

# 2022 Legislature - Operating Budget Transaction Compare - Governor Structure Between Adj Base and 23GovAmd

Numbers and Language  
Differences  
Agencies: Rev

Agency: Department of Revenue

## Taxation and Treasury (continued)

### Treasury Division (continued)

Payment Card Industry (PCI) Compliance

(continued)

1004 Gen Fund (UGF) 100.0

Allocate Investment Fund Authority Based on 10 Basis Points

The Treasury Division began billing 10 basis points to each of the largest endowments that they manage beginning in the FY2022 budget. Those amounts are adjusted for FY2023 based on increasing fund values in the past fiscal year.

1004 Gen Fund (UGF)

-402.7

1027 InAliprot (Other)

60.9

1066 Pub School (Other)

205.0

1189 PCE Endow (DGF)

136.8

Replace Retirement Trust Funds Supporting Cash Management

23GovAmd FndChg

0.0

0.0

0.0

0.0

0.0

0.0

0.0

0.0

0

0

0

The Treasury Division is funded with a variety of funding sources including retirement trust funds and other State funds. As part of its cost allocation plan, the Division analyzes the level of effort provided to each of these funds on an ongoing basis. It is vital that the State only charge the retirement trusts for the actual level of effort performed on the behalf of those funds. Otherwise, the State may be at risk of violating trust principles. It has been noted that through the cost allocation plan, the cash management function, which largely benefits the agencies and not the retirement trust funds, has billed a majority of its costs to the retirement funds. This fund change reverses that practice and reduces future unrestricted general fund retirement contributions because of the reduced spending from the retirement trusts for cash management.

1004 Gen Fund (UGF)

685.0

1007 I/A Rcpts (Other)

-685.0

Replace Authority Unavailable due to Alaska Constitution Article IX Section 17(d)

23GovAmd FndChg

0.0

0.0

0.0

0.0

0.0

0.0

0.0

0.0

0

0

0

The enactment of Article IX, Section 17(d) of the Alaska Constitution transferred available balances of funds used by this appropriation to the Constitutional Budget Reserve Fund (CBRF); a process commonly referred to as the "CBR sweep". Budget authority that cannot be satisfied with projected fiscal year 2023 revenue collections are replaced with unrestricted general funds to ensure continuity of service.

1004 Gen Fund (UGF)

311.2

1226 High Ed (DGF)

-311.2

\* Allocation Difference \*

1,860.2

1,040.0

3.4

807.4

9.4

0.0

0.0

0.0

0

0

0

## Permanent Fund Dividend Division

Seasonal Dividend Application Scanning and Mail Sorting

23GovAmd

Inc

72.0

72.0

0.0

0.0

0.0

0.0

0.0

0.0

0

2

0

The Permanent Fund Dividend (PFD) Division eliminated six seasonal Office Assistants in FY2021 as a result of bringing online a new piece of optical scanning software. Now that the software has been implemented, the error rate is higher than acceptable standards and requires a manual review of applications that have been uploaded into the Division's eligibility system. The backlog of mail created a delay in the dividend file closure between six-eight weeks and required that other division resources be utilized to fill the need. This delay further affected the ability to process eligibility determinations by staff.