal Receipt Authority to Align with Anticipated Revenue and Expenditures | \$1,200.0 Fed Rcpts (Fed) | \$1,200.0 Fed Rcpts (Fed) | Federal spending increased due to a number of circumstances, principally: - Increased project volume under the Master Cooperative Agreement (MCA) with the National Guard Bureau which are 100% federally reimbursed; -COVID-19 travel restrictions allowed employees to put more time and attention into maintenance and repair activities at Joint Base Elmendorf-Richardson, where most facilities are 100% federally reimbursed; -COVID-19 response and mitigation increased custodian/janitorial costs; -Environmental work executed under Appendix 2 of the MCA is also 100% federally reimbursable. Under the appendix, the Division has executed multiple contracts for soil remediation/Spill Prevention, Control, and Countermeasure plan updates, Geographic Information Services, and identified additional Environmental Baseline Studies that will need to be performed. Items 6 and 7 are related. |
| 7 | Military and Veterans' Affairs / Army Guard Facilities Maintenance | Army Guard Facilities Maintenance Anticipated Revenue and Expenditures Supplemental | \$1,200.0 Fed Rcpts (Fed) | \$1,200.0 Fed Rcpts (Fed) | Items 6 and 7 are related. |

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| 8 | Military and Veterans' Affairs / Army Guard Facilities Maintenance | Replace General Fund Authority with Federal Receipt Authority for Business Process Realignment and Efficiencies | Net Zero \$162.5 Fed Rcpts (Fed) \$13.9 GF/Match (UGF) (\$176.4) Gen Fund (UGF) | Net Zero \$162.5 Fed Rcpts (Fed) \$13.9 GF/Match (UGF) (\$176.4) Gen Fund (UGF) | This fund change is made possible by the reclass of the Division Operations Manager (09-0162) to a Building Maintenance Manager to allow for additional federal reimbursement at 75% FED/25% UGF, versus 100% UGF. The reclassification will also increase federal reimbursement of the Building Maintenance Supervisor (09-0155) to 75% FED/25% UGF from 50% FED/50% UGF. |
| 9 | Military and Veterans' Affairs / Air Guard Facilities Maintenance | Reduce Unrestricted General Fund Authority Based on Prior Year Expenditures | (\$100.0) GF/Match (UGF) | (\$100.0) GF/Match (UGF) | The Department is confident that the decrement in matching funds will not impact the current level of federal reimbursement. This reduction is intended to align authority with prior year actuals. |
| 10 | Military and Veterans' Affairs / Air Guard Facilities Maintenance | Delete Vacant Maintenance Generalist-Journey Position (09-0434) | Total: (\$105.4) (\$79.1) Fed Rcpts (Fed) (\$26.3) GF/Match (UGF) (1) PFT Position | Total: (\$105.4) (\$79.1) Fed Rcpts (Fed) (\$26.3) GF/Match (UGF) (1) PFT Position | This position has been vacant since March of 2020. |
| 11 | Military and Veterans' Affairs / Alaska Wing Civil Air Patrol | Restore Civil Air Patrol Funding | Net Zero | Net Zero | In FY21 the legislature moved the Civil Air Patrol allocation from the Department of Public Safety into the Department of Military and Veterans' Affairs, along with an increment of \$250.0 in UGF funding, in [Ch. 8, SLA 2020 (HB205)]. The Governor vetoed the entire \$250.0 amount in FY21. The legislature appropriated \$250.0 again in FY22 and the Governor vetoed the entire amount, therefore eliminating the Civil Air Patrol allocation from both departments. |
| 12 | Various | SB 55, Ch. 9, SLA 2021 Employer Contributions to PERS | \$611.5 Gen Fund (UGF) | \$611.5 Gen Fund (UGF) | SB 55 removes the 22% cap on payroll contributions to the Public Employee Retirement System (PERS) for the State of Alaska as a PERS employer. The budgetary impact of this legislation is reflected as a shift from the direct appropriation to PERS, which is typically funded with UGF, to agency payroll, where the cost can be spread across all fund sources. This shift results in a UGF increase to Agency Operations of \$72,871.7, and a UGF decrease to Statewide Items of \$95,794.5, for a net statewide UGF savings of \$22,922.8. Specifically, the UGF impact to the Department of Military and Veterans' Affairs is \$611.5 spread across multiple allocations. |