

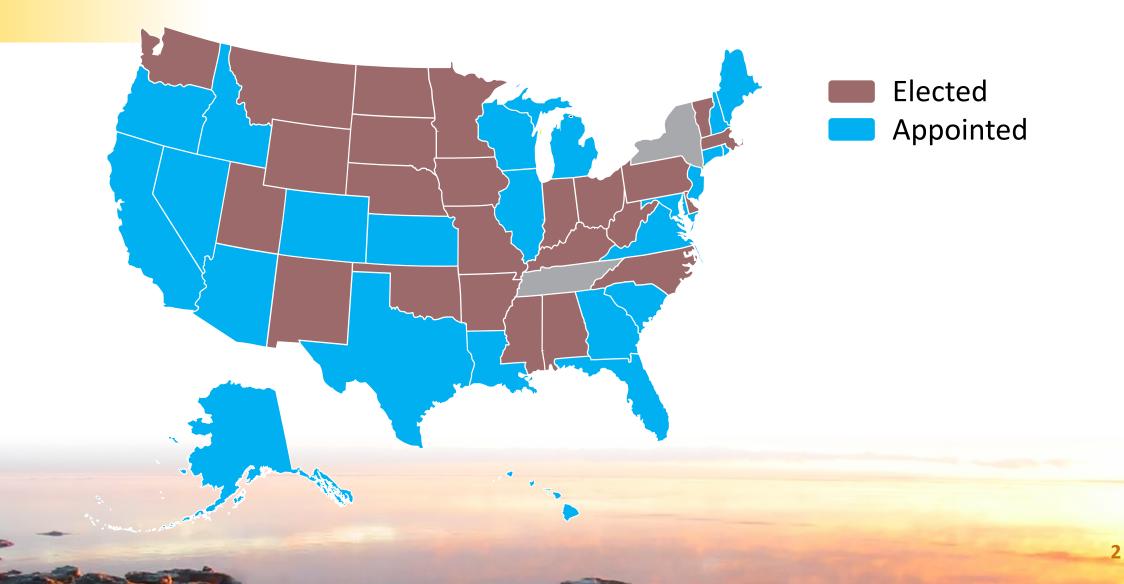
SENATE BILL 9 Alaska Sunset Commission

Senate State Affairs Tuesday, March 14, 2023

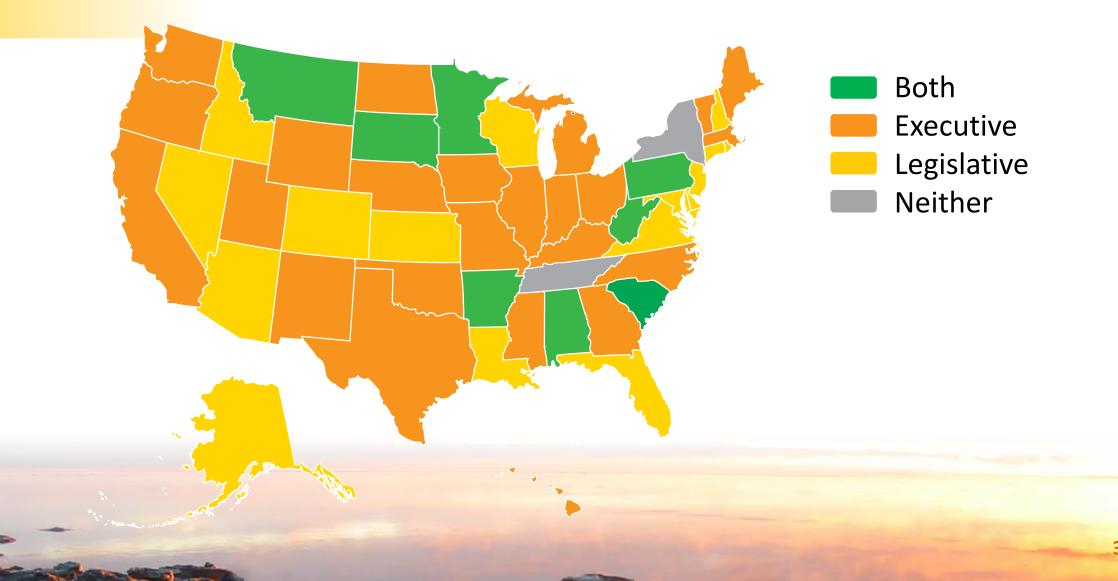
SENATOR SHELLEY HUGHES



State Auditors Office

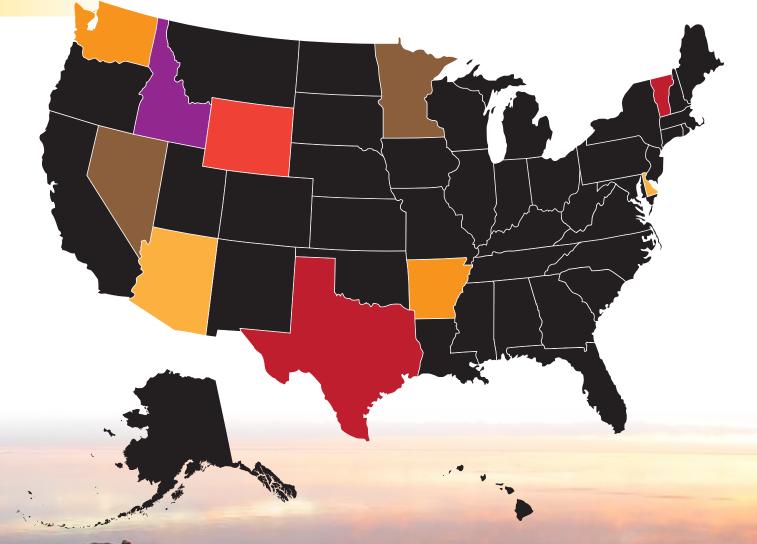


State Auditors Appointed by



Alaska Would Be In Good Company

Other States Currently with a Sunset Commission



•Arizona •Arkansas •Colorado •Delaware •ldaho •Minnesota •Nevada •Texas •Vermont •Washington

What Would Alaska's Sunset Commission Do?

- Conduct reviews of all departments (divisions, sections, offices, etc.)
- Determine whether each entity should be continued, modified, consolidated with another entity, terminated, or enhanced
- Recommend improvements to entities that are to be continued, modified, or consolidated in a bill draft submitted to legislature



Composition of Commission

Public-member team of nine must have the following combination of credentials

- 2 certified public accountants
- 1 budget analyst
- 1 controller/comptroller
- 1 with financial management experience
- 2 with experience as business owner, CEO, or COO based in-state
- 2 with experience in finance, investment, or business management

Sunset Commission:

How It Would Work

1	Sunset Staff Evaluation Sunset staff performs extensive research and analysis to evaluate the need for, performance of, and improvements to the agency under review.	 Sunset Commission Staff Reviews agency's self-evaluation report Receives input from interested parties Evaluates agency and identifies problems Publishes staff report with recommendations Prepares bill drafts as needed 	Agency input is essential
2	Sunset Commission Deliberation The Sunset Commission conducts public hearings to take testimony on the staff report and the agency overall. The Sunset Commission votes on which changes to recommend to the Legislature.	 Public Hearings Sunset staff presents its report and recommendations Agency presents its response Sunset Commission hears public testimony and receives written comments Sunset Commission meets again to consider and vote on recommendations 	Public input published on the website
3	Legislative Action The Alaska Legislature considers Sunset's recommendations and makes final decisions.	 Alaska Legislature Sunset bill on agency is drafted and filed Sunset bills go through normal legislative process If no sunset bill is advanced, agency is dissolved; its constitutional and statutory duties are absorbed by associated office of commissioner 	Public may participate in legislative process

and the second second

Agency continues with improvements

Agency is abolished but may continue business for up to one year, and its functions are transferred to the office of commissioner.

Proposed Audit Cycle

Re-initiated Every 12 Years

• 2024

Department of Health Department of Family and Community Services

· 2025

Office of the Governor Department of Administration

- 2026
 Department of Law
- 2027
 Department of Revenue
- **2028**

Department of Education and Early Development

• 2029

Department of Labor and Workforce Development

· 2030

Department of Commerce, Community, and Economic Development

· 2031

Department of Military and Veterans' Affairs Department of Natural Resources

• 2032

Department of Fish and Game Department of Public Safety Department of Transportation and Public Facilities

• **2033**

Department of Environmental Conservation Department of Corrections

· 2034

Alaska State Legislature and agencies in the legislative branch of government

2035 University of Alaska

2034

Alaska Court System and agencies in the judicial branch of the government

Impact of Sunset Commission

Within the State of Texas Since 1977

Streamlining Government

- 42 Agencies and programs abolished
- 52 agencies and programs abolished and transferred or consolidated

Saving Taxpayer Money

- \$1 billion in state and federal savings and revenue gains
- Return of \$18 for every \$1 appropriated to the Sunset Commission since 1985

Providing Effective Oversight

- 570 reviews of state agencies and programs conducted
- 80% of Sunset recommendations to the Legislature have become state law since 2001

The Impact of a Sunset Commission Within the State of Alaska

- Higher level of government accountability and performance
- Dissolved state entities that are redundant, ineffective, or inefficient
- Improved policies and procedures for public services
- Millions of dollars in savings that can be reallocated toward other budget areas where needed
- Targeted revenue resources to ensure efficient and effective government services
- Encourage greater participation and public input



SENATE BILL 9 Alaska Sunset Commission

(907)465-3743 stephen.knouse@akleg.gov **SENATOR SHELLEY HUGHES**

Aide, Stephen Knouse