

Highlights of Significant Changes
(FY05 to FY16)

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1	DEPARTMENT OF REVENUE										
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3	FY	Approp	Alloc	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
4	FY06	Taxation & Treasury	Tax Division			Tobacco Tax Enforcement	778.9			778.9	SB 1001 passed during the FY04 Special Legislative Session and increased the cigarette tax rate from \$1.00 per pack to \$1.60 per pack effective January 1, 2005; with subsequent increases up to \$2.00 per pack on July 1, 2007. Funding was added in the Tax Division to support additional cigarette tax stamp enforcement, which includes six new enforcement and audit positions and contractual costs for services provided by the Department of Public Safety.
5	FY06	Taxation & Treasury	Tax Division			Corporate Audit Program Revitalization	748.6			748.6	Funding for the first year of a five-year plan to increase tax revenues from corporate income tax. Additional funding will allow the Tax Division to: -- hire and train auditor positions; -- engage experts to identify and target strategies and opportunities targeting non-Alaskan corporations; -- coordinate with other state and federal agencies to identify and correct non-filers, abusive tax shelters, and common revenue recovery opportunities; and, -- fill all positions in the Oil and Gas Production tax and fisheries tax enforcement supported by audit staff.
6	FY06	Taxation & Treasury	Treasury Division			Sport Fish Facilities Bonds/Surcharges Ch 94, SLA 2005 (SB 147)		1,398.6		1,398.6	One-time funding
7	FY06	Taxation & Treasury	AK State Pension Investment Board		Market Based Salary Increase	Investment Officer Salary Increases		60.0		60.0	Funding to move investment officers' salaries closer to market.
8	FY06	Taxation & Treasury	AK State Pension Investment Board		Custody & Mgt Fees	Additional authorization to monitor investment compliance and for increased legal and other investment contractual fees		484.9		484.9	
9	FY06	Taxation & Treasury	AK State Pension Investment Board / Alaska Retirement Management Board			Establish Alaska Retirement Management Board (ARMB) to replace the Alaska State Pension Investment Board Ch 9, FSSLA 2005 (SB 141)	590.2			590.2	SB 141 eliminated the Alaska State Pension Investment Board and established the Alaska Retirement Management Board. Additional funding was appropriated based on the fiscal note to meet the following increased costs: --additional audit requirements; --an additional meeting for organization and education of new board members; and --computers, software, office set-up and supplies for new staff.
10	FY06	Child Support Services	Child Support Services			Increased funds to pay Department of Administration for services provided by Hearing Officers Ch 163, SLA 2004 (SB 203)	261.1			261.1	SB 203 transferred Hearing Officer positions to the Department of Administration to form the consolidated Office of Administrative Hearings. Additional authorization was added pay for hearing officer's based on actual service provided.
11	FY06	Admin & Support	Commissioner's Office			Identified savings from the consolidation of Hearing Officers in the Department of Administration Ch 163, SLA 2004 (SB 203)	(22.7)	(52.5)	(128.3)	(203.5)	SB 203 transferred Hearing Officer positions to the Department of Administration to form the consolidated Office of Administrative Hearings.
12	FY06	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		423.1		423.1	Additional Salary Increases \$160.0 - to provide salary increases to current staff that have met or exceeded their annual performance goals. Travel, Contractual, Commodities \$263.1 - due diligence travel and contractual increases for various areas of managing the APF.
13	FY07	Taxation & Treasury	Alaska Retirement Management Board			Fiscal Notes to Establish Alaska Retirement Management Board (ARMB) and replace the Alaska State Pension Investment Board Ch 9, FSSLA 2005 (SB 141)	(224.0)			(224.0)	The fiscal note for SB141 reflected a \$324.0 UGF <i>reduction</i> in FY07 for the ARMB. However due to changes in legislation, the actual effective date for the new defined contribution retirement plan was 7/1/2006 and additional funding of \$100.0 was appropriation to implement investment consulting and performance measurements for the new plan.

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14	FY07	Taxation & Treasury				Restore authorization related the consolidation of Hearing Officers in the Department of Administration Ch 163, SLA 2004 (SB 203)	(10.6)		510.1	499.5	SB 203 transferred Hearing Officer positions to the Department of Administration to form the consolidated Office of Administrative Hearings. In FY07, funding was restored in the following areas: <u>PFD Division</u> - \$119.8 PFD Fund (DGF) was added to pay for hearing officers based on actual service provided. <u>Commissioner's Office</u> - Because the Department of Administration is unable to collect indirect cost receipts from Child Support Services' federal program, \$256.6 CSSD Fed (FED) was restored in the Commissioner's Office where the receipts can be collected and used. <u>Child Support Services</u> - \$81.2 Federal Receipt (FED) authority & \$41.9 Receipt Supported Services (DGF) was added to pay for actual services provided by hearing officers. Also, a fund source change of \$172.3 Receipt Supported Services (DGF) to Federal Receipt (FED) authority was approved to reimburse costs for Administrative Law Judges who work on child support cases.
15	FY07	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		676.9		676.9	2 New PFT Positions \$300.5 - a Senior Investment Officer & Senior Accountant. Travel, Contractual, Commodities and Equipment \$376.4 - due diligence travel, workstation replacement, and contractual increases for various areas of managing the APF. (One-time increment)
16	FY06- FY08	Taxation & Treasury	Treasury Division		Market Based Salary Increase	Investment Officer Salary Increases	119.8	429.4		549.2	Funding to move investment officers' salaries closer to market. FY06 - \$20.0 GF and \$60.0 Other Funds FY07 - \$34.8 GF and \$128.0 Other Funds FY08 - \$65.0 GF and \$241.4 Other Funds
17	FY08	Taxation & Treasury	Tax Division		Oil & Gas	Implementation of Petroleum Production Tax (PPT)	1,367.8			1,367.8	Funding was appropriated for nine new PFT audit staff - 1 Oil & Gas Specialist; 3 Oil & Gas Revenue Auditor IV; 4 Oil & Gas Revenue Auditor III and 1 Tax Technician. Positions were added to meet additional audit responsibilities inherent to the net profits tax on oil and gas producers.
18	FY08	Taxation & Treasury	Tax Division			Implementation of Cruise Ship Initiative	625.0			625.0	Funding was appropriated for six new PFT excise audit staff - 4 Tax Auditors and 2 Tax Technicians and associated travel, contractual, supplies and equipment to implement the cruise ship excise tax.
19	FY08	Taxation & Treasury	Tax Division		Market Based Salary Increase	Tax Auditor Salary Increases	490.0			490.0	As a result of a Market Based Pay analysis, the salaries for 34 audit positions were increased by two state payroll ranges.
20	FY08	Taxation & Treasury	Tax Division			Maximum allowable refund for capital expenditures and lease bids to eligible companies per AS 43.55.023(f), Ch 28, Sec 21(c)	25,000.0			25,000.0	Tax credit estimated for FY08 - One-time funding.
21	FY08	Child Support Services	Child Support Services			Additional authorization for Child Support Enforcement Efforts	1,025.6		132.9	1,158.5	Additional Receipt Supported Services authorization to maximize federal match and additional federal incentive funds authorization to meet anticipated levels of funding.
22	FY08	Admin & Support	Commissioner's Office		Oil & Gas	Reverse the fiscal note funding for Stranded Gas Act Ch 4, SLA 2003 (HB 16)	(117.5)	(750.0)		(867.5)	Deleted (1) PFT position
23	FY08	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		942.9		942.9	Additional Salary Increases \$239.7 - to provide salary increases to current staff that have met or exceeded their annual performance goals. Travel \$41.2 - due diligence and management travel and moving expenses associated with recruitment of investment staff. Contractual \$662.0 - increased legal services, public education program costs, communications, leases and postage/printing.
24	FY09	Taxation & Treasury	Tax Division		Oil & Gas	New Programmer Analyst V for oil and gas production tax database system CH 1, SSSLA 2007 (HB 2001 ACES)	120.9			120.9	Added 1 PFT position
25	FY09	Taxation & Treasury	Treasury Division			Increased In-House Investment Management	126.0	234.0		360.0	Two new exempt PFT investment officer positions in Treasury's portfolio section for fixed-income and equity investments.
26	FY09	Taxation & Treasury	PFD Division			PFD Non-profits Eligibility Ch 41, SLA 2008 (HB 166)		542.5		542.5	HB166 requires a database containing eligibility for each charitable organization and tracking through appeals phase. Two new PFT positions, a Program Coordinator & PFD Tech II.

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27	FY09	Taxation & Treasury	PFD Division			Alaska Resource Rebate Special Session - Administrative Costs for the Alaska Resource Rebate Program	600.0			600.0	
28	FY09	Admin & Support	Commissioner's Office		Oil & Gas	Delete position transferred from the Alaska Natural Gas Development Authority & associated funding	(33.3)	(55.6)		(88.9)	Deleted (1) PFT position
29	FY09	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		583.4		583.4	Additional Salary Increases \$272.3 - to provide salary increases to current staff that have met or exceeded their annual performance goals. Travel \$41.2 - due diligence and management travel and moving expenses associated with recruitment of investment staff. Contractual \$89.0 - to meet increased contractual obligations and changes to existing investment financial network systems, as well as, other increased contractual costs and workstation upgrades. New Attorney position \$180.9 - to provide legal counsel for the APFC.
30	FY10	Taxation & Treasury	Alaska Retirement Management Board			Benefits Systems Receipts to Implement Treasury's federally-approved Cost Allocation Plan		900.0		900.0	Additional authorization was approved for costs allocated to the supplemental annuity plan (SBS) and deferred compensation plan (DCP) under Treasury's federally-approved cost allocation plan which was approved on July 1, 2008.
31	FY10	Child Support Services	Child Support Services			Funding adjustments for Child Support Enforcement Efforts	(718.1)		718.1	0.0	The following changes were made for Child Support enforcement funding: -- Federal Receipt authorization reduced by \$612.4; -- General fund match increased by \$400.0; -- Federal ARRA Stimulus funding of \$1,330.5 was added to the budget; and, -- Receipt Supported Services authorization was reduced by \$1,118.1 due to declining Temporary Assistance for Needy Families (TANF) receipts. The passage of ARRA supplemented the shortfall in match funding (receipt supported services) by allowing federal incentive funds to be eligible as match.
32	FY09 & FY10	Taxation & Treasury	Tax Division		Oil & Gas	Audit Master positions CH 1, SSSLA 2007 (HB 2001 ACES)	800.0			800.0	The fiscal note for HB 2001 added four exempt PFT Senior Level Audit Master positions with extensive industry oil and gas auditing experience, as well as, contractual funding for audit assistance equal to 3 auditors and travel related to training them. FY09 - The legislature approved \$600.0 of the requested \$800.0 for the four positions, in anticipation of recruitment difficulty. FY10 - The legislature appropriated the remaining \$200.0 to fully fund the four new positions.
33	FY09 & FY10	Taxation & Treasury	Tax Division		Oil & Gas	Contractual Audit Assistance during transition to Audit Masters CH 1, SSSLA 2007 (HB 2001 ACES)	810.0			810.0	The fiscal note for HB 2001 added four exempt Senior Level Audit Master positions with extensive industry oil and gas auditing experience, as well as, contractual funding for audit assistance equal to 3 auditors and travel related to training them. FY09 - The legislature approved \$540.0 of the requested \$1,013.2 as a One-time increment. This was equal to two auditors and 30% of overhead for travel related costs. FY10 - The legislature appropriated \$270.0 as a One-time increment to continue a portion of the funding for contractual audit assistance during the transition to the Audit Masters.
34	FY11	Taxation & Treasury	Tax Division		Oil & Gas	Establish an Alaska Gasline Inducement Act (AGIA) Information Reporting System	250.0			250.0	
35	FY11	Taxation & Treasury	Tax Division		Oil & Gas	Gasline & Production Tax Analysis	400.0			400.0	Funding and two new PFT exempt positions to provide expert level commercial analysis on gas and gasline tax issues.
36	FY11	Taxation & Treasury	Treasury Division			HB 424 GO Bond Bill for library, education, and research facilities - funding to pay the cost of issuance and sale of GO Bonds	4,766.4			4,766.4	One-time funding

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37	FY11	Taxation & Treasury	Alaska Retirement Management Board			Funding for a New Investment Officer position		220.0		220.0	The addition of a new position enabled the department to reduce external investment manager fees in the ARMB Custody and Mgt Fee allocation. The existing exempt investment officer position will be located in the Treasury Division.
38	FY11	Child Support Services	Child Support Services			Funding adjustments for Child Support Enforcement Efforts	(718.1)		718.1	0.0	Decrement of \$1,544.9 Receipt Supported Services authorization due to declining Temporary Assistance for Needy Families (TANF) receipts. TANF receipts were used to meet the required state match (34% of the federal receipts received for child support enforcement efforts). One-time increment of \$421.1 Federal Receipts - to replace Federal ARRA Stimulus funding that was lapsing and \$826.8 general fund match to replace the declining TANF receipts. One-time increment of \$297.0 of additional Federal ARRA Stimulus funding.
39	FY11	Admin & Support	Natural Gas Commercialization		Oil & Gas	One-time funding for Fiscal Systems Analysis to Support Negotiations of Gasline Fiscal Terms	1,500.0			1,500.0	Funding to cover the cost of outside experts with global experience in the negotiation of fiscal terms with industry from a government perspective. Any negotiation of fiscal terms relative to inducing participation in the AGIA gas line must be benchmarked against other global commercial opportunities and terms.
40	FY11	MHTA	Long Term Care Ombudsman		Mental Health Trust	One-time funding for Long Term Care Ombudsman Office Investigator	91.5			91.5	Added 1 PFT position
41	FY11	AMBBA	AMBBA Operations			15-year, 1% loan to the City of Galena for utility improvements and debt obligations	2,450.0			2,450.0	One-time funding
42	FY11	AHFC	AHFC Operations			Increase federal receipt authorization for management of public housing and Section 8 properties according to HUD guidelines		17.0	513.0	530.0	
43	FY11	AHFC	AHFC Operations		Oil & Gas	Funding for the In-State Pipeline / Manager / Team Ch 7, SLA 2010 (HB 369)	15,640.6			15,640.6	To ensure that an in-state natural gas pipeline place was delivered to the legislature by July 1, 2011, HB 369 established an in-state gasline project coordinator and Joint In-State Gasline Development Team (7 PFT positions). One-time funding was appropriated in the operating budget in FY11 and in the capital budget in the years following.
44	FY11	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		368.0		368.0	IT System Security Services \$80.0 - Network security audit, firewall security upgrades and fixed income trade system enhancements. (One-time increment) Fund Investment Management systems \$117.0 - contractual increases for existing investment information and analytical systems. Risk Management & Analytical Services \$171.0 - new investment risk management information and analytical services to enable internal risk management staff to perform the risk analysis.
45	FY12	Child Support Services	Child Support Services			General Fund Match to replace ARRA Stimulus funding and maintain FY11 budget levels for Child Support Enforcement Efforts	718.1		(718.1)	0.0	An increment of \$1,544.9 GFM was appropriated to replace: --\$421.1 federal ARRA receipts that are no longer available --\$826.8 GFM & \$421.1 Federal Receipt authority from Federal Incentive Payments that are no longer eligible as match (appropriated in FY11 as an One-time increment) and to maintain the FY11 budget level.
46	FY12	Child Support Services	Child Support Services			Additional General Fund Match to meet matching requirements for Child Support Enforcement Efforts	778.7			778.7	The required state match is 34% of the federal receipts received for child support enforcement efforts. \$778.7 general fund match was appropriated in a language section, but included conditional language that would reduce the available general fund match by an equal amount of federal incentive payments if they were deemed eligible to be used as the 34% required match.
47	FY12	MHTA	Long Term Care Ombudsman		Mental Health Trust	Funding to add a Long Term Care Ombudsman Office Investigator position and increase investigations travel to the base	120.0			120.0	The Office of the Long Term Care Ombudsman received One-time funding in FY11 for an Investigator position. This increment adds funding for the position to the base budget, adds one new PFT Investigator position, and travel funding to support investigations outside of Anchorage.

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48	FY12- FY13	AHFC	AK Gasline Development Corp		Oil & Gas	CIP receipts for Alaska Gasline Development Corporation Staff and Operating Costs funded by capital projects		3,571.5		3,571.5	Levels of authorization: FY12 - \$1,095.2 FY13 - \$2,476.3
49	FY12	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		267.0		267.0	Additional Salary Increases \$152.0 - to provide salary increases to current staff that have met or exceeded their annual performance goals. Due Diligence \$115.0 - to support travel for new and existing investments, board travel, and fund increased costs for existing auditing, legal and investment performance measurement services.
50	FY13	Child Support Services	Child Support Services			Additional General Fund Match to meet matching requirements for Child Support Enforcement Efforts	265.3			265.3	The required state match is 34% of the federal receipts received for child support enforcement efforts.
51	FY13	Gas Development Authority	ANGDA Operations		Oil & Gas	Eliminate the Alaska Natural Gas Development Authority	(326.7)	(110.0)		(436.7)	ANGDA was set up by a voter initiative in 2002. Since then, other state entities have taken the lead in acquiring and conditioning North Slope natural gas and constructing a pipeline to transport the gas. As recommended by Legislative Audit, the legislature deleted all funding and (3) PFT positions in ANGDA to ensure activities are not duplicated.
52	FY13	AHFC	AHFC Operations			Federal Housing Program Expense Increases			812.6	812.6	Increase federal funding levels for the Multi-family Section 8 New Construction and Conventional Low Rent programs.
53	FY08 & FY13	AHFC	AHFC Operations			Fund Source Change - HUD funding conversion		6,497.3	(6,497.3)	0.0	In FY08, The US Department of Housing and Urban Development (HUD) converted Public Housing Authorities to a Project-based Asset Management (AMP) format. AHFC's Central Office Cost Center is considered it's own AMP and any fee received from another AMP is recorded as corporate receipts, not federal receipts. AHFC is not replacing HUD funding it is simply accounting for it differently. In FY13, there was an additional adjustment to the original conversion done in FY08.
54	FY13	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		710.0		710.0	Additional Salary Increases \$185.0 - to provide salary increases to current staff that have met or exceeded their annual performance goals. In-House Investment \$295.0 - Brings direct investment of the APF's international fixed income portfolio to be managed in-house. (1 PFT Investment Officer & 1 PFT Accountant) Co-Investment Position \$230.0 - The APFC currently has programs to invest in private equity and absolute return funds, but they rely exclusively on costly external management firms. One of the features APFC includes in manager contracts in these two asset classes is "co-investment rights." These rights allow the APFC to invest more money in a particular investment. (1 PFT Investment Officer)
55	FY14	Taxation & Treasury	Tax Division			Executive Director position for the Film Office	70.0			70.0	Department originally requested \$148.0 in the Gov Request 1 PFT position
56	FY14	Taxation & Treasury	Tax Division			Funding for two Film Office positions transferred from DCCED to DOR	198.0			198.0	Ch 51, SLA 12 (SB 23) directed DCCED to transfer existing positions in the Film Office to the DOR. Two positions were transferred from DCCED to DOR in the FY14 Adj Base. However, because SB 23 also established a new film production promotion program in DCCED, the dept retained the funding for the two positions in the FY14 Governor's requested budget. The legislature added \$198.0 UGF within the Tax Division to fund the two positions that were transferred.
57	FY14	Taxation & Treasury	Tax Division			Establish an Audit Master position and an Oil & Gas Revenue Auditor position	279.0			279.0	Department originally requested \$372.0 in the Gov Request 2 PFT positions
58	FY14	AHFC	AHFC Operations			Increase Corporate Receipt Authority for AHFC's New Mortgage Marketing Plan		680.0			Additional receipt authority to support a new marketing effort within AHFC. The money will support a new Turnkey program, tentatively approved by AHFC's board of directors, that will offer closing cost assistance at an attractive interest rate for Alaskans with credit scores of 620 or greater.

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59	FY14	AHFC	AK Gasline Development Corp		Oil & Gas	Alaska Gasline Development Corporation (AGDC) was transferred from DOR to DCCED with the passage of CH 11, SLA 13 (HB 4)				0.0	
60	FY14	APFC	APFC Operations			Alaska Permanent Fund Corporation (APFC) Operating Increases		328.0		328.0	Additional Salary Increases \$198.0 - to provide salary increases to current staff that have met or exceeded their annual performance goals. Professional Services & Contractual Costs \$130.0 -increased costs in the fees charged for auditing, performance measurement, manager searches, and financial networks.
61	FY14	MHTA	Long Term Care Ombudsman		Mental Health Trust	Funding to add an Assistance Ombudsman position	107.4			107.4	An existing Trust Resource Manager in Department of Natural Resources Trust Land Office was identified internally to be transferred and reclassified to The Alaska Mental Health Trust Authority.
62	FY15	Dept Wide				Delete long-term positions with funding	(332.9)			(332.9)	(4) PFT position (1) PPT position (1) Tmp position
63	FY15	Dept Wide				Unspecified reductions in expenditure levels	(441.5)			(441.5)	\$32.0 <i>reduction</i> in the Tax Division \$26.0 <i>reduction</i> in the Treasury Division \$250.0 <i>reduction</i> in the ARMB \$93.5 <i>reduction</i> in Child Support Services \$15.0 <i>reduction</i> in Commissioner's Office \$25.0 <i>reduction</i> in Admin Services
64	FY15	Dept Wide				Unallocated Travel Reduction	(16.7)			(16.7)	
65	FY15	Taxation & Treasury	PFD Division			Pick.Click.Give Program - Fund Source Change	0.0			0.0	(\$66.9) Unrestricted General Funds \$66.9 General Fund Program Receipts (GFPR) The division collects sufficient fees (GFPR) and may utilize a carryforward balance from a \$250 fee collected on each applicant participating in the program.
66	FY06- FY15	Taxation & Treasury	Treasury Division		Custody & Mgt Fees	Constitutional Budget Reserve Fund Management Fees	3,100.0			3,100.0	Level of authorization each fiscal year: FY06 - \$167.0 FY07 - \$185.4 FY08 - \$1,065.7 (Includes \$820.0 supplemental) FY09 - \$4,080.0 FY10 - \$1,673.0 FY11 - \$2,060.0 FY12 - \$2,592.4 FY13 - \$2,992.0 FY14 - \$3,100.0 FY15 - no change
67	FY13- FY15	Taxation & Treasury	Treasury Division		Custody & Mgt Fees	Power Cost Equalization Endowment Fund Investment Management	160.4			160.4	Cost of managing the fund increased due to \$400 million deposit on June 30, 2011.
68	FY15	Taxation & Treasury	Tax Division			Evaluation of Indirect Expenditures; Tax Credits CH 61, SLA 2014 (HB 306)	400.0			400.0	Fiscal note funding to publish a report providing detailed analysis on every indirect expenditure in the state by 7/1/2014 and continue publishing bi-annually. 1 PFT & 3 Temp positions
69	FY15	Taxation & Treasury	Tax Division		Oil & Gas	Gas Pipeline; AGDC; Oil & Gas Production Tax CH 14, SLA 2014 (SB 138)	750.0			750.0	Fiscal note funding --\$500.0 to amend the existing contract for reconfiguration of the Tax Revenue Management System (TRMS) due to tax law changes --\$250.0 to work with Law on drafting regulations to implement SB 138

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70	FY06- FY16	Taxation & Treasury	State Pension Custody & Mgt Fees / ARMB Custody & Mgt Fees		Custody & Mgt Fees	Increased investment management costs due to increased market values		39,298.6		39,298.6	Changes in the level of authorization: --Increase from FY05 to FY06 \$9.0 million (includes a \$3.5 million supplemental) --Increase from FY06 to FY07 \$6.7 million --Increase from FY07 to FY08 \$5.7 million (includes a \$1.3 million reduction for the termination of an external investment manager and transferring assets back to the Treasury Division for management.) --No change from FY08 to FY09 --Decrease from FY09 to FY10 \$9.4 million (includes a negative supplemental of \$850.0 to replace an external investment manager with a new Investment Officer position.) --Decrease from FY10 to FY11 \$850.0 (to replace an external investment manager with a new Investment Officer position.) --No significant changes from FY11 through FY13. --Increase from FY13 to FY14 \$9.9 million --No change from FY14 to FY15 --Increase from FY15 to FY16 \$18.2 million
71	FY15	Admin & Support	Natural Gas Commercialization		Oil & Gas	Gas Pipeline; AGDC; Oil & Gas Production Tax CH 14, SLA 2014 (SB 138)		2,500.0		2,500.0	Fiscal note funding to provide a report on the range of financing options for state acquisition of an ownership interest and participation in a North Slope natural gas project.
72	FY11- FY15	Admin & Support	Natural Gas Commercialization		Oil & Gas	Audit of Alaska Gasline Inducement Act Reimbursement Fund	125.0			125.0	Per AS 43.90.400, the department is required to conduct periodic audits of disbursements from the AGIA reimbursement fund. Funding was added to cover the cost of an outside audit firm to perform the required audits. FY11 - \$50.0 (One-time Increment) FY12 - \$125.0 FY15 - \$125.0 changed to One-time Increment
73	FY15	MHTA	MHTA Operations		Mental Health Trust	Fetal Alcohol Spectrum Disorders (FASD) Medial Campaign	500.0			500.0	
74	FY11- FY15	AHFC	AHFC Operations			Funding for Federal Housing Assistance Payments under the Section 8 Program			33,000.0	33,000.0	Historically this funding was inadvertently excluded from the budget. FY11 was the first year it was included. Levels of authorization: FY11 - \$36 million FY12 - \$32 million FY14 - \$33 million For FY15 forward these federal receipts are included in the base budget and not itemized out.
75	FY06- FY16	APFC Custody & Mgt Fees	APFC Custody & Mgt Fees		Custody & Mgt Fees	Custody and Management Fees for the Alaska Permanent Fund		147,775.0		147,775.0	Changes in the level of authorization: --Increase from FY05 to FY06 \$13 million (includes a \$5 million FY06 supplemental) --Increase from FY06 to FY07 \$13.5 million --Increase from FY07 to FY08 - \$16.6 million (includes a \$6 million FY08 supplemental) --Increase from FY08 to FY09 \$18.6 million --Decrease from FY09 to FY10 (\$10.0) million --Increase from FY10 to FY11 \$12.3 million (includes a \$18.5 million FY11 supplemental) --Increase from FY11 to FY12 \$19.1 million --Increase from FY12 to FY13 \$11.3 million [with the addition of in-house management and a co-investment position, the legislature reduced the Custody and Management Fees appropriation by \$1.6 million in FY13 (from \$108.2 million to \$106.6 million). The reduction was based on identified potential savings by the APFC.] --Increase from FY13 to FY14 \$8.2 million --Increase from FY14 to FY15 \$23.8 million --Increase from FY15 to FY16 \$9.2 million

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76	FY16	Taxation & Treasury	Tax Division			<p>Delete Petroleum Policy and Commercial Analyst;</p> <p>Delete Film Tax Credit Staff;</p> <p>Delete Six Positions Expected to have the Least Impact on Agency Operations</p> <p>(10) PFTs (1) TEMP</p>	(1,259.8)				<p>The Governor proposed deletion of eleven positions and associated funding in the Tax Division budget. Seven of the eleven were vacant. The non-vacant positions were the Commercial Analyst, and the three positions in the Film Tax Credit Office. Vacant positions include a Revenue Auditor Supervisor I, Tax Auditor III, and an Accounting Technician III.</p> <p>The Film Tax Credit positions were proposed to be removed by the Governor forcing the program to be shut down. The Legislature complied and in addition, passed SB 39 deleting the program from statute. These changes are expected to result in a savings of approximately \$20 million in tax credit payments.</p> <p>The other six positions to be deleted are all vacant and include an Admin Assistant, Office Assistant, Audit Master, Tax Auditor and two Tax Technicians.</p>
77	FY16	Taxation & Treasury	Treasury Division and ARMB			<p>Add Funding for Two Investment Officer Positions</p> <p>2 PFTs</p>		300.0			<p>Two new investment officer positions were requested to decrease external management fees on assets managed by the Alaska Retirement Management Board. Once the positions are fully trained and implemented, the estimated savings as a result of bringing services in-house is \$1.2 million.</p> <p>The funding for the positions (\$300.0 I/A Receipts) will come from the retirement accounts managed by the Alaska Retirement Management Board.</p>
78	FY16	Taxation & Treasury	Treasury Division			<p>Eliminate External CBR Management Fees as Sub-account Assets have been moved to Fixed Income Investments</p>	(850.0)				<p>External management fees were proposed to be reduced by \$250.0 as a result of less projected assets under management (as a result of using the CBR to fill the projected FY16 fiscal deficit). This action was accepted by the legislature.</p> <p>In addition, the remainder of the external management fees were removed by the legislature as a result of DOR moving all remaining assets from equities into fixed income assets (which are managed by Treasury in-house). This was done to protect the CBR assets in anticipation of their need in the relatively short-term.</p>
79	FY16	Child Support Services	Child Support Services			<p>Various Reductions</p>	(607.2)				<p>Several decrements totaling \$607.2 were included in the Governor's budget and approved by the legislature. They include reductions to close the Juneau and Wasilla offices, reducing a Reimbursable Services Agreement (RSA) with the Department of Law and more general unspecified reductions.</p>

Highlights of Significant Changes
(FY05 to FY16)

	A	B	C	D	E	F	G	H	I	J	K
1	DEPARTMENT OF REVENUE										
2											
3	FY	Approp	Alloc	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
80	FY16	APFC	APFC Operations			Various Increments 4 PFTs		1,040.3			<p>With the increasing size and complexity of the Permanent Fund, several increments were requested and approved for the APFC Operations allocation.</p> <p>Funding for two new senior investment officers (\$245.0 each) will allow for continued expansion of the real estate portfolio and special opportunity/alternative investments portfolio. Investment officer time has been increasingly consumed with maintaining existing investments. The new positions will allow for lower level staff to maintain the existing portfolio while the senior positions will be able to concentrate more time on new opportunities. Likewise, an Investment Analyst position was approved for the Private Markets portfolio managed internally by APFC. This position, coupled with a new accountant position (together totaling \$289.7), will allow for further expansion of internally managed private market investments which is estimated to save APFC \$900.0 in external management fees per year.</p> <p>Additionally, the budget was increased \$148.1 for travel costs associated with investment due diligence, and \$112.5 for trading system technology modifications.</p>
81	FY16	Taxation & Treasury	Tax Division			Delete Data Processing Manager III and Analyst Programmer III (2) PFTs	(295.5)				The legislature reduced two positions that were deemed expendable as a result of department-wide IT consolidation. One DP Manager was deemed redundant and duties of an Analyst Programmer will need to be absorbed by other staff.
82	FY16	Taxation & Treasury	Treasury Division and Agency Unallocated Reduction			Personal Services Reduction/ Agency Unallocated Reduction	(237.0)				DOR received two broad unspecified reductions; one to the Treasury Division's personal services (\$87.0) and one as an agency unallocated reduction (\$150.0). The agency expects to take the entire \$237.0 hit to the Treasury Division as the only other UGF supported division (Tax) has already taken significant reductions.
83	FY16	Executive Branch-Wide Unallocated Reduction	Executive branch-wide unallocated reduction of \$29.8 million UGF			DOR Portion \$532.2	(532.2)				DOR intends to allocate the reduction to the Treasury Division. At the end of FY15, there was a shift in assets under management which had a direct impact on how the Treasury Division will allocate their FY16 expenses (based on their federally approved cost allocation plan). With more funds managed by the Alaska Retirement Management Board (ARMB), ARMB will incur a higher percentage of the costs and Treasury's costs will go down from previous years. As a result, the Treasury Division will be able to reduce their general fund spending level in FY16.

Highlights of Significant Changes
(FY05 to FY16)

	A	B	C	D	E	F	G	H	I	J	K
1	DEPARTMENT OF REVENUE										
2											
3	FY	Approp	Alloc	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
84	FY16	AHFC	AHFC Operations			Cost Control and Operational Efficiencies		(1,028.6)			<p>In an effort to contain costs throughout the budget, the legislature asked AHFC to present a 3% and 8% reduction scenario. The 3% scenario was implemented. The expected impacts as a result include:</p> <p>Deletion of three PFTs (including the Director of Construction); lowering the steps of several PCNs; and reclassifying several positions for a total reduction to the Personal Services Line of \$771.4. The Construction Division has been reorganized to a Facility Management Group and the director position is no longer necessary.</p> <p>Information systems consulting services and maintenance contracts were also reduced by \$257.2. Delays may occur in certain project deliverables, but overall impacts should be manageable.</p>