

Fiscal Note

State of Alaska
2018 Legislative Session

Bill Version:	CSSSHB 216(FIN)
Fiscal Note Number:	10
(H) Publish Date:	4/11/2018

Identifier: SSB216CS(FIN)-Fund Cap-CVCF-3-26-18
 Title: TRANSFERS FROM DIVIDEND FUND; CRIMES
 Sponsor: KOPP
 Requester: (H) FIN

Department: Fund Capitalization
 Appropriation: Caps Spent as Duplicated Funds
 Allocation: Crime Victim Compensation Fund
 OMB Component Number: 2936

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2019	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2019 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
OPERATING EXPENDITURES	FY 2019	FY 2019	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	178.7		178.7	178.7	178.7	178.7	178.7	178.7
Total Operating	178.7	0.0	178.7	178.7	178.7	178.7	178.7	178.7

Fund Source (Operating Only)

1171 PFD Crim (Other)	(1,078.5)		(1,078.5)	(1,078.5)	(1,078.5)	(1,078.5)	(1,078.5)
1178 temp code (UGF)	1,257.2		1,257.2	1,257.2	1,257.2	1,257.2	1,257.2
Total	178.7	0.0	178.7	178.7	178.7	178.7	178.7

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2018) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2019) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Allocation to various agencies is given as a stated percentage, rather than a priority order. As such, allocations to various departments has changed.

Prepared By: Kate Hudson
 Division: Violent Crimes Compensation Board
 Approved By: Leslie Ridle, Commissioner
 Agency: Administration

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FISCAL NOTE ANALYSIS

STATE OF ALASKA
2018 LEGISLATIVE SESSION

Analysis

Passage of this legislation would create a new subaccount of the Permanent Fund Dividend Fund and establish a range for distribution of funding from PFDs that would have been paid to those who are ineligible as a result of AS 43.23.005(d).

Currently, the Department of Revenue, in concert with the Department of Corrections, estimates the total amount of potential PFDs deemed ineligible under AS 43.23.005(d). This figure is estimated at \$12,613,500 for FY2018 and \$12,571,900 for FY2019. These funds are allocated to various department budgets by the Office of Management and Budget and approved by the legislature through the budget process. In the Governor's FY2019 budget request, \$11,493,400 has been allocated to the Department of Corrections with the remainder being allocated to the Crime Victim Compensation Fund. Historically, appropriations to the Crime Victim Compensation Fund have been given first priority, then any remaining funding is used to offset general funds allocated to the Department of Corrections Physical Health Care Component.

This bill establishes a new allocation of these funds as follows:

1. 10 to 13 percent of total available funds are allocated to the Crime Victim Compensation Fund (AS 18.67.162)
2. 2 to 6 percent of total available funds are allocated to the Office of Victim's Rights for payments to victims
3. 1 to 3 percent of total available funds are allocated to nonprofit organizations to provide grants for services for crime victims and domestic violence and sexual assault programs
4. 1 to 3 percent of total available funds are allocated to nonprofit organizations to Provide grants for mental health and substance abuse services
5. 79 to 88 percent of total available funds are allocated to programs in the Department of Corrections

The Department of Corrections will see reduced appropriations from ineligible PFDs under AS 43.23.005(d) and require additional unrestricted general funds to supplant this reallocation. However, other departments will receive increased allocations from this source, replacing unrestricted general funds currently budgeted.

A placeholder amount is provided for out-year estimates due to uncertainty surrounding future inmate populations and Permanent Fund Dividend amounts. It is likely that one or both of these variables will increase into the future and that this allocation will increase into the future. The newly created Restorative Justice Account is reflected as a temporary code for the purposes of this fiscal note (Fund Code 1178).

A 10% to 13% allocation to the Violent Crimes Compensation Board equates to \$1,257.2 thousand to \$1,634.3 thousand. This fiscal note assumes that the 10% minimum will be allocated to the fund capitalization of the Violent Crime Compensation Fund. The current FY2019 Governor's request of \$1,078.5 in ineligible PFDs under AS 43.23.005(d) will be changed to the Restorative Justice Account with an additional \$178.7 thousand.