

**HB 266**  
**OPERATING**  
**BUDGET**  
**AMENDMENTS**  
**(FILE 2)**

<TARGET><BILL>HB 266</BILL><SUBJECT>HB 266 OPERATING  
BUDGET AMENDMENTS (FILE  
2)</SUBJECT><COMM>HFIN28</COMM></TARGET>



THE STATE  
of **ALASKA**  
GOVERNOR SEAN PARNELLI

Office of the Governor

OFFICE OF MANAGEMENT AND BUDGET  
Karen Rehfeld, Director

Court Plaza Building  
240 Main Street, Suite 802  
Juneau, Alaska 99811-0020  
Main: 907.465.4660  
Fax: 907.465.2090

March 12, 2014

The Honorable Pete Kelly  
Co-Chair, Senate Finance Committee  
Alaska State Legislature  
State Capitol, Room 516  
Juneau, AK 99801-1182

The Honorable Kevin Meyer  
Co-Chair, Senate Finance Committee  
Alaska State Legislature  
State Capitol, Room 518  
Juneau, AK 99801-1182

The Honorable Alan Austerman  
Co-Chair, House Finance Committee  
Alaska State Legislature  
State Capitol, Room 505  
Juneau, AK 99801-1182

The Honorable Bill Stoltze  
Co-Chair, House Finance Committee  
Alaska State Legislature  
State Capitol, Room 515  
Juneau, AK 99801-1182

Re: FY 2015 Operating Budget Amendments HB 266/SB 120  
FY 2015 Mental Health Budget Amendments HB 267/SB 121

Dear Finance Committee Co-Chairs,

Enclosed, please find proposed amendments to the FY 2015 operating budget.

These amendments are based on recently completed negotiations with the Public Safety Employees Association and the United Academic-Adjuncts.

Thank you for your consideration of these operating budget amendments.

Sincerely,

A handwritten signature in cursive script, appearing to read "Karen".

Karen J. Rehfeld  
Director

Enclosures

cc: David Teal, Director, Legislative Finance Division

FY2015 Governor Amended Summary

Submitted February 18, 2014	UGF	DGF	Other Funds	Federal Funds	Total
<b>Operating</b>					
Operating Agencies - Non-Formula	4,858.8	1,686.5	3,225.0	0.0	9,770.3
Operating Agencies - Formula	(150.0)	0.0	0.0	0.0	(150.0)
Debt Service	(10,512.3)	0.0	0.0	0.0	(10,512.3)
Fund Transfers	0.0	(10,000.0)	0.0	0.0	(10,000.0)
<b>Total Operating Amendments</b>	<b>(5,803.5)</b>	<b>(8,313.5)</b>	<b>3,225.0</b>	<b>0.0</b>	<b>(10,892.0)</b>
<b>Total Capital Amendments</b>	<b>2,497.5</b>	<b>6,000.0</b>	<b>1,483.8</b>	<b>6,299.5</b>	<b>16,280.8</b>
<b>Total February 18, 2014 Amendments</b>	<b>(3,306.0)</b>	<b>(2,313.5)</b>	<b>4,708.8</b>	<b>6,299.5</b>	<b>5,388.8</b>

Submitted March 5, 2014	UGF	DGF	Other Funds	Federal Funds	Total
<b>Operating</b>					
Operating Agencies - Non-Formula	0.0	0.0	0.0	0.0	0.0
Operating Agencies - Formula	0.0	0.0	0.0	0.0	0.0
Debt Service	(2,267.8)	0.0	0.0	0.0	(2,267.8)
Fund Transfers	0.0	0.0	0.0	0.0	0.0
<b>Total Operating Amendments</b>	<b>(2,267.8)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>(2,267.8)</b>
<b>Total Capital Amendments</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Total March 5, 2014 Amendments</b>	<b>(2,267.8)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>(2,267.8)</b>

Submitted March 12, 2014	UGF	DGF	Other Funds	Federal Funds	Total
<b>Operating</b>					
Operating Agencies - Non-Formula	685.3	178.3	83.4	8.2	955.2
Operating Agencies - Formula	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Fund Transfers	0.0	0.0	0.0	0.0	0.0
<b>Total Operating Amendments</b>	<b>685.3</b>	<b>178.3</b>	<b>83.4</b>	<b>8.2</b>	<b>955.2</b>
<b>Total Capital Amendments</b>	<b>1,000.0</b>	<b>0.0</b>	<b>0.0</b>	<b>1,205.6</b>	<b>2,205.6</b>
<b>Total March 12, 2014 Amendments</b>	<b>1,685.3</b>	<b>178.3</b>	<b>83.4</b>	<b>1,213.8</b>	<b>3,160.8</b>

<b>Total FY2015 Operating Amendments</b>	<b>(7,386.0)</b>	<b>(8,135.2)</b>	<b>3,308.4</b>	<b>8.2</b>	<b>(12,204.6)</b>
<b>Total FY2015 Capital Amendments</b>	<b>3,497.5</b>	<b>6,000.0</b>	<b>1,483.8</b>	<b>7,505.1</b>	<b>18,486.4</b>
<b>Total FY2015 Amendments</b>	<b>(3,888.5)</b>	<b>(2,135.2)</b>	<b>4,792.2</b>	<b>7,513.3</b>	<b>6,281.8</b>

**FY2015 Operating Amendments  
HB 266/SB 120  
HB 267/SB 121**

Line	Back-up Page	Section	Department	Component	PFT	Lang	Description	Unrestricted General Funds (UGF)	Designated General Funds (DGF)	Other Funds	Federal Funds	Fund Source	Total	Comments, Units (Student/Personal Health) Numbers and Language
1	1-20	1	Public Safety	various			<b>Public Safety Employee Association Salary Adjustments</b> Public Safety Employee Association cost of living adjustment (1%) and health insurance rate reduction (\$18/employee/month). This was not included in the FY2015 Governor's budget because the contract was still under negotiations.	510.5	3.5	10.3	3.4	1004 UGF 510.5 1005 GFPR 3.5 1007 I/A Receipts .6 1061 CIP Receipts 9.7 1002 Federal Receipts 3.4	527.7	Department Totals FY2015 December Budget: \$205,939.8 FY2015 Total Amendments: \$2,727.7 FY2015 Total: \$208,667.5
2	21-24	1	Transportation and Public Facilities	various			<b>Public Safety Employee Association Salary Adjustments</b> Public Safety Employee Association cost of living adjustment (1%) and health insurance rate reduction (\$18/employee/month). This was not included in the FY2015 Governor's budget because the contract was still under negotiations.	0.0	0.0	73.1	4.8	1027 International Airport Revenue Fund 73.1 1002 Federal Receipts 4.8	77.9	Department Totals FY2015 December Budget: \$630,919.7 FY2015 Total Amendments: \$77.9 FY2015 Total: \$630,997.6
3	25	1	University	Budget Reductions / Additions - System wide			<b>United Academic - Adjuncts AAUP-AFT/AFL-CIO Salary and Benefit Increases</b> The negotiated FY2015 compensation increase for salary and benefits for United Academic - Adjuncts represented faculty includes a rate increase based on the number of semesters taught at the University. The increases are as follows: 0-5 semesters 1%; 6-11 semesters 2%; and 12+ semesters 3%. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.	174.8	174.8	0.0	0.0	1004 General Fund 174.8 1048 University Receipts 174.8	349.6	FY2015 December Budget: -\$16,345.1 FY2015 Total Amendments: \$349.6 FY2015 Total: -\$15,995.5
4							<b>FY2015 Operating Amendments Total</b>	<b>685.3</b>	<b>178.3</b>	<b>83.4</b>	<b>8.2</b>		<b>955.2</b>	

Numbers Only

**Change Record Detail with Description (1438)**

Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Fire and Life Safety (3051)

**RDU:** Fire and Life Safety (556)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	6.1	6.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	1.5										
	1005 GF/Prgm	4.4										
	1007 I/A Rcpts	0.2										

Public Safety Employee Association cost of living adjustment increase of 1%: \$6.1

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

Scenario: FY2015 Governor Amended Submitted Mar 12 (11424)

Component: Fire and Life Safety (3051)

RDU: Fire and Life Safety (556)

Title: FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-1.2	-1.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-0.3										
	1005 GF/Prgm	-0.9										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-1.2

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Special Projects (1001)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
N	SalAdj	28.0	28.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	16.8										
	1061 CIP Rcpts	11.2										

Public Safety Employee Association cost of living adjustment increase of 1%: \$28.0

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Special Projects (1001)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-3.7	-3.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-2.2										
	1061 CIP Rcpts	-1.5										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-3.7

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Bureau of Judicial Services (2885)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	25.2	25.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	25.2										

Public Safety Employee Association cost of living adjustment increase of 1%: \$25.2

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Bureau of Judicial Services (2885)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-5.5	-5.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-5.5										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-5.5

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Statewide Drug and Alcohol Enforcement Unit (3052)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	43.3	43.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	3.9										
	1004 Gen Fund	39.4										

Public Safety Employee Association cost of living adjustment increase of 1%: \$43.3

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Statewide Drug and Alcohol Enforcement Unit (3052)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-5.9	-5.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	-0.5										
	1004 Gen Fund	-5.4										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-5.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska State Trooper Detachments (2325)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	325.9	325.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	325.9										

Public Safety Employee Association cost of living adjustment increase of 1%: \$325.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska State Trooper Detachments (2325)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-47.4	-47.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-47.4										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-47.4

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Bureau of Investigation (2744)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	46.9	46.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	46.9										

Public Safety Employee Association cost of living adjustment increase of 1%: \$46.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Bureau of Investigation (2744)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-7.7	-7.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-7.7										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-7.7

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Wildlife Troopers (2746)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	119.9	119.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	119.9										

Public Safety Employee Association cost of living adjustment increase of 1%: \$119.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Wildlife Troopers (2746)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-17.4	-17.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-17.4										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-17.4

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Wildlife Troopers Aircraft Section (492)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	0.9	0.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	0.4										
	1007 I/A Rcpts	0.5										

Public Safety Employee Association cost of living adjustment increase of 1%: \$0.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Alaska Wildlife Troopers Aircraft Section (492)

**RDU:** Alaska State Troopers (160)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-0.2	-0.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-0.1										
	1007 I/A Rcpts	-0.1										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-0.2

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Village Public Safety Officer Program (3047)

**RDU:** Village Public Safety Officer Program (161)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	14.1	14.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	14.1										

Public Safety Employee Association cost of living adjustment Increase of 1%: \$14.1

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Village Public Safety Officer Program (3047)

**RDU:** Village Public Safety Officer Program (161)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-1.7	-1.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-1.7										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-1.7

Numbers Only

**Change Record Detail with Description (1438)**  
Department of Public Safety

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Training Academy (524)

**RDU:** Statewide Support (165)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	9.4	9.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	9.4										

Public Safety Employee Association cost of living adjustment increase of 1%: \$9.4

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Training Academy (524)

**RDU:** Statewide Support (165)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-1.3	-1.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	-1.3										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-1.3

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Transportation/Public Facilities**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Anchorage Airport Safety (610)

**RDU:** International Airports (189)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	68.9	68.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	3.5										
	1027 Int Airprt	65.4										

Public Safety Employee Association cost of living adjustment increase of 1%: \$68.9

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Transportation/Public Facilities**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Anchorage Airport Safety (610)

**RDU:** International Airports (189)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-13.5	-13.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	-0.7										
	1027 Int Airprt	-12.8										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-13.5

Numbers Only

**Change Record Detail with Description (1438)**  
**Department of Transportation/Public Facilities**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Fairbanks Airport Safety (617)

**RDU:** International Airports (189)

**Title:** FY2015 Public Safety Employee Association Cost of Living Adjustment

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	27.5	27.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	2.5										
	1027 Int Airprt	25.0										

Public Safety Employee Association cost of living adjustment increase of 1%: \$27.5

Numbers Only

**Change Record Detail with Description (1438)**  
 Department of Transportation/Public Facilities

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)

**Component:** Fairbanks Airport Safety (617)

**RDU:** International Airports (189)

**Title:** FY2015 Public Safety Employee Association Health Insurance Rate Reduction

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	-5.0	-5.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts	-0.5										
	1027 Int Airprt	-4.5										

Public Safety Employee Association health insurance rate reduction from \$1,389 to \$1,371 per employee per month: \$-5.0

Numbers Only

**Change Record Detail with Description (1438)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended Submitted Mar 12 (11424)  
**Component:** Budget Reductions/Additions - Systemwide (1296)  
**RDU:** Budget Reductions/Additions (233)  
**Title:** United Academic - Adjuncts Salary and Benefits

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	349.6	349.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	174.8										
	1048 Univ Rcpt	174.8										
<p>A tentative agreement between the University of Alaska and United Academic - Adjuncts (UNAD) represented faculty was reached on February 18, 2014 and includes a rate increase based on the number of semesters taught at the University of Alaska:</p> <p>0-5 years 1%                      6-11 years 2%                      12+ years 3%</p> <p>The agreement covers FY2015, FY2016, and FY2017. The union is expected to complete the ratification process by March 26, 2014 and the University of Alaska Board of Regents is expected to formally approve the agreement at their April 3, 2014 board meeting.</p> <p>The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academic - Adjuncts bargaining unit.</p> <p>This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.</p> <p>FY2015 December Budget: -\$16,345.1                      FY2015 Total Amendments: \$349.6                      FY2015 Total: -\$15,995.5</p>												
<b>Totals</b>		<b>349.6</b>	<b>349.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**FY2015 Operating Budget Amendment (HB 266/SB 120)**  
**FY2015 Mental Health Budget Amendment (HB 267/SB 121)**

Amend the SALARY AND BENEFIT ADJUSTMENTS subsections (a) and (b) as follows:

SALARY AND BENEFIT ADJUSTMENTS. (a) The operating budget appropriations made in sec. 1 of this Act include amounts for salary and benefit adjustments for public officials, officers, and employees of the executive branch, Alaska Court System employees, employees of the legislature, and legislators and to implement the terms for the fiscal year ending June 30, 2015, of the following ongoing collective bargaining agreements:

- (1) Public Employees Local 71, for the labor, trades and crafts unit;
- (2) Teachers' Education Association of Mt. Edgecumbe;
- (3) Alaska Correctional Officers Association, representing the correctional officers unit;
- (4) Confidential Employees Association, for the confidential unit;
- (5) Alaska Public Employees Association, for the supervisory unit;
- (6) Alaska State Employees Association, for the general government unit;
- (7) Public Safety Employees Association.**

(b) The operating budget appropriations made to the University of Alaska in sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30, 2015, for university employees who are not members of a collective bargaining unit and to implement the terms for the fiscal year ending June 30, 2015, of the following collective bargaining agreements:

- (1) University of Alaska Federation of Teachers;
- (2) Fairbanks Firefighters Union, IAFF Local 1324;
- (3) United Academics – AAUP/AFT;
- (4) United Academic - Adjuncts - AAUP-AFT/AFL-CIO.**



THE STATE  
of **ALASKA**  
GOVERNOR SEAN PARNELL

Office of the Governor

OFFICE OF MANAGEMENT AND BUDGET  
Karen Rehfeld, Director

Court Plaza Building  
240 Main Street, Suite 802  
Juneau, Alaska 99811-0020  
Main: 907.465.4660  
Fax: 907.465.2090

February 18, 2014

The Honorable Pete Kelly  
Co-Chair, Senate Finance Committee  
Alaska State Legislature  
State Capitol, Room 516  
Juneau, AK 99801-1182

The Honorable Kevin Meyer  
Co-Chair, Senate Finance Committee  
Alaska State Legislature  
State Capitol, Room 518  
Juneau, AK 99801-1182

The Honorable Alan Austerman  
Co-Chair, House Finance Committee  
Alaska State Legislature  
State Capitol, Room 505  
Juneau, AK 99801-1182

The Honorable Bill Stoltze  
Co-Chair, House Finance Committee  
Alaska State Legislature  
State Capitol, Room 515  
Juneau, AK 99801-1182

Re: FY 2015 Operating Budget Amendments HB 266/SB 120  
FY 2015 Mental Health Budget Amendments HB 267/SB 121

Dear Finance Committee Co-Chairs,

Enclosed, please find proposed amendments to the FY 2015 operating budget.

These amendments are based on information received after the December budget was prepared and include increased costs for the Office of Public Advocacy and Public Defender Agency, fees required by the Affordable Care Act, and reductions in debt service cost estimates.

We are also requesting \$2.2 million to restore funding for the Alaska Bureau of Highway Patrol. This funding will retain dedicated resources for enforcement in Alaska's Highway Safety Corridors.

Thank you for your consideration of these operating budget amendments.

Sincerely,

A handwritten signature in cursive script, appearing to read "Karen".

Karen J. Rehfeld  
Director

Enclosures

cc: David Teal, Director, Legislative Finance Division

FY2015 Governor Amended Summary

	UGF	DGF	Other Funds	Federal Funds	Total
<b>Operating</b>					
Operating Agencies - Non-Formula	4,858.8	1,686.5	3,225.0	0.0	9,770.3
Operating Agencies - Formula	(150.0)	0.0	0.0	0.0	(150.0)
Debt Service	(10,512.3)	0.0	0.0	0.0	(10,512.3)
Fund Transfers	0.0	(10,000.0)	0.0	0.0	(10,000.0)
<b>Total Operating Amendments</b>	<b>(5,803.5)</b>	<b>(8,313.5)</b>	<b>3,225.0</b>	<b>0.0</b>	<b>(10,892.0)</b>
<b>Total Capital Amendments</b>	<b>2,497.5</b>	<b>6,000.0</b>	<b>1,483.8</b>	<b>6,299.5</b>	<b>16,280.8</b>
<b>Total Amendments</b>	<b>(3,306.0)</b>	<b>(2,313.5)</b>	<b>4,708.8</b>	<b>6,299.5</b>	<b>5,388.8</b>

FY2015 Operating Amendments

HB 266/SB 120

HB 267/SB 121

Line	Back-up Page	Section	Bill Page	Bill Line	Department	Component	PEP	Lang	Description	Unassigned General Funds (UGF)	Designated General Funds (DGF)	Other Funds	Federal Funds	Fund Source	Total	Component Totals (Includes Mental Health)
1	1	1	2	19	Administration	Finance			<p><b>Patient-Centered Outcomes Research Institute Mandated by Patient Protection and Affordable Care Act</b>                      The Patient Protection and Affordable Care Act imposes a fee for self-insured active health plans to fund the Patient-Centered Outcomes Research Institute (PCORI) trust fund. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.</p>	61.3	0.0	0.0	0.0	1004 General Fund	61.3	FY2015 December Budget: \$10,836.9 FY2015 Total Amendments: \$61.3 FY2015 Total: \$10,898.2
2	2	1	2	27	Administration	Retirement and Benefits			<p><b>Patient-Centered Outcomes Research Institute Mandated by Patient Protection and Affordable Care Act</b>                      The Patient Protection and Affordable Care Act imposes a fee for self-insured retiree health plans to fund the Patient-Centered Outcomes Research Institute (PCORI) trust fund. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.</p>	68.0	0.0	0.0	0.0	1004 General Fund	68.0	FY2015 December Budget: \$16,984.7 FY2015 Total Amendments: \$3,268.0 FY2015 Total: \$20,252.7
3	3	1	2	27	Administration	Retirement and Benefits			<p><b>Reinsurance Fee Mandated by Patient Protection and Affordable Care Act</b>                      The Patient Protection and Affordable Care Act imposes a mandatory, temporary, three-year transitional reinsurance program to help stabilize premiums in the individual health insurance market from 2014 to 2016. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.</p>	0.0	0.0	3,200.0	0.0	1017 Benefits Systems Receipts 1,121.4 1029 Public Employees Retirement System Fund 1,485.0 1034 Teachers Retirement System Fund 588.0 1042 Judicial Retirement System 5.6	3,200.0	FY2015 December Budget: \$16,984.7 FY2015 Total Amendments: \$3,268.0 FY2015 Total: \$20,252.7

FY2015 Operating Amendments

HB 266/SB 120

HB 267/SB 121

Line	Back-up Page	Section	Bill Page	Bill Line	Department	Component	FFF	Lang	Description	Unrestricted General Funds (UGF)	Designated General Funds (DGF)	Other Funds	Federal Funds	Fund Source	Total	Component Totals (Includes Mental Health) Numbers and Language
4	4	1	3	15	Administration	Elected Public Officers Retirement System Benefits			Elected Public Officers Retirement System Cost Savings This amendment reduces authority needed for Elected Public Officers Retirement System due to the reduction of members. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because the actuarial completed its review after the FY2015 Governor's budget was released.	(150.0)	0.0	0.0	0.0	1004 General Fund	(150.0)	FY2015 December Budget: \$2,248.1 FY2015 Total Amendments: -\$150.0 FY2015 Total: \$2,098.1
5	5	1	4	14	Administration	Office of Public Advocacy			Caseload Capacity and Appellant Backlog Funding to accommodate case load increases and to begin to address the appellant backlog. This amendment provides FY2015 funding based on a FY2014 supplemental request in the same amount.	193.0	0.0	0.0	0.0	1004 General Fund	193.0	FY2015 December Budget: \$25,197.7 FY2015 Total Amendments: \$193.0 FY2015 Total: \$25,390.7
6	6	1	4	15	Administration	Public Defender Agency			Caseload Capacity and Appellant Backlog Funding to accommodate case load increases and to begin to address the appellant backlog. This amendment provides FY2015 funding based on a FY2014 supplemental request in the same amount.	650.0	0.0	0.0	0.0	1004 General Fund	650.0	FY2015 December Budget: \$26,287.0 FY2015 Total Amendments: \$650.0 FY2015 Total: \$26,937.0
7	7	1	22	29	Natural Resources	Agricultural Development			Phytosanitary Certification for Export of Logs and Plant Products An increase in phytosanitary inspections, primarily due to China's increased demand for Alaska logs, requires additional receipt authority to charge businesses for the expense of conducting inspections, including travel, issuing the official certificate and documentation, and reimbursing a fee to the U.S. Department of Agriculture. This amendment provides FY2015 funding based on an FY2014 RPL request in the same amount.	0.0	0.0	25.0	0.0	1108 Statutory Designated Program Receipts	25.0	FY2015 December Budget: \$2,542.6 FY2015 Total Amendments: \$25.0 FY2015 Total: \$2,567.6
8	8	1	23	26	Public Safety	Special Projects			Restore the Alaska Bureau of Highway Patrol This amendment restores \$2.2 for the Alaska Bureau of Highway Patrol in the FY2015 budget. This funding will retain dedicated resources for enforcement in Alaska's highway safety corridors.	2,200.0	0.0	0.0	0.0	1004 General Fund	2,200.0	FY2015 December Budget: \$7,637.4 FY2015 Total Amendments: \$2,200.0 FY2015 Total: \$9,837.4
9	9-17	1	30	9-26	University	various			United Academics Salary and Benefit Increases The negotiated compensation increase for salary and benefits for United Academics faculty includes a two percent across-the-board adjustment and a one-time lump sum payment of \$750 per eligible unit member for a systemwide total of \$3,373.0. This is a new request for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.	1,686.5	1,686.5	0.0	0.0	1004 General Fund 1,686.5 1048 University Receipts 1,686.5	3,373.0	FY2015 December Budget: \$775,355.0 FY2015 Total Amendments: \$3,373.0 FY2015 Total: \$778,728.0
10	18	9(b)	46	29	Fund Transfers	Permanent Fund Earnings Reserve to Permanent Fund Principal		L	FY2015 December 31, 2013 Projection Update The December 31, 2013 projection for the transfer from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent fund is estimated to be \$965 million, down from the \$975 million estimate in the October 31, 2013 projection used when the December budget was released.	0.0	(10,000.0)	0.0	0.0	1041 Permanent Fund Earnings Reserve Account	(10,000.0)	FY2015 December Budget: \$975,000.0 FY2015 Amendments: -\$10,000.0 FY2015 Total: \$965,000.0

FY2015 Operating Amendments  
 HB 266/SB 120  
 HB 267/SB 121

Line	Back-up Page	Section	BSF Page	Bill Line	Department	Component	PRF	Lang	Description	Unrestricted General Funds (UGF)	Designated General Funds (DGF)	Other Funds	Federal Funds	Fund Source	Total	Component Totals (Inclusion Mental Health) Numbers and Language
11	19	13	50	4	Corrections	Anchorage Correctional Complex		L	Delete General Fund for Federal Receipts Contingency Delete the contingency language section appropriating lost federal receipts with general funds.	0.0	0.0	0.0	0.0	1004 General Fund	0.0	FY2015 December Budget: \$27,568.3 FY2015 Total Amendments: \$0.0 FY2015 Total: \$27,568.3
12	20	23(h) (13)	58	22	Debt Service	General Obligation		L	FY2015 Funding for Series 2014A The FY2015 Governor's budget estimated the 2014A issue amount at \$300,000,000 with an estimated FY2015 debt service to be \$20,000,000. Project cash flow based on actual and projected expenditures for the authorized infrastructure projects was updated in February 2014 and reflects diminished spending. This updated analysis changes the estimated size of the 2014A issue to \$170,000,000. This amendment reduces the debt service amount to \$10,000,000, which corresponds with the reduction in planned issuance amount.	(10,000.0)	0.0	0.0	0.0	1004 General Fund	(10,000.0)	FY2015 December Budget: \$88,120.2 FY2015 Amendments: -\$10,000.0 FY2015 Total: \$78,120.2
13	21	23(j)	59	24	Debt Service	Jail Construction Reimbursement		L	FY2015 Funding - Anchorage Jail As a result of a 2012 cash defeasance (Sec17, Ch5, PSSLA2011, P158, L7) for principal and interest due for the Municipality of Anchorage lease (Anchorage Jail), sufficient cash is available to be applied toward the next payments due in August 2014 and February 2015. The general fund amount needed for FY2015 debt service can therefore be reduced by \$512,276.	(512.3)				1004 General Fund	(512.3)	FY2015 December Budget: \$21,928.8 FY2015 Amendments: -\$512.3 FY2015 Total: \$21,416.5
14									<b>FY2015 Operating Amendments Total</b>	<b>(5,803.5)</b>	<b>(5,313.5)</b>	3,225.0	0.0		<b>(0,892.0)</b>	

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Finance (59)

**RDU:** Centralized Administrative Services (13)

**Title:** Patient-Centered Outcomes Research Institute Mandated by Patient Protection and Affordable Care Act

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	61.3	0.0	0.0	61.3	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	61.3										

The Patient Protection and Affordable Care Act (Affordable Care Act) imposes a fee for self-insured health plans to fund the Patient-Centered Outcomes Research Institute (PCORI) trust fund. Guidance provided by the U.S. Department of Labor advises that the payment of PCORI fees does not constitute a permissible expense of the plan for the purposes of Title I of the Employee Retirement Income Security Act (ERISA).

The amount of the fee is progressive: \$1 in the first year (FY2015), \$2 in the second (FY2016) and subsequent years, using the average number of covered lives (employees and dependents) of the active health plan as the basis for determining the annual amount. The first fee payment is due July 31, 2014 for the active self-insured health plan. The PCORI fee is in effect for a seven-year period with the payment due date being July 31st of the calendar year following the last day of the self-insured health plan year.

This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.

FY2015 December Budget: \$10,836.9

FY2015 Total Amendments: \$61.3

FY2015 Total: \$10,898.2

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Retirement and Benefits (64)

**RDU:** Centralized Administrative Services (13)

**Title:** Patient-Centered Outcomes Research Institute Mandated by Patient Protection and Affordable Care Act

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	68.0	0.0	0.0	68.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	68.0										

The Patient Protection and Affordable Care Act (Affordable Care Act) imposes a fee for self-insured health plans to fund the Patient-Centered Outcomes Research Institute (PCORI) trust fund. Guidance provided by the U.S. Department of Labor advises that the payment of the PCORI fee does not constitute a permissible expense of the plan for purposes of Title I of the Employee Retirement Income Security Act (ERISA). \$65.0 was added to the FY2014 budget for the first year. This amendment is for the additional fee amount for the second year.

The fee is progressive: \$1 in the first year (FY2014), \$2 in the second (FY2015) and subsequent years, with the average number of covered lives (employees and dependents) of the retiree health plan as the basis for determining the annual amount. The PCORI fee is in effect for a seven-year period with the payment due date being July 31st of the calendar year following the last day of the self-insured health plan year.

This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.

FY2015 December Budget: \$16,984.7  
 FY2015 Total Amendments: \$3,268.0  
 FY2015 Total: \$20,252.7

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Retirement and Benefits (64)

**RDU:** Centralized Administrative Services (13)

**Title:** Reinsurance Fee Mandated by Patient Protection and Affordable Care Act

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	3,200.0	0.0	0.0	3,200.0	0.0	0.0	0.0	0.0	0	0	0
	1017 Ben Sys	1,121.4										
	1029 P/E Retire	1,485.0										
	1034 Teach Ret	588.0										
	1042 Jud Retire	5.6										

The Patient Protection and Affordable Care Act (Affordable Care Act) imposes a mandatory, temporary, three-year transitional reinsurance program to help stabilize premiums in the individual health insurance market from 2014 to 2016. This program is funded by contributions from insurers in the individual, small group, and large group markets, as well as by self-insured health plans such as the AlaskaCare Employee and Retiree Health Plans.

The Department of Health and Human Services (HHS) estimates that 354,000 Alaskans are in group health plans (including municipal and school district plans). Alaska health insurance plans will pay approximately \$46.5 million in reinsurance fees to the federal government over the next three years. These reinsurance fees will be used to subsidize the cost of health insurance premiums provided through Affordable Care Act exchanges. The fees will not benefit any of the 354,000 Alaskans whose plans are required to pay these fees. The extent to which these fees will benefit Alaskans who purchase insurance through the federal Affordable Care Act exchanges is not clear. At this point there are less than 4,000 Alaskans participating in such insurance.

The fee applies to all covered participants in the active health plan medical coverage and non-Medicare eligible and Part B retirees, including dependents. Projected costs for FY2015 are \$1,106,410 for active and \$2,050,745 for retiree.

This is a new request for FY2015. It was not included in the FY2015 Governor's budget because it was unclear if the state would continue to pay mandatory and unanticipated fees and taxes that are related to the Affordable Care Act and imposed upon the state from the federal government. There was discussion regarding potential litigation and it was determined that these fees and taxes should be paid to avoid penalties even if the state entered into litigation.

FY2015 December Budget: \$16,984.7  
 FY2015 Total Amendments: \$3,268.0  
 FY2015 Total: \$20,252.7

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Elected Public Officers Retirement System Benefits (964)

**RDU:** Special Systems (299)

**Title:** Elected Public Officers Retirement System Cost Savings

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Dec	-150.0	0.0	0.0	0.0	0.0	0.0	-150.0	0.0	0	0	0
	1004 Gen Fund	-150.0										

This amendment reduces authority needed for Elected Public Officers Retirement System (EPORS) due to the reduction of members. EPORS currently has 35 members receiving benefits (20 retirees and 15 survivors).

This is a new request for FY2015. It was not included in the FY2015 Governor's budget because the actuarial completed its review after the FY2015 Governor's budget was released.

FY2015 December Budget: \$2,248.1  
 FY2015 Total Amendments: -\$150.0  
 FY2015 Total: \$2,098.1

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Office of Public Advocacy (43)  
**RDU:** Legal and Advocacy Services (11)  
**Title:** Caseload Capacity and Appellant Backlog

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	193.0	0.0	0.0	193.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	193.0										

The Office of Public Advocacy (OPA) is seeking an amendment to accommodate case load increases and to begin to address the appellant backlog.

In FY2013, specific areas of OPA experienced a continuous and significant caseload increase. In FY2013, Child in Need of Aid (CINA) cases increased by nearly 300 cases statewide over FY2012 and continue to increase in FY2014. The increase in cases is having a substantial impact on the wards entrusted to the Public Guardian section. Civil appeals have almost tripled in caseloads from 39 in FY2012 to 102 in FY2013. Caseloads for criminal appeals (79 in FY2012 to 104 in FY2013) and post-conviction relief cases (166 in FY2012 to 228 in FY2013) have increased in numbers now equivalent to the work of two additional full time attorneys. OPA is facing additional scrutiny from the court system related to delays associated with timely pursuing these cases.

In January 2014, OPA received a letter from the Supreme Court stating "the court will no longer grant any requested extensions exceeding a total of 30 days for the appellant's opening brief, 30 days for the appellant's brief, and 15 days for the appellant's reply." Sanctions have been threatened against OPA related to the time requests being made to handle the cases. To avoid costly sanctions and meet the court's demands related to pursuing these cases in a timely manner, OPA is requesting funds for contract attorneys to handle increasing caseloads.

Additionally more and more cases, both civil and criminal are requiring expert services from neuropsych exams in guardianship cases to DNA testing in criminal cases. The Department of Law's decision to no longer negotiate sentencing agreements in A felony and unclassified offenses will also affect OPA's case load.

OPA is a "down flow" office in that it reacts to actions of other state agencies and systems, including the Office of Children's Services, Adult Protective Services, the Attorney General Human Services Section, the District Attorney's office, the Court System and other public and private entities. OPA must take all cases assigned to it if statutorily authorized.

This is a new request for FY2015. It was not included in the FY2015 Governor's budget because OPA was still gathering caseload data and assessing the implications of the Department of Law's new plea policy in order to accurately reflect projected costs. This amendment provides FY2015 funding based on a FY2014 supplemental request of \$193.0.

FY2015 December Budget: \$25,197.7  
 FY2015 Total Amendments: \$193.0  
 FY2015 Total: \$25,390.7

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Administration**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Public Defender Agency (1631)  
**RDU:** Legal and Advocacy Services (11)  
**Title:** Caseload Capacity and Appellant Backlog

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	650.0	33.0	15.0	502.0	100.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	650.0										

The Public Defender Agency (PDA) is seeking a supplemental to address case load increases and to begin to address the appellant backlog.

PDA uses a weighted average system expressed in terms of felony cases handled per year. The American Bar Association standards for ethical caseload limits require that attorneys handle no more than 150 felony cases per year. The weighted average number of cases handled by attorneys at the PDA increased from 128 in FY2009 to 150 in FY2013.

The appellate division has a backlog of over 130 appellate matters. Criminal appellate matters have increased significantly from FY2010 (124) to FY2013 (212). The growth in criminal appeals in FY2014 is projected to be an additional 45 cases over FY2013 which will add to the current backlog.

It currently takes approximately 12 months for a case to be assigned to an attorney and an additional three to four months to file the opening brief. Felony merit appeals increased 49% in FY2012 and an additional 12% in FY2013. Misdemeanor merit appeals increased 50% in FY2012. FY2013 data is not available at this time. Felony trials have increased significantly since FY2010 (153) to FY2013 (227). The projected growth in appeals strongly indicates an increase trial rate in FY2014 over FY2013. Expenses related to trial litigation and the necessary services vary dramatically between case types.

The civil division currently maintains a vacant attorney position. As a result, the division has only six attorneys who appear before ten superior court judges handling Child in Need of Aid (CINA) matters. Overall CINA caseload growth for FY2013 was 44%. These increases have a significant impact on the division's ability to appropriately process child welfare cases.

In January 2014, the department received a letter from the Supreme Court stating "the court will no longer grant any requested extensions exceeding a total of 30 days for the appellant's opening brief, 30 days for the appellant's brief, and 15 days for the appellant's reply." In addition, the Alaska Court of Appeals has issued new guidelines on continuances in criminal appeals reducing the time permitting for filing an opening brief. The new guidelines reduce the time permitted by 170 days over the next two and one-half years. It is anticipated that PDA will not be able to meet these new guidelines during this fiscal year.

The Department of Law's decision to no longer negotiate sentencing agreements in class A felony and unclassified offenses will also affect PDA's case load.

This is a new request for FY2015. It was not included in the FY2015 Governor request because PDA was still gathering caseload data and assessing the implications of the Department of Law's new plea policy to more accurately reflect projected costs. This amendment provides FY2015 funding based on a FY2014 supplemental request of \$650.0.

FY2015 December Budget: \$26,287.0  
 FY2015 Total Amendments: \$650.0  
 FY2015 Total: \$26,937.0

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Natural Resources**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Agricultural Development (455)

**RDU:** Agriculture (603)

**Title:** Phytosanitary Certification for Export of Logs and Plant Products

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	25.0	0.0	1.5	23.0	0.5	0.0	0.0	0.0	0	0	0
	1108 Stat Desig	25.0										

The Alaska Division of Agriculture (division), through a Memorandum of Understanding and Cooperative Agreement with the United States Department of Agriculture (USDA), provides phytosanitary certification services for Alaska businesses exporting logs and plant products (primarily mushrooms) internationally. Foreign countries require that licensed state or federal export certification officials conduct phytosanitary certification inspections before products can enter their country. Phytosanitary certificates are issued to indicate that consignments of plants, plant products, or other regulated articles meet the importing countries' specified phytosanitary import requirements and are in conformity with the certifying statement of the appropriate certificate.

The USDA charges \$106 for this certification and requires states to reimburse this fee to them for each certificate issued under this agreement. This statutory designated program receipts (SDPR) authority provides the authorization for the division to charge businesses for the expense of conducting the inspection, including travel, issuing the official certificate and documentation, and reimbursing the \$106 fee to the USDA.

The agreement with the USDA requires division inspection staff be nominated, trained, and pass competency examinations on a regular basis by the USDA. This service has conducted phytosanitary export certifications on over \$143 million dollars of Alaska timber exports since export inspections began in 2010.

An increment approved in the FY2013 budget increased authorization by \$10.0, bringing the total SDPR authorization for this activity to \$30.0. A legislative revised program (RPL) was approved by the Legislative Budget and Audit Committee on January 13, 2014 in the amount of \$25.0 for FY2014. This request has no impact on general fund authorization.

An increase in phytosanitary inspections, primarily due to China's increased demand for Alaska logs, was not anticipated when the FY2015 Governor's budget was developed. The division expects this higher level of activity will continue based on the demands for logs in the China market.

This amendment provides FY2015 funding based on the FY2014 RPL in the same amount.

FY2015 December Budget: \$2,542.6

FY2015 Total Amendments: \$25.0

FY2015 Total: \$2,567.6

Numbers Only

**Change Record Detail with Description (1440)**  
**Department of Public Safety**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Special Projects (1001)  
**RDU:** Alaska State Troopers (160)  
**Title:** Restore the Alaska Bureau of Highway Patrol

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	Inc	2,200.0	987.9	184.1	910.2	117.8	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	2,200.0										

This amendment restores \$2.2 million for the Alaska Bureau of Highway Patrol in the FY2015 budget. This funding will retain dedicated resources for enforcement in Alaska's highway safety corridors.

In an effort to meet the Department of Public Safety's (Department) mission at a reduced cost for the FY2015 budget, the Department proposed disbanding the Alaska Bureau of Highway Patrol for an expected \$2.2 million annual savings. This proposal recommended shifting the Alaska Bureau of Highway Patrol, a specialized unit originally created through federal funds, to the Alaska State Troopers (AST) Detachments component. This shift was designed to maximize use of vacant trooper positions and focus on core services.

The specialized Alaska Bureau of Highway Patrol was created with federal highway safety funding for the four designated safety corridors in Alaska – the Seward Highway (May 2006), the Parks Highway (October 2007), the Knik/Goose Bay Road and the Sterling Highway (both in July 2009). These federal funds were available through a partnership with the Alaska Department of Transportation and Public Facilities to improve highway safety in these designated safety areas through education, engineering, and enforcement.

Over time, the federal funds were no longer available and the state has backfilled nearly \$3.8 million to ensure these dedicated safety corridors are adequately patrolled. Significant improvements in reducing accidents and fatalities have been made as a result of these investments.

Since the FY2015 Governor's budget was released, the Department has worked to design a transition plan to meet the original objective at reduced cost. While the transfer would bolster AST detachments in the short term, the reduced funding would diminish the capacity of AST to continue to provide dedicated resources to the Alaska Highway Safety Corridors.

2015 December Budget: \$7,637.4  
 2015 Total Amendments: \$2,200.0  
 2015 Total: \$9,837.4

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Anchorage Campus (753)  
**RDU:** University of Alaska Anchorage (235)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	1,273.4	1,273.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	636.7										
	1048 Univ Rcpt	636.7										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$279,135.4  
 FY2015 Total Amendments: \$ 1,273.4  
 FY2015 Total: \$280,408.8

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Bristol Bay Campus (1417)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	1.4	1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	0.7										
	1048 Univ Rcpt	0.7										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$4,174.2  
 FY2015 Total Amendments: \$1.4  
 FY2015 Total: \$4,175.6

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** College of Rural and Community Development (956)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	25.2	25.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	12.6										
	1048 Univ Rcpt	12.6										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$12,273.5  
 FY2015 Total Amendments: \$25.2  
 FY2015 Total: \$12,298.7

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)

**Component:** Fairbanks Campus (741)

**RDU:** University of Alaska Fairbanks (236)

**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	1,125.6	1,125.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	562.8										
	1048 Univ Rcpt	562.8										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$264,804.4  
 FY2015 Total Amendments: \$1,125.6  
 FY2015 Total: \$265,930.0

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Kuskokwim Campus (746)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	2.4	2.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	1.2										
	1048 Univ Rcpt	1.2										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$7,182.9  
 FY2015 Total Amendments: \$2.4  
 FY2015 Total: \$7,185.3

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Northwest Campus (747)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	0.8	0.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	0.4										
	1048 Univ Rcpt	0.4										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$3,269.5  
 FY2015 Total Amendments: \$0.8  
 FY2015 Total: \$3,270.3

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Fairbanks Organized Research (750)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	617.2	617.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	308.6										
	1048 Univ Rcpt	308.6										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$148,522.8  
 FY2015 Total Amendments: \$617.2  
 FY2015 Total: \$149,140.0

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Cooperative Extension Service (745)  
**RDU:** University of Alaska Fairbanks (236)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	109.8	109.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	54.9										
	1048 Univ Rcpt	54.9										

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$11,400.0  
 FY2015 Total Amendments: \$109.8  
 FY2015 Total: 11,509.8

Numbers Only

**Change Record Detail with Description (1440)**  
**University of Alaska**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Juneau Campus (762)  
**RDU:** University of Alaska Southeast (237)  
**Title:** United Academics Salary and Benefit Increases

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
N	SalAdj	217.2	217.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund	108.6										
	1048 Univ Rcpt	108.6										
<hr/>												
	<b>Totals</b>	<b>217.2</b>	<b>217.2</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

The negotiated contract between the University of Alaska and the United Academics - AAUP/AFT (UNAC) was ratified by UNAC faculty membership on January 18, 2014, and approved by the Board of Regents on January 22, 2014. The salary and benefit increases are based on an across-the-board two percent adjustment to eligible unit members, effective the first full pay period after July 1, 2014, and a one-time lump sum payment of \$750 per eligible unit member. The current contract expires December 31, 2016.

The Salary and Benefit Adjustments language section of the FY2015 operating bill (Section 28(b) of HB266/SB120) is also being amended to add the United Academics - AAUP/AFT bargaining unit.

This is a new increment for FY2015. It was not included in the FY2015 Governor's budget because the contract was still under negotiations.

FY2015 December Budget: \$44,592.3  
 FY2015 Total Amendments: \$217.2  
 FY2015 Total: \$44,809.5

**Change Record Detail with Description (1440)**  
Fund Transfers

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Permanent Fund Earnings Reserve to Permanent Fund Principal (2726)  
**RDU:** Permanent Fund Transfers (613)  
**Title:** FY2015 December 31, 2013 Projection Update

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Misadj	-10,000.0	0.0	0.0	0.0	0.0	0.0	0.0	-10,000.0	0	0	0
	1041 PF Earn Rs	-10,000.0										
<p>The December 31, 2013 projection for the transfer from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent fund is estimated to be \$965 million, down from the \$975 million estimate in the October 31, 2013 projection used when the December budget was released.</p> <p>Amend * Sec. 9. ALASKA PERMANENT FUND CORPORATION., as follows:</p> <p>(b) After money is transferred to the dividend fund under (a) of this section, the amount calculated under AS 37.13.145(c) to offset the effect of inflation on the principal of the Alaska permanent fund during the fiscal year ending June 30, 2015, estimated to be \$965,000,000 [\$975,000,000], is appropriated from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent fund.</p> <p>FY2015 December Budget: \$975,000.0                      FY2015 Amendments: -\$10,000.0                      FY2015 Total: \$965,000.0</p> <p>Note: A similar reduction is reflected in the FY2014 column of the Governor's amended fiscal summary (FY2104 Authorized). The December 31, 2013 projection estimated \$545 million, down from \$934 million October 31, 2013 projection used when the December budget was released. The Alaska Permanent Fund Corporation updates projections on a monthly basis and the distribution of statutory net income may be further adjusted based on future projection changes.</p>												
<b>Totals</b>		<b>-10,000.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-10,000.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

Language Only

**Change Record Detail with Description (1440)**  
**Department of Corrections**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Anchorage Correctional Complex (2713)  
**RDU:** Population Management (550)  
**Title:** Delete General Fund for Federal Receipts Contingency

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Language	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Delete section:

[\* Sec. 13. DEPARTMENT OF CORRECTIONS. If any portion of the federal receipts appropriated in sec. 1 of this Act to the Department of Corrections, Anchorage Correctional Complex, for housing federal prisoners for the fiscal year ending June 30, 2015, is not received, an amount equal to the difference between the amount of federal receipts appropriated and the amount of federal receipts received is appropriated from the general fund to the Department of Corrections, Anchorage Correctional Complex, for the purpose of paying costs of inmate incarceration for the fiscal year ending June 30, 2015.]

Language Only

**Change Record Detail with Description (1440)**  
**Debt Service**

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** General Obligation (792)  
**RDU:** Debt Service (251)  
**Title:** FY2015 Funding Series 2014A

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Dec	-10,000.0	0.0	0.0	0.0	0.0	0.0	0.0	-10,000.0	0	0	0
	1004 Gen Fund	-10,000.0										

In 2012, voters approved \$453,499,200 for general obligation bonds for transportation infrastructure (\$449,900,000 in projects plus \$3,599,200 for expenses incidental to the sale and issuance of general obligation bonds), as proposed by Ch18, SLA2012 (HB286). Series 2014A will be sold in March 2014 totaling \$170,000,000 which will refinance \$142,645,000 of the \$149,645,000 2013C issue, and provide an additional \$27,355,000 for projects. The estimated FY2015 debt service for this \$170,000,000 is \$10,000,000.

The FY2015 Governor's budget estimated the 2014A issue amount at \$300,000,000 with an estimated FY2015 debt service to be \$20,000,000. Project cash flow based on actual and projected expenditures for the authorized infrastructure projects was updated in February 2014 and reflects diminished spending through March 31, 2015. This updated analysis changes the estimated size of the 2014A issue to \$170,000,000. This amendment reduces the debt service amount to \$10,000,000, which corresponds with the reduction in planned issuance amount.

Amend Sec. 23(h)(13) as follows: the amount necessary for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2014A, estimated to be \$10,000,000 [\$20,000,000], from the general fund for that purpose;

FY2015 December Budget: \$88,120.2  
 FY20154 Total Amendments: -\$10,000.0  
 TOTAL FY2015: \$78,120.2

Language Only

**Change Record Detail with Description (1440)**  
Debt Service

**Scenario:** FY2015 Governor Amended (11297)  
**Component:** Jail Construction Reimbursement (2870)  
**RDU:** Debt Service (251)  
**Title:** FY2015 Funding - Anchorage Jail

Language	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Y	Dec	-512.3	0.0	0.0	0.0	0.0	-512.3	0.0	0.0	0	0	0
	1004 Gen Fund	-512.3										
<p>As a result of a 2012 cash defeasance (Sec17, Ch5, FSSLA2011, P158, L7) for principal and interest due for the Municipality of Anchorage lease (Anchorage Jail), sufficient cash is available to be applied toward the next payments due in August 2014 and February 2015. The general fund amount needed for FY2015 debt service can therefore be reduced by \$512,276.</p> <p>(Amend Sec. 23(j) as follows: The sum of \$21,416,474 [21,928,750] is appropriated from the general fund to the Department of Administration for payment of obligations and fees for the following facilities for the fiscal year ending June 30, 2015:</p> <p style="margin-left: 40px;">FACILITY AND FEES                      ALLOCATION</p> <p style="margin-left: 40px;">(1) Anchorage Jail    \$ 3,598,624 [4,110,900]</p> <p style="margin-left: 40px;">(2) Goose Creek Correctional Center    17,813,650</p> <p style="margin-left: 40px;">(3) Fees    4,200</p> <p>FY2015 December Budget: \$21,928.8  FY20154 Total Amendments: -\$512.3  TOTAL FY2015: \$21,416.5</p>												
<b>Totals</b>		<b>-512.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-512.3</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**FY2015 Operating Budget Amendment (HB 266/SB 120)**

Amend \* **Sec. 23. DEBT AND OTHER OBLIGATIONS.**, by amending subsection (j) as follows:

(j) The sum of **\$21,416,474** [21,928,750] is appropriated from the general fund to the Department of Administration for payment of obligations and fees for the following facilities for the fiscal year ending June 30, 2015:

FACILITY AND FEES	ALLOCATION
(1) Anchorage Jail	\$ <b><u>3,598,624</u></b> [4,110,900]
(2) Goose Creek Correctional Center	17,813,650
(3) Fees	4,200

**FY2015 Operating Budget Amendment (HB 266/SB 120)**

Amend \* **Sec. 23. DEBT AND OTHER OBLIGATIONS.**, by amending subsection (h)(13) as follows:

(9) the amount necessary for payment of debt service and accrued interest on outstanding State of Alaska general obligation bonds, series 2014A, estimated to be \$10,000,000 [\$20,000,000], from the general fund for that purpose;

FY2015 Operating Budget Amendment (HB 266/SB 120)

Delete section:

[\* Sec. 13. DEPARTMENT OF CORRECTIONS. If any portion of the federal receipts appropriated in sec. 1 of this Act to the Department of Corrections, Anchorage Correctional Complex, for housing federal prisoners for the fiscal year ending June 30, 2015, is not received, an amount equal to the difference between the amount of federal receipts appropriated and the amount of federal receipts received is appropriated from the general fund to the Department of Corrections, Anchorage Correctional Complex, for the purpose of paying costs of inmate incarceration for the fiscal year ending June 30, 2015.]

FY2015 Operating Budget Amendment (HB 266/SB 120)

Amend \* Sec. 9. ALASKA PERMANENT FUND CORPORATION., as follows:

(b) After money is transferred to the dividend fund under (a) of this section, the amount calculated under AS 37.13.145(c) to offset the effect of inflation on the principal of the Alaska permanent fund during the fiscal year ending June 30, 2015, estimated to be \$965,000,000 [\$975,000,000], is appropriated from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent fund.

Submitted February 18, 2014

**FY2015 Operating Budget Amendment (HB 266/SB 120)**  
**FY2015 Mental Health Budget Amendment (HB 267/SB 121)**

Amend the SALARY AND BENEFIT ADJUSTMENTS subsection (b) as follows:

**SALARY AND BENEFIT ADJUSTMENTS.**

(b) The operating budget appropriations made to the University of Alaska in sec. 1 of this Act include amounts for salary and benefit adjustments for the fiscal year ending June 30, 2015, for university employees who are not members of a collective bargaining unit and to implement the terms for the fiscal year ending June 30, 2015, of the following collective bargaining agreements:

- (1) University of Alaska Federation of Teachers;
- (2) Fairbanks Firefighters Union, IAFF Local 1324
- (3) United Academics – AAUP/AFT**