

**2016 Legislature - Operating Budget
Transaction Detail - Governor Structure
06-17Inc/Dec/ Column**

Numbers and Language

Agency: Department of Revenue

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Taxation and Treasury												
Tax Division												
FY2006 CIP Receipts for Motor Fuel Tax Auditor RSA	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Tax Division enters into an annual reimbursable services agreement with DOTPF to provide auditors for the motor fuel tax program, which is funded through capital receipts. This increment provides for a fund source change from interagency receipts to CIP receipts so that anticipated receipts from this RSA are correctly recorded in the Tax Division budget.</i>												
1007 I/A Rcpts (Other)		-76.3										
1061 CIP Rcpts (Other)		76.3										
FY2006 Tobacco Tax Enforcement	Inc	778.9	487.7	0.0	291.2	0.0	0.0	0.0	0.0	6	0	0
<i>Tobacco Tax Enforcement</i>												
<i>End Result: Optimal administration of current tax and gaming programs.</i>												
<i>The department requests annualized funding of \$778.9 for tobacco tax enforcement. The funding will be used to support additional Tax Division enforcement and audit staff and associated costs, as well as contractual costs of \$206.4 with the Department of Public Safety.</i>												
<i>During the FY2004 Special Legislative Session, at the request of Governor Murkowski, the legislature passed a bill (SB1001) that will increase the cigarette tax rate from \$1.00 per pack of 20 cigarettes to \$1.60 per pack effective January 1, 2005; with subsequent increases. The final increase and tax amount will be \$2.00 per pack on July 1, 2007.</i>												
<i>Based on past experience in Alaska and in other states, the department is concerned that if it does not have an effective cigarette tax stamp enforcement program, cigarette bootlegging will flourish in Alaska. When the State of Michigan raised its tax rate, revenues actually decreased due to the lack of enforcement.</i>												
<i>When the State of Hawaii enacted cigarette tax stamp legislation it hired 11 new enforcement officers. After one year of active enforcement, Hawaii's cigarette tax revenue increased nearly 50% from the previous year.</i>												
1004 Gen Fund (UGF)		778.9										
FY2006 Corporate Audit Program Revitalization	Inc	998.6	562.1	9.0	391.5	36.0	0.0	0.0	0.0	9	0	0
<i>Outcome: Increased Tax Revenues over next five years (and beyond)</i>												
<i>Strategy: Investment in Tax Division to produce additional tax revenues from out of state corporations</i>												
<i>Target: An additional \$5 million a year in tax revenues by year 5 of the investment</i>												
<i>Measure: Incremental revenues from enforcement activities</i>												
<i>Corporate Income tax has born the brunt of shifting resources to higher priorities. This is the first year of a five year plan to correct this imbalance.</i>												
<i>Corporate audit effort has fallen 75% over 10 years as a result of budget pressures, resource diversion, and the inability to compete for experienced professionals. FY2005 audit effort will be at an all time low.</i>												
<i>This investment will allow the Tax Division to:</i>												
<i>Hire and train auditors.</i>												

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2006 Corporate Audit Program Revitalization (continued)												
<i>Shift recruitment effort from the ineffective "hire knowledge" strategy to a "hire talent and train" strategy. The Tax Division can better compete for inexperienced but talented employees provided an effective training program exists. The Tax Division will contract with training experts in the field of federal and state taxation to develop a training program and materials that enable us to grow productive auditors internally from the labor pool in which we are more competitive.</i>												
<i>The State's salary and benefit package has become uncompetitive for revenue auditors who have the experience and knowledge to perform corporate income tax audits. As a result, the division's efforts to recruit experienced corporate auditors have been unsuccessful. The Tax Division does not possess the capability to train inexperienced auditors. Auditors are diverted to research and legislative responsibilities. As a result, full time equivalent resources dedicated to audits of corporate income tax, the most impacted tax type, has declined to less than four FTEs. The Tax Division can no longer stay current with audits of Alaska's major oil and gas corporate income taxpayers. In addition, the Division needs to bolster its audit work in the fisheries and oil and gas production tax arenas.</i>												
<i>Engage experts to identify and target strategies and opportunities targeting non-Alaskan corporations. The division would contract with multi-state and international tax experts to measure audit risk, identify audit targets, and recover lost revenue from abusive tax shelters through a combination of enforcement and amnesty programs targeting multi-state (non-Alaskan) corporations.</i>												
<i>Actively coordinate with other state and federal agencies to identify and correct non-filers, abusive tax shelters, and common revenue recovery opportunities.</i>												
<i>Leverage audit resources with Tax Technicians by re-establishing the compliance program to identify and correct non-filers and conduct targeted revenue producing projects using federal and state information exchanges and data mining technology.</i>												
<i>Fill positions in the Oil and Gas Production tax and fisheries tax enforcement currently supported by audit staff. The Tax Division needs to invest efforts now in the Governor's development initiatives; in particular a project to bring Alaska's North Slope stranded gas to market. Hiring two additional economists will allow more analysis of appropriate tax structures, incentives and reforms to encourage natural resource development. Much of this work is now being performed by senior audit staff, and hiring additional economists will help in the effort to bolster audit hours.</i>												
1004 Gen Fund (UGF)		998.6										
FY2006 Reduce increment for Corporate Audit Program Revitalization - 2 economist positions and vacant position	Dec	-250.0	-250.0	0.0	0.0	0.0	0.0	0.0	0.0	-3	0	0
1004 Gen Fund (UGF)		-250.0										
FY2006 CIP Receipts for Motor Fuel Tax Auditor RSA	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Tax Division enters into an annual reimbursable services agreement with DOTPF to provide auditors for the motor fuel tax program, which is funded through capital receipts. This fund source change from interagency receipts to CIP receipts corrects the Tax Division budget so that anticipated receipts from this RSA are correctly recorded.</i>												
1007 I/A Rcpts (Other)		-20.0										
1061 CIP Rcpts (Other)		20.0										

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	18.5	18.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		18.5										
FY2007 Replace Business License receipts with GF Concentrates Bus Lic receipts in DCCED	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		1,194.2										
1175 BLic&Corp (DGF)		-1,194.2										
L FY2007 CONTINGENT on enactment of SB 305 or HB 488 (OIL AND GAS PRODUCTION TAX) for FY06 operations goes in SST and HST	Suppl	275.0	0.0	0.0	275.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		275.0										
FY2008 CIP Receipts for Salmon Price Report RSA	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This requests changes existing interagency receipts to CIP receipts so that budgeted authorization can be used for the annual reimbursable services agreement between Department of Fish & Game and the Tax Division to produce the Salmon Price Report.</i>												
1007 I/A Rcpts (Other)		-50.0										
1061 CIP Rcpts (Other)		50.0										
FY2008 Tax Auditor Salary Increases	Inc	490.0	490.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>As a result of a Market Based Pay analysis, the salaries for thirty-four professional audit staff positions were increased by two state payroll ranges. The effect of this change is to increase the Tax Division's payroll burden by \$500,000. Audit staff are key to the Tax Division mission to collect taxes. Remaining competitive in the market place is instrumental in professional staff retention and the pay increase is intended to assist the division in attracting and retaining auditors. If this increment is not approved, the Tax Division would need to maintain an unacceptably high vacancy rate, which has a negative impact on the number of audits conducted and amount of taxes collected.</i>												
<i>This increment directly affects revenues generated by three major tax audit groups: Oil and Gas, Corporate Income, and Excise Audit tax groups.</i>												
1004 Gen Fund (UGF)		490.0										
FY2008 Implementation of Petroleum Production Tax	Inc	1,367.8	829.4	0.0	538.4	0.0	0.0	0.0	0.0	0	0	0
<i>This increment provides funding related to the passage of HB 3001 in the 2006 Second Special Session. Operating expenditures include costs for nine additional audit staff: one Oil and Gas Specialist, three Oil and Gas Revenue Auditor IV, four Oil and Gas Revenue Auditor III and one Tax Technician. These positions will fulfill the additional audit responsibilities inherent to the net profits tax on oil and gas producers. They are being added during FY2007 and will be located in Anchorage. Associated costs include systems programming costs, consultant costs to implement the new tax and associated office and computer supplies for new staff. If this increment is not approved, the Tax Division would have difficulty meeting the statutory requirements of this new tax.</i>												
1004 Gen Fund (UGF)		1,367.8										
FY2008 Implementation of Cruise Ship Initiative	Inc	626.0	510.0	12.0	82.0	22.0	0.0	0.0	0.0	6	0	0
<i>This increment provides the funding needed to implement the cruise ship tax initiative passed by voters in 2006. This initiative imposes an excise tax on cruise ship passengers and taxes the income of gaming or gambling activities on ships in Alaskan waters. The Tax Division projects a staffing increase of four tax auditors, two tax technicians and associated travel, contractual, supplies and equipment costs to implement and provide</i>												

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Taxation and Treasury (continued)													
Tax Division (continued)													
FY2008 Implementation of Cruise Ship Initiative (continued) <i>compliance with the new taxes. These positions will become part of the Excise Audit Group located in Anchorage. If this increment is not approved, the Tax Division would have difficulty meeting the statutory requirements of these new tax types.</i>													
	1004 Gen Fund (UGF)	626.0											
	FY2008 AMD: Tax Division Audit Efficiencies	Dec	-217.3	-200.0	-10.0	-6.0	-1.3	0.0	0.0	0.0	-2	0	0
<i>Two vacant auditor positions will be deleted, along with funding for associated costs such as travel, supplies, and overhead. The Tax Division has been unable to fill several vacant auditor positions, in spite of an extensive advertising campaign. Since these positions have been unfilled and duties already spread among other employees, there should be no change in service.</i>													
	1004 Gen Fund (UGF)	-217.3											
L	FY2008 Maximum allowable refund for capital expenditures and lease bids to eligible companies per AS 43.55.023(f), Sec21(c)Ch28	Lang	25,000.0	0.0	0.0	0.0	0.0	0.0	0.0	25,000.0	0	0	0
	1004 Gen Fund (UGF)	25,000.0											
	FY2008 Ch. 61, SLA 2007 (SB84) - Testing & Packaging of Cigarettes	FisNot	41.6	31.4	0.0	2.2	0.0	8.0	0.0	0.0	1	0	0
	1156 Rcpt Svcs (DGF)	41.6											
	FY2008 Oil & Gas Production Tax: Expenditures (SB 80)	FisNot	124.9	0.0	0.0	124.9	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)	124.9											
	FY2008 DID NOT PASS - Oil & Gas Production Tax: Expenditures (SB 80)	FisNot	-124.9	0.0	0.0	-124.9	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)	-124.9											
	FY2009 Partial funding for Audit Master positions in anticipation of recruitment difficulty	Inc	600.0	600.0	0.0	0.0	0.0	0.0	0.0	0.0	4	0	0
<i>This increment request is based on the fiscal note for HB 2001, passed during the second special session in 2007 absent an appropriations bill.</i>													
<i>The department will create four senior level auditor master positions in the exempt service with extensive industry oil and gas auditing experience. These positions will be classified as the Department's most senior level auditor positions and will have salaries that are consistent with market comparables beyond the current salary levels allowed under the existing Oil and Gas Revenue Auditor (OGRA) pay classification system. The need for exempt status is based upon the difficulties the department has recruiting experienced auditors to administer the tax. The department estimates the new exempt positions will cost the state approximately \$800.0 annually. In addition to the costs for auditors, the department expects that it will need one additional Programmer Analyst V position to maintain and manage the new oil and gas production tax database system at a cost of \$115.7 annually.</i>													
<i>Contractual expenditures include \$1,013.2 annually to contract for audit assistance. This estimate is based on three auditors, working 40 hours per week each, for four years starting in January 2008 at an average rate of \$100 per hour, plus estimated transportation and lodging costs, and additional costs for training auditors. The need for such assistance is based upon the department's substantial difficulty in recruiting enough auditors to administer the oil and gas production tax. The department only anticipates the need for contract audit assistance for four years while the department recruits and trains auditors for positions that are currently vacant. The contract auditors would work in conjunction with department auditors during this time to maximize department resources</i>													

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2009 Partial funding for Audit Master positions in anticipation of recruitment difficulty (continued) <i>and help train department auditors. The department will also need an additional \$5.2 each year in contractual costs associated with the new Analyst Programmer V position.</i>												
1004 Gen Fund (UGF)		600.0										
FY2009 Funding for 2 contract auditors plus 30% overhead for travel related costs	IncOTI	540.0	0.0	0.0	540.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment request is based on the fiscal note for HB 2001, passed during the second special session in 2007 absent an appropriations bill.</i>												
<i>The department will create four senior level auditor master positions in the exempt service with extensive industry oil and gas auditing experience. These positions will be classified as the Department's most senior level auditor positions and will have salaries that are consistent with market comparables beyond the current salary levels allowed under the existing Oil and Gas Revenue Auditor (OGRA) pay classification system. The need for exempt status is based upon the difficulties the department has recruiting experienced auditors to administer the tax. The department estimates the new exempt positions will cost the state approximately \$800.0 annually. In addition to the costs for auditors, the department expects that it will need one additional Programmer Analyst V position to maintain and manage the new oil and gas production tax database system at a cost of \$115.7 annually.</i>												
<i>Contractual expenditures include \$1,013.2 annually to contract for audit assistance. This estimate is based on three auditors, working 40 hours per week each, for four years starting in January 2008 at an average rate of \$100 per hour, plus estimated transportation and lodging costs, and additional costs for training auditors. The need for such assistance is based upon the department's substantial difficulty in recruiting enough auditors to administer the oil and gas production tax. The department only anticipates the need for contract audit assistance for four years while the department recruits and trains auditors for positions that are currently vacant. The contract auditors would work in conjunction with department auditors during this time to maximize department resources and help train department auditors. The department will also need an additional \$5.2 each year in contractual costs associated with the new Analyst Programmer V position.</i>												
1004 Gen Fund (UGF)		540.0										
FY2009 Programmer Analyst V for oil and gas production tax database system as outlined in fiscal note to HB 2001	Inc	120.9	115.7	0.0	5.2	0.0	0.0	0.0	0.0	1	0	0
<i>This increment request is based on the fiscal note for HB 2001, passed during the second special session in 2007 absent an appropriations bill.</i>												
<i>The department will create four senior level auditor master positions in the exempt service with extensive industry oil and gas auditing experience. These positions will be classified as the Department's most senior level auditor positions and will have salaries that are consistent with market comparables beyond the current salary levels allowed under the existing Oil and Gas Revenue Auditor (OGRA) pay classification system. The need for exempt status is based upon the difficulties the department has recruiting experienced auditors to administer the tax. The department estimates the new exempt positions will cost the state approximately \$800.0 annually. In addition to the costs for auditors, the department expects that it will need one additional Programmer Analyst V position to maintain and manage the new oil and gas production tax database system at a cost of \$115.7 annually.</i>												
<i>Contractual expenditures include \$1,013.2 annually to contract for audit assistance. This estimate is based on three auditors, working 40 hours per week each, for four years starting in January 2008 at an average rate of \$100</i>												

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2009 Programmer Analyst V for oil and gas production tax database system as outlined in fiscal note to HB 2001 (continued)												
<i>per hour, plus estimated transportation and lodging costs, and additional costs for training auditors. The need for such assistance is based upon the department's substantial difficulty in recruiting enough auditors to administer the oil and gas production tax. The department only anticipates the need for contract audit assistance for four years while the department recruits and trains auditors for positions that are currently vacant. The contract auditors would work in conjunction with department auditors during this time to maximize department resources and help train department auditors. The department will also need an additional \$5.2 each year in contractual costs associated with the new Analyst Programmer V position.</i>												
	1004 Gen Fund (UGF)	120.9										
	FY2009 Ch. 8, SLA 2008 (HB 321) Salmon Product Development Tax Credit	7.0	0.0	5.0	0.0	0.5	0.0	0.0	1.5	0	0	0
	1004 Gen Fund (UGF)	7.0										
L	FY2009 Alaska Resource Rebate Special Session - Compensation of Municipalities for Loss of Motor Fuel (Aviation) Tax Shared Rev	100.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	0	0	0
	1004 Gen Fund (UGF)	100.0										
	FY2010 Restore Funding for Alaska Salmon Price Report	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>The Department of Revenue is mandated by statute, AS 43.80.060, to prepare and submit to the legislature the Alaska Salmon Price Report. When this legislation was passed in 2000 (HB 363, Chapter 62, SLA 2000) there was an accompanying fiscal note to provide funding for the Tax Division's staff resources needed to meet the requirements of the bill. In FY2004, \$50.0 GF of the fiscal note funding was changed to CIP Receipts to take advantage of funds available for this purpose from the Department of Fish and Game. However, this funding is no longer available from Fish and Game. The Tax Division now has \$50.0 of uncollectible CIP Receipts in their budget, and must cover the cost of preparing this report through vacancy. This request would restore the original GF funding that was provided in the fiscal note.</i>											
	1004 Gen Fund (UGF)	50.0										
	1061 CIP Rcpts (Other)	-50.0										
	FY2010 Contract audit assistance during transition to Master Auditors	270.0	0.0	0.0	270.0	0.0	0.0	0.0	0.0	0	0	0
	<i>This was included in FY09 as a one-time increment. It was not removed in the governor's budget. This transaction removes it and will be accompanied by an associated increment.</i>											
	1004 Gen Fund (UGF)	270.0										
	FY2010 Fourth Audit Master Position Funding- position approved in FY09 without funding in expectation of recruitment difficulty	200.0	200.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>This increment request is based on the fiscal note for the ACES legislation (HB 2001 Chapter 1 SSSLA 2007) for oil and gas tax amendments passed during the second special session in 2007 absent an appropriations bill.</i>											
	<i>The department received authority in the FY2009 budget to create four senior level audit master positions in the exempt service with extensive industry oil and gas auditing experience. These positions are classified as the Department's most senior level auditor positions and have salaries that are consistent with market comparables beyond the current salary levels allowed under the existing Oil and Gas Revenue Auditor pay classification system.</i>											

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2010 Fourth Audit Master Position Funding- position approved in FY09 without funding in expectation of recruitment difficulty (continued)												
<i>Although funding for all four positions was requested during the FY2009 budget process, only three of the positions were funded due to anticipated recruitment difficulties. The Tax Division has now successfully recruited for and hired three of the four audit masters. In order to fill the fourth position, the amount necessary to pay the personal services costs is requested in the FY2010 budget. Without the funding for this position, the division will continue to hold it vacant, and will not have use of the needed expertise in oil and gas tax audits.</i>												
	1004 Gen Fund (UGF)	200.0										
L	FY2010 FY10 Compensation of Municipalities for Loss of Motor Fuel (Aviation) Tax Shared Revenue 4SSLA CH 1 Sec 7 Sec 25(b), Ch 12, SLA09, P83, L21	Lang	55.0	0.0	0.0	0.0	0.0	55.0	0.0	0	0	0
<i>This appropriation for the amount necessary in FY10, estimated to be \$55,000, holds municipal governments harmless for the loss of aviation fuel taxes that would be shared if the motor fuel tax was not suspended. Proposed legislation would suspend collection of all motor fuel taxes for one year, including fuels for highway use, watercraft and aviation. Under AS 43.40.010(e) sixty percent of the net proceeds of taxes on aviation fuel are refunded to a municipality that owns or leases and operates an airport. With higher than expected oil prices the State of Alaska is receiving surplus revenues from oil and gas taxes and royalties. At the same time, the municipal governments that operate airports are not receiving additional revenues and may not be in a position to make up for this revenue loss.</i>												
<i>FY2008 amount was \$148,051:</i>												
	\$15,476 Anchorage											
	\$75,398 Juneau											
	\$27,048 Ketchikan Gateway Borough											
	\$19,719 Kenai											
	\$ 6,634 Kodiak											
	\$ 1,103 Palmer											
	\$ 1,832 Soldotna											
	\$ 841 Wasilla											
	1004 Gen Fund (UGF)	55.0										
	FY2011 Reduce general fund travel line item by 10 percent.	Dec	-28.4	0.0	-28.4	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)	-27.1										
	1005 GF/Prgm (DGF)	-1.3										
	FY2011 Budget Clarification Project;-- Cigarette testing program receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1005 GF/Prgm (DGF)	35.8										
	1156 Rcpt Svcs (DGF)	-35.8										
	FY2011 Alaska Gasline Inducement Act Information Reporting System	IncOTI	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0	0	0
<i>The Alaska Gasline Inducement Act (AGIA) Information Reporting System is an integrated accounts receivable system that will electronically receive and process the licensee's monthly invoices and quarterly reimbursement</i>												

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2011 Alaska Gasline Inducement Act Information Reporting System (continued) <i>requests. The current solution is an Excel spreadsheet approach that requires 100% manual processing resulting in substantial labor costs and increased opportunity for errors.</i>												
1004 Gen Fund (UGF)		300.0										
FY2011 CC: Reduce funding for Alaska Gasline Inducement Act Information Reporting System <i>The Alaska Gasline Inducement Act (AGIA) Information Reporting System is an integrated accounts receivable system that will electronically receive and process the licensee's monthly invoices and quarterly reimbursement requests. The current solution is an Excel spreadsheet approach that requires 100% manual processing resulting in substantial labor costs and increased opportunity for errors.</i>	Dec	-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-50.0										
FY2011 Petroleum Commercial Analyst Positions for Gasline and Production Tax Analysis <i>These four exempt positions will provide the State of Alaska with expert level commercial analyses on gas and gasline tax issues. The need for exempt positions is to attract candidates with substantial industry experience without limitations of partially exempt or collective bargaining.</i>	Inc	800.0	800.0	0.0	0.0	0.0	0.0	0.0	0.0	4	0	0
1004 Gen Fund (UGF)		800.0										
FY2011 CC: Reduce Petroleum Commercial Analyst Positions for Gasline and Production Tax Analysis <i>These four exempt positions will provide the State of Alaska with expert level commercial analyses on gas and gasline tax issues. The need for exempt positions is to attract candidates with substantial industry experience without limitations of partially exempt or collective bargaining.</i>	Dec	-400.0	-400.0	0.0	0.0	0.0	0.0	0.0	0.0	-2	0	0
1004 Gen Fund (UGF)		-400.0										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase <i>FY2011 Noncovered Employees Year 1 increase : \$31.6</i>	FisNot	31.6	31.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		18.5										
1212 Stimulus09 (Fed)		13.1										
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		13.1										
1212 Stimulus09 (Fed)		-13.1										
FY2011 SEPARATE OIL & GAS PRODUCTION TAX (SB 305)	FisNot	330.0	0.0	0.0	330.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		330.0										
FY2011 VETO: SEPARATE OIL & GAS PRODUCTION TAX (SB 305)	Veto	-330.0	0.0	0.0	-330.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-330.0										
FY2012 Delete Vacant Chief Revenue Economic Research position (PCN 04-3255) and related costs	Dec	-150.0	-140.0	-5.0	0.0	-5.0	0.0	0.0	0.0	-1	0	0
1004 Gen Fund (UGF)		-150.0										
FY2012 Contractual funding to complete the work of the Chief Economist position that the Department has been unable to fill	Inc	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		150.0										

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Taxation and Treasury (continued)												
Tax Division (continued)												
FY2013 Replace Interagency Receipts with CIP Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Tax Division has budgeted interagency receipts (I/A) that were used in previous years but are not currently collectible. This fund change replaces the unusable funding with capital improvement project (CIP) receipts, which will be used in conjunction with capital projects related to the Tax Revenue Management System.</i>												
1007 I/A Rcpts (Other)		-37.0										
1061 CIP Rcpts (Other)		37.0										
FY2013 IT Positions for Tax Revenue Management System	Inc	500.0	500.0	0.0	0.0	0.0	0.0	0.0	0.0	5	0	0
<i>IT positions are needed to support implementation of the Tax Revenue Management System (TRMS). All current systems will need to be maintained until the new system is fully implemented. It is anticipated that the current IT staff will need to be augmented with the following five positions:</i>												
<i>1 - Analyst/Programmer II/III/IV/V</i>												
<i>2 - Analyst/Programmer III/IV/V</i>												
<i>2 - Systems Programmer II</i>												
1061 CIP Rcpts (Other)		500.0										
FY2013 (HB 252) SMALL BUSINESS INCOME TAX EXEMPTION	FisNot	113.2	108.5	0.0	4.7	0.0	0.0	0.0	0.0	1	0	0
<i>New language adds new categories of businesses that do not qualify for the exemption.</i>												
1004 Gen Fund (UGF)		113.2										
FY2013 DID NOT PASS: (HB 252) SMALL BUSINESS INCOME TAX EXEMPTION	FisNot	-113.2	-108.5	0.0	-4.7	0.0	0.0	0.0	0.0	-1	0	0
<i>New language adds new categories of businesses that do not qualify for the exemption.</i>												
1004 Gen Fund (UGF)		-113.2										
FY2013 Ch. 51, SLA 2012 (SB23 - Incorporated HB 252 Funding) - TAX/CREDIT: FILM/OIL & GAS/GAS STOR./CORP.	FisNot	113.2	108.5	0.0	4.7	0.0	0.0	0.0	0.0	1	0	0
<i>New language adds new categories of businesses that do not qualify for the exemption.</i>												
1004 Gen Fund (UGF)		113.2										
FY2014 CC: Reduce funding from \$111.0 to \$70.0 to establish an Executive Director Position for the Film Office	Inc	70.0	70.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<i>The Alaska Film Office was moved from Department of Commerce, Community and Economic Development to the Department of Revenue. This creates an executive director position at a range 23 to oversee the film office once it is transferred to Department of Revenue in July 2013.</i>												
1004 Gen Fund (UGF)		70.0										
FY2014 CC: Reduce funding from \$372.0 to \$279.0 to establish an Audit Master Position and an Oil & Gas Revenue Auditor Position	Inc	279.0	279.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
<i>One oil and gas revenue auditor is being added for increased resources in the audit of production tax, as well as one audit master position that will provide additional professional development of oil and gas policies, conduct oil and gas studies and assist in drafting regulations for the tax division.</i>												
<i>During the past several legislative sessions, significant oil and gas production tax discussions have occurred. Heritage auditors will train new auditors on the oil and gas statutes and the division will augment our professional audit teams with additional auditors.</i>												
1004 Gen Fund (UGF)		279.0										

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Taxation and Treasury (continued)	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Tax Division (continued)												
FY2014 Funding for two Film Office positions transferred from DCCED to DOR	Inc	198.0	198.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		198.0										
FY2014 (HB 193) MUNICIPAL TAXATION OF TOBACCO PRODUCTS	FisNot	135.1	80.4	0.0	4.7	50.0	0.0	0.0	0.0	1	0	0
<i>Revised fiscal note changes the fund source from GF to SDPR to reflect that the Department may be reimbursed by a municipality the costs incurred by the Department for administering the municipality's cigarette tax stamp. SDPR limits the use of payments by municipalities to the costs of providing state services.</i>												
1108 Stat Desig (Other)		135.1										
FY2014 DID NOT PASS (HB 193) MUNICIPAL TAXATION OF TOBACCO PRODUCTS	FisNot	-135.1	-80.4	0.0	-4.7	-50.0	0.0	0.0	0.0	-1	0	0
<i>Revised fiscal note changes the fund source from GF to SDPR to reflect that the Department may be reimbursed by a municipality the costs incurred by the Department for administering the municipality's cigarette tax stamp. SDPR limits the use of payments by municipalities to the costs of providing state services.</i>												
1108 Stat Desig (Other)		-135.1										
FY2014 Ch. 10, SLA 2013 (SB 21) OIL AND GAS PRODUCTION TAX	FisNot	100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
<i>This version updates the fiscal note based on the House Finance committee substitute.</i>												
1004 Gen Fund (UGF)		100.0										
FY2015 Reduction in Contractual Services	Dec	-32.0	0.0	0.0	-32.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.</i>												
1004 Gen Fund (UGF)		-32.0										
FY2015 Delete Long-Term Vacant Positions (04-3288, 04-6034, 04-?022, 04-N09005)	Dec	-255.9	-255.9	0.0	0.0	0.0	0.0	0.0	0.0	-3	0	-1
<i>The following vacant positions are being deleted: Full-time Oil & Gas Revenue Specialist (04-3288), range 25, located in Anchorage. Full-time Analyst Programmer IV (04-6034), range 20, located in Anchorage. Full Time Analyst/Programmer III (04-?022), range 18, located in Anchorage. Non-permanent Economist I (04-N09005), range 16, located in Anchorage.</i>												
1004 Gen Fund (UGF)		-255.9										
FY2015 Ch. 74, SLA 2014 (HB 193) TOBACCO AND VEHICLE RENTAL TAXES	FisNot	136.7	82.0	0.0	4.7	50.0	0.0	0.0	0.0	1	0	0
<i>Revised fiscal note reflects that the Department may be reimbursed by a municipality the costs incurred by the Department for administering the municipality's cigarette tax stamp program if the Department enters into an agreement with a municipality for that service.</i>												
1108 Stat Desig (Other)		136.7										
FY2015 Ch. 61, SLA 2014 (HB 306) EVAL. INDIRECT EXPENDITURES; TAX CREDITS	FisNot	400.0	377.4	5.0	16.1	1.5	0.0	0.0	0.0	1	0	3
<i>Updated for changes in CS.</i>												
1004 Gen Fund (UGF)		400.0										
FY2015 Ch. 14, SLA 2014 (SB 138) GAS PIPELINE; AGDC; OIL & GAS PROD. TAX	FisNot	750.0	0.0	0.0	750.0	0.0	0.0	0.0	0.0	0	0	0
<i>Updated for House Finance amendments on 04/18/14.</i>												
1004 Gen Fund (UGF)		750.0										

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2016 AMD:Reverse Gas Pipeline-AGDC; Oil and Gas Prod Tax Ch14 SLA2014 (SB138)-Moved to Natl Gas Commercialization per FisNote <i>The out year funding for SLA2014 fiscal note number 24 of \$150.0 was erroneously restored to the Tax Division in the Governor's FY2016 budget when it should have been restored to the Natural Gas Commercialization Component. This reversal will remove the funding from the Tax Division and an accompanying record will restore it to the proper component.</i>	Dec	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A (Other) -150.0												
FY2016 AMD: Delete Petroleum Policy Analyst and Commercial Analyst Positions <i>The following positions are being deleted to comply with the \$525.0 target reduction: Full-time Petroleum Econ Policy Analyst (04-3285), range 24, located in Anchorage. Full-time Commercial Analyst (04-X039), range 27, located in Anchorage.</i>	Dec	-325.6	-325.6	0.0	0.0	0.0	0.0	0.0	0.0	-2	0	0
1004 Gen Fund (UGF) -325.6												
FY2016 AMD: Delete Additional 6 Positions Estimated to Have the Least Impact on Division Operations <i>The following positions are determined to have the least impact on the operations of the division: Full-time Administrative Assistant I (04-3075), range 12, located in Anchorage. Full-time Audit Master (04-X016), range 27, located in Anchorage. Full-time Corporate Income Tax Auditor I (04-3260), range 18, located in Anchorage. Full-time Office Assistant II (04-3030), range 10, located in Juneau. Full-time Tax Technician III (04-4018), range 14, located in Juneau. Non-perm Tax Technician III (04-N15003), range 14, located in Anchorage.</i>	Dec	-587.5	-587.5	0.0	0.0	0.0	0.0	0.0	0.0	-5	0	-1
1004 Gen Fund (UGF) -587.5												
FY2016 AMD: Eliminate Film Office Positions thereby Terminating the Program via the Budget (~\$20 million Savings in Tax Credits) <i>The benefit returned to the state on credits issued for film tax has not been realized, therefore the department recommends deleting the film office. This would require a statute change, but eliminating the three film office positions would result in significant savings as well as save \$20 million annually in tax credits which are not shown in the budget.</i>	Dec	-346.7	-346.7	0.0	0.0	0.0	0.0	0.0	0.0	-3	0	0
<i>Full-time Revenue Audit Supervisor I (04-3294), range 24, located in Anchorage. Full-time Tax Auditor III (08-1278), range 20, located in Anchorage. Full-time Accounting Tech III (08-1279), range 16, located in Anchorage.</i>												
1004 Gen Fund (UGF) -346.7												
FY2016 AMD: Reduce Authority to Comply with Target Reduction <i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services. This decrement is to comply with the target reduction of \$525.0.</i>	Dec	-43.2	0.0	0.0	-43.2	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF) -43.2												
FY2016 Delete PCN 04-2026 Data Processing Manager III (Range 24)	Dec	-188.9	-188.9	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0

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Taxation and Treasury (continued)												
Tax Division (continued)												
FY2016 Delete PCN 04-2026 Data Processing Manager III (Range 24) (continued)												
1004 Gen Fund (UGF)		-188.9										
FY2016 Delete PCN 04-2092 Analyst Programmer III (Range 18)	Dec	-106.6	-106.6	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
1004 Gen Fund (UGF)		-106.6										
FY2016 Fund Source Change for Systems Programmer II (Range 22) and Analyst Programmer IV (Range 20)	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-273.9										
1061 CIP Rcpts (Other)		273.9										
FY2016 Reverse FY2016 Governor Veto Unallocated Adjustment	Inc	-150.0	0.0	0.0	0.0	0.0	0.0	0.0	-150.0	0	0	0
1004 Gen Fund (UGF)		-150.0										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	304.2	304.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
1004 Gen Fund (UGF)		304.2										
FY2017 Reduce Personal Services Authorization	Dec	-530.4	-530.4	0.0	0.0	0.0	0.0	0.0	0.0	-6	0	0
<i>This reduction in personal services authorization will result in the deletion of 6 positions. Despite this reduction, the division will continue to provide full and robust services to its clients by working more efficiently and incorporating technology into routine processes.</i>												
<i>Full-time Office Assistant I (04-3024), range 8, located in Juneau</i>												
<i>Full-time Investigator III (04-3257), range 18, located in Anchorage</i>												
<i>Full-time Regulations Spec II (04-3280), range 16, located in Anchorage</i>												
<i>Full-time Analyst/Programmer I (04-8019), range 20, located in Juneau</i>												
<i>Full-time Accounting Clerk (04-8041), range 10, located in Juneau</i>												
<i>Full-time Audit Master (04-X018), range 27, located in Anchorage</i>												
1004 Gen Fund (UGF)		-530.4										
FY2017 Reduce Services Authorization due to Administrative Services Division Cost Allocation Plan	Dec	-23.1	0.0	0.0	-23.1	0.0	0.0	0.0	0.0	0	0	0
<i>Due to the deletion of one Accounting Technician II position in the Administrative Services Division, the Tax Division will be charged less through the department's cost allocation plan. Workload will be redistributed amongst existing staff and service disruption will be minimal.</i>												
1004 Gen Fund (UGF)		-23.1										
FY2017 Furlough for Exempt and Partially-Exempt Employees	Dec	-13.5	-13.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue will implement partial furloughs for exempt and partially-exempt positions. Furloughs will be necessary for the department to meet budgetary constraints.</i>												
1004 Gen Fund (UGF)		-13.5										
* Allocation Total *		31,772.9	3,250.4	-12.4	3,416.7	103.7	8.0	55.0	24,951.5	13	0	1
Treasury Division												
FY2006 Monitor investment compliance	Inc	112.6	97.6	0.0	15.0	0.0	0.0	0.0	0.0	1	0	0
<i>Alaska State Pension Investment Board (ASPIB) commissioned a Fiduciary Audit in FY2002. One of the recommendations was that a compliance group be developed under the Comptroller. The auditors listed a</i>												

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2006 Monitor investment compliance (continued)												
<i>minimum level of compliance that needed to be started. They also listed an optimal list of duties that should be developed over time and would take more than one staff person to implement and maintain. Treasury added the first position in FY2003 and has a baseline program going. We are seeking to add the second recommended position to complete the program.</i>												
<i>In addition, the current Bloomberg Trading System includes a compliance module that the division is not able to fully utilize. This increment of \$15.0 would allow the division to purchase an add-on enhancement to the current trading system that will allow us to load data each night from the custodian (with accurate pricing) back to the trading system so that the compliance module can accurately test our internal portfolios for compliance with investment guidelines.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately monitor the compliance of our managers with established board investment guidelines. The early detection of violations or errors, through a well-staffed compliance function with adequate tools, should minimize the risk of these violations or errors having a negative impact on our returns.</i>												
1004 Gen Fund (UGF)		43.0										
1007 I/A Rcpts (Other)		69.6										
FY2006 Unclaimed property WAGERS system internet module	Inc0TI	55.0	0.0	0.0	55.0	0.0	0.0	0.0	0.0	0	0	0
<i>split the increment for the WAGERS system maintenance fee and internet module into 2 transactions</i>												
1005 GF/Prgm (DGF)		55.0										
FY2006 Unclaimed Property WAGERS system annual maintenance	Inc	20.0	0.0	0.0	20.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm (DGF)		20.0										
FY2006 Increased investment management costs due to increased market values	Inc	127.6	0.0	0.0	127.6	0.0	0.0	0.0	0.0	0	0	0
<i>Management fees are a percentage of the market value under management. Assets under management have all grown either due to market returns or to additional funds given to Treasury to manage. For purposes of estimating our budget needs we take the actual assets at the beginning of the budgeting process and project that they will grow at median rates of return. The median return assumptions we use are provided by an external consultant.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately contract for management of those assets to qualified investment managers and staff.</i>												
1027 IntAirport (Other)		2.1										
1046 Educ Loan (Other)		38.2										
1066 Pub School (DGF)		14.7										
1094 MHT Admin (Other)		15.0										
1142 RHIF/MM (Other)		11.0										
1143 RHIF/LTC (Other)		21.2										
1169 PCE Endow (DGF)		25.4										
FY2006 Move investment officers' salaries closer to market	Inc	80.0	80.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Alaska State Pension Investment Board adopted the Alaska Permanent Fund Corporation's salary schedule at their June 2003 meeting for like positions at Treasury. The \$60.0 in interagency receipts represents approximately 33% of the amount needed to fully implement the salary plan. The \$20.0 in GF represents</i>												

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2006 Move investment officers' salaries closer to market (continued) <i>increases in other investment officer positions that do not fill pension fund duties (cash and debt management staff).</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals. Current salaries are below both local (APFC levels) and national standards and put the funds at risk of recurring turnover in addition to longer-than-normal lengths of vacancies.</i>												
		20.0										
		60.0										
L	FY2006 SB46, Sec 61(c) CBRF Investment Management Fee	222.9	0.0	0.0	222.9	0.0	0.0	0.0	0.0	0	0	0
<i>The sum of \$125,000.00 is appropriated from the budget reserve fund to the Department of Revenue, Treasury Division, for the fiscal year ending June 30, 2006, for the investment management fees for the budget reserve fund.</i>												
		222.9										
	FY2006 2nd Year Fiscal Note Mine Reclamation Trust Ch137 SLA2004 (HB486) (Ch158 SLA2004 Sec2 P39 L21)	6.0	6.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>To record a reduction in funding for the second year of the fiscal note for investment management of the Mine Reclamation Trust Fund.</i>												
		6.0										
	FY2006 LFD - Fiscal Note of Unclaimed Property Reporting Time Ch90 SLA2004 (SB231) - FY06 Agency Request	30.0	20.0	0.0	10.0	0.0	0.0	0.0	0.0	0	0	0
<i>Fiscal Note shows 60.0 for FY05 and nothing there after. Agency only backed out 30.0 of FN, therefore, it results in an increment request for FY06.</i>												
		30.0										
L	FY2006 SB46, Sec. 61(c) AMD: CBRF Investment Management Fee	-55.9	0.0	0.0	-55.9	0.0	0.0	0.0	0.0	0	0	0
<i>The original estimate for the amount needed for investment management fees for the Constitutional Budget Reserve Fund has been adjusted from 222.9 to 167.0, a reduction of \$55.9.</i>												
		-55.9										
	FY2006 Ch. 94, SLA 2005 (SB 147) Sport Fish Facility Bonds/Surcharges	1,398.6	0.0	10.0	1,388.6	0.0	0.0	0.0	0.0	0	0	0
		1,398.6										
	FY2006 Ch. 28, SLA 2005 (SB 153) International Airports Revenue Bonds	15.0	0.0	15.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		15.0										
	FY2006 Ch. 9, FSSLA 2005 (SB 141) Public Employee/Teacher Retirement/Boards	214.5	214.5	0.0	0.0	0.0	0.0	0.0	0.0	3	0	0
		214.5										
	FY2006 Ch. 7, FSSLA 2005 (SB 73) School Bond Reimbursement/Virology Lab	10.0	0.0	10.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>There was a title change from State Virology Lab</i>												
		10.0										
	FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	146.4	146.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion												
Public Employee Salary and Benefit (continued)												
		1004 Gen Fund (UGF)	24.3									
		1005 GF/Prgm (DGF)	4.2									
		1007 I/A Rcpts (Other)	96.5									
		1027 IntAirport (Other)	2.8									
		1046 Educ Loan (Other)	2.0									
		1066 Pub School (DGF)	6.9									
		1098 ChildTrEm (DGF)	1.4									
		1142 RHIF/MM (Other)	2.6									
		1143 RHIF/LTC (Other)	1.6									
		1169 PCE Endow (DGF)	4.1									
L	FY2006 Sec. 61(c), Ch. 3 FSSLA 2005 (SB 46) CBRF Investment Management Fee	Inc	167.0	0.0	0.0	167.0	0.0	0.0	0.0	0	0	0
	<i>The original estimate for the amount needed for investment management fees for the Constitutional Budget Reserve Fund has been adjusted from 222.9 to 167.0, a reduction of \$55.9.</i>											
			1001 CBR Fund (Other)	167.0								
L	FY2006 Supermajority vote failed so CBRF Investment Management Fee is ineffective	Dec	-167.0	0.0	0.0	-167.0	0.0	0.0	0.0	0	0	0
	<i>The original estimate for the amount needed for investment management fees for the Constitutional Budget Reserve Fund has been adjusted from 222.9 to 167.0, a reduction of \$55.9.</i>											
			1001 CBR Fund (Other)	-167.0								
	FY2007 Maintain partial funding for Unclaimed Property WAGERS system Internet module	Inc	2.5	0.0	0.0	2.5	0.0	0.0	0.0	0	0	0
	<i>Eliminate one-time funding for purchase of Unclaimed Property WAGERS system module that allows owners to file their claims directly on the Internet.</i>											
			1005 GF/Prgm (DGF)	2.5								
	FY2007 Mine Reclamation Trust Fund management fee increase	Inc	6.0	6.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>To record an increase in funding for the third year of the fiscal note for investment management of the Mine Reclamation Trust Fund.</i>											
			1192 Mine Trust (Other)	6.0								
	FY2007 Investment officer's salaries closer to market - Phase II	Inc	182.8	182.8	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>This increment would allow the Treasury Division to be able to attract and retain State Investment Officers in a very competitive and dynamic employment market. Key staff work diligently to improve the risk adjusted return of funds under the stewardship of the Treasury Division. The state invests in external and internal training to ensure employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities.</i>											
	<i>End results: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals.</i>											
			1004 Gen Fund (UGF)	54.8								
			1007 I/A Rcpts (Other)	128.0								
L	FY2007 CBRF Investment Management Fees	Inc	185.4	0.0	0.0	185.4	0.0	0.0	0.0	0	0	0
	<i>Investment management fees for the constitutional budget reserve fund.</i>											
			1001 CBR Fund (Other)	185.4								

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2007 Eliminate funding for management of Mental Health Trust funds	Dec	-15.0	0.0	0.0	-15.0	0.0	0.0	0.0	0.0	0	0	0
<i>Eliminate direct funding to Treasury for investment management fees for Mental Health Trust funds. Fees will be billed directly to the Mental Health Trust Authority in the future.</i>												
1094 MHT Admin (Other)		-15.0										
FY2007 CC: Reduction - Investment officer's salaries closer to market - Phase II	Dec	-20.0	-20.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment would allow the Treasury Division to be able to attract and retain State Investment Officers in a very competitive and dynamic employment market. Key staff work diligently to improve the risk adjusted return of funds under the stewardship of the Treasury Division. The state invests in external and internal training to ensure employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities.</i>												
<i>End results: Integral to the achievement of our mission to manage the state's funds and improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals.</i>												
1004 Gen Fund (UGF)		-20.0										
FY2008 Mine Reclamation Trust Fund Management Fee Increase	Inc	6.0	6.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>To record an increase in funding for the fourth year of the fiscal note for investment management of the Mine Reclamation Trust Fund.</i>												
1192 Mine Trust (Other)		6.0										
FY2008 Move State Investment Officer Salaries to Market	Inc	355.7	355.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment would allow the Treasury Division to continue to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau. The Treasury Division has developed an investment staff that has achieved above average investment returns on over \$20 billion of assets. Debt, cash and financial operations combined are a money management operation in excess of \$30 billion.</i>												
<i>The state invests in internal and external training to ensure these employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to market, the state is in a better position to retain competent investment staff.</i>												
1004 Gen Fund (UGF)		124.5										
1007 I/A Rcpts (Other)		231.2										
FY2008 AMD: Investment Officer Salary adjustment	Dec	-170.0	-170.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This adjustment reduces the amount of the increment request in the FY2008 Governor's budget to bring investment officer salaries closer to market pay. The effect of this change is to reduce the number of Treasury's investment officers who will receive salary increases.</i>												
1004 Gen Fund (UGF)		-59.5										
1007 I/A Rcpts (Other)		-110.5										
FY2009 Increase In-house Investment Management	Inc	360.0	329.2	12.1	6.2	12.5	0.0	0.0	0.0	2	0	0

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2009 Increase In-house Investment Management (continued)												
<i>This request, if approved, will establish two new exempt investment officer positions in the Treasury Division's portfolio section for fixed-income and equity investments. Funding for these positions will come from the general fund (30%) and inter-agency receipts (70%), paid from the pension funds managed by the ARM Board and invested by Treasury.</i>												
<i>Treasury's fixed-income staff manages nine separated fixed-income investment mandates, including the newly added Enhanced Cash and Treasury Inflation Protected Securities (TIPS) mandates. Fixed income assets under direct active management total in excess of \$12 billion for these mandates. The division's existing fixed-income staff have an outstanding reputation for skill and investment competence, not just in terms of competitive returns, but also in terms of dollars saved in management fees by taking back assets from Blackrock Asset Management. Staff are looking into additional repatriations from separate account external managers. The knowledge and professional competence is in place to manage the assets "in-house," however the existing professional staff consists of five positions and capacity with the number of mandates and the size of assets under management is constrained. If this request is approved, the cost of the additional fixed-income investment officer position will be more than offset by the savings in external management fees.</i>												
<i>An additional equity investment officer is necessary to address growth of Treasury's private market and public market equity programs, and to provide oversight of the public market investment programs. Assets under management have not only increased, but the number of investment funds managed has increased as well. To satisfy the requirements of SB141, a number of additional investment funds must be managed and monitored by investment staff. This position will assist in managing these funds. While private market investment returns have exceeded 20%, earning the returns has proven labor intensive. Additionally, recent changes in governmental accounting practices require significantly greater involvement of equity investment staff in the auditing and valuation of private market investments. The additional investment officer will assist in monitoring investments and performing in-depth financial analysis on current and prospective investments and investment managers. An additional equity investment officer will make it possible to bring some equity investment in-house with potential for additional savings of investment manager fees.</i>												
<i>If this request is not approved, the division's ability to maximize returns, satisfy legal mandates, and contain external management fee costs will be compromised.</i>												
1004 Gen Fund (UGF)		126.0										
1007 I/A Rcpts (Other)		234.0										
FY2009 Increased Investment Management Cost for Retiree Health Insurance Major Medical Fund	Inc	25.0	0.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment, if approved, will fund increased costs of investment management services for the Retiree Health Insurance Major Medical Fund. Management costs are increasing as the assets under management are growing (35.9% in FY2007 from \$152.4 to \$207.1 million).</i>												
<i>If this request is not approved, the division will be required to absorb allocable costs that exceed the current amount appropriated from the Retiree Health Insurance Major Medical Fund by charging some of the allocable costs against the division's general fund appropriation.</i>												
1142 RHIF/MM (Other)		25.0										
FY2009 Bring Retained Fees for State Bond Committee Financial Advisor Services On-Budget	Inc	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2009 Bring Retained Fees for State Bond Committee Financial Advisor Services On-Budget (continued)												
<i>This increment, if approved, would allow the Treasury Division to expend receipts collected solely for the purpose of settling bills with the State Bond Committee's financial advisor.</i>												
<i>At each bond closing, the bank handling the closing transaction distributes proceeds. Instead of a direct distribution (retained fee) to the financial advisor, which is the current practice, the distribution for those services would instead be recorded as an incoming restricted receipt; the financial advisor would bill the state for their service and be paid with a treasury warrant, thereby moving the expenditure "on budget."</i>												
<i>Bringing this expenditure "on-budget" in FY2009 will provide for clear transparency and accountability with regard to costs expended for financial advisory services for the State Bond Committee by fiscal year. If this increment request is not approved, the expense will remain "off-budget."</i>												
	1108 Stat Desig (Other)	250.0										
L	FY2009 FY09 management costs due to increased fund balance	4,080.0	0.0	0.0	4,080.0	0.0	0.0	0.0	0.0	0	0	0
	1001 CBR Fund (Other)	4,080.0										
	FY2009 Ch. 30, SLA 2008 (HB 314) G.O. Bonds for Transportation Projects	1.0	0.0	0.0	0.0	0.0	0.0	0.0	1.0	0	0	0
	1004 Gen Fund (UGF)	1.0										
	FY2010 Update Fund Sources for Retiree Health	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>Due to changes by the Alaska Retirement Management Board to the structure of the Retiree Health Care Trust Fund, the fund sources with the specific and now outdated designation of "Retiree Health Care" will be replaced with the broader designation of "Benefit System Receipts." Once changed, the Department of Revenue will be consistent with other departments in its use of the "Benefit System Receipts" fund source.</i>											
	1017 Group Ben (Other)	81.7										
	1142 RHIF/MM (Other)	-2.6										
	1143 RHIF/LTC (Other)	-79.1										
	FY2010 Implement Cost Allocation Plan for Federal Compliance	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>The Treasury Division is responsible for management of state pension funds, the state's general fund, the Constitutional Budget Reserve Fund, and various other state funds and accounts. Fulfillment of this responsibility includes allocating costs equitably among funds under management. Due to the participation by federal programs in providing funding to the state pension funds, a federally-approved cost allocation plan is required to bring the division into compliance with federal OMB circular A-87.</i>											
	<i>In September, 2008, the Treasury Division received federal approval of a new cost allocation plan with an effective date retroactive to July 1, 2008. The cost allocation plan is based on fund net asset values as of the end of the prior, prior fiscal year (for example, the cost allocation plan in FY2010 will be based on FY2008 fund net asset values). Treasury's cost allocation method will be used to develop budgets and agreements for charging users of Treasury services, and for allocating costs equitably among each fund/trust/client agency. The method is devised to address all costs and all users in a consistent, easily-administered manner, utilizing actual, quantifiable statistics.</i>											

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2010 Implement Cost Allocation Plan for Federal Compliance (continued)												
<i>To implement the plan, Treasury requests an increment from the general fund to replace funding for expenditures previously allocable to unbudgeted RSA's, and to adjust other funding sources to accommodate changes that will occur under the new plan.</i>												
1004 Gen Fund (UGF)		420.0										
1007 I/A Rcpts (Other)		-85.6										
1027 IntAirport (Other)		-53.2										
1046 Educ Loan (Other)		-43.6										
1066 Pub School (DGF)		-135.7										
1098 ChildTrEm (DGF)		-26.9										
1143 RHIF/LTC (Other)		-21.7										
1169 PCE Endow (DGF)		-53.3										
FY2010 Additional Funding to Implement Cost Allocation Plan for Federal Compliance	Inc	152.0	109.1	1.2	39.7	2.0	0.0	0.0	0.0	0	0	0
<i>The Treasury Division is responsible for management of state pension funds, the state's general fund, the Constitutional Budget Reserve Fund, and various other state funds and accounts. Fulfillment of this responsibility includes allocating costs equitably among funds under management. Due to the participation by federal programs in providing funding to the state pension funds, a federally-approved cost allocation plan is required to bring the division into compliance with federal OMB circular A-87.</i>												
<i>In September, 2008, the Treasury Division received federal approval of a new cost allocation plan with an effective date retroactive to July 1, 2008. The cost allocation plan is based on fund net asset values as of the end of the prior, prior fiscal year (for example, the cost allocation plan in FY2010 will be based on FY2008 fund net asset values). Treasury's cost allocation method will be used to develop budgets and agreements for charging users of Treasury services, and for allocating costs equitably among each fund/trust/client agency. The method is devised to address all costs and all users in a consistent, easily-administered manner, utilizing actual, quantifiable statistics.</i>												
<i>To implement the plan, Treasury requests an increment from the general fund to replace funding for expenditures previously allocable to unbudgeted RSA's, and to adjust other funding sources to accommodate changes that will occur under the new plan.</i>												
1004 Gen Fund (UGF)		152.0										
L FY2010 Constitutional Budget Reserve Fund Investment Management, Sec 27(c), Ch 12, SLA09, P88, L5	Lang	1,673.0	301.4	3.4	1,362.7	5.5	0.0	0.0	0.0	0	0	0
<i>This request is for the amount necessary for FY2010 operating costs related to management of the Constitutional Budget Reserve Fund (CBRF).</i>												
1001 CBR Fund (Other)		1,673.0										
FY2010 (HB 161) Juneau Support Bldg/AHFC Bldg	FisNot	1,026.0	0.0	10.0	390.0	0.0	0.0	0.0	626.0	0	0	0
1004 Gen Fund (UGF)		626.0										
1163 COP (Other)		400.0										
FY2010 DID NOT PASS, (HB 161) Juneau Support Bldg/AHFC Bldg	FisNot	-1,026.0	0.0	-10.0	-390.0	0.0	0.0	0.0	-626.0	0	0	0
1004 Gen Fund (UGF)		-626.0										
1163 COP (Other)		-400.0										

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Taxation and Treasury (continued)													
Treasury Division (continued)													
L	FY2011 Constitutional Budget Reserve Fund Investment Management Fee Increase due to Increased Assets Under Management	Lang	387.0	69.7	0.8	315.2	1.3	0.0	0.0	0.0	0	0	0
	<i>This request is for the amount necessary for FY2011 operating costs related to management of the Constitutional Budget Reserve Fund (CBRF).</i>												
	1001 CBR Fund (Other)		387.0										
	FY2011 AMD: Funding for Investment Officer to Replace External Investment Manager	Inc	220.0	209.7	3.3	6.0	1.0	0.0	0.0	0.0	0	0	0
	<i>This request will establish full year funding for one new exempt investment officer position in the Treasury Division's portfolio section, which was added during FY2010. Exempt investment officers are authorized by AS 39.25.110(26). Funding for this position will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. The full annual cost of the position is estimated to be \$220.0 and includes salary, benefits, travel, training, supplies and other costs associated with an additional position.</i>												
	<i>This new position would support an internal effort to begin active management of other public market investments. Opportunities currently exist to provide active emerging market equity investment management through the use of exchange traded funds (ETF). ETFs are very attractive as investments because of their low costs, and stock-like features. ETFs have an embedded cost of approximately 58 basis points versus 100 basis points for management fees by external investment managers. The 42 point difference represents a potential savings to the State by using an in-house investment officer in making the asset allocation decisions.</i>												
	<i>Approval of this request and related funding in the Alaska Retirement Management Board (ARMB) component will enable the department to reduce external investment manager fees in the ARMB Custody and Management Fee component.</i>												
	1007 I/A Rcpts (Other)		220.0										
L	FY2011 AMD: Change Constitutional Budget Reserve Fund Investment Management Fees to General Fund	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>This request changes the funding source for the amount necessary for FY2011 operating costs related to management of the Constitutional Budget Reserve Fund (CBRF).</i>												
	1001 CBR Fund (Other)		-2,060.0										
	1004 Gen Fund (UGF)		2,060.0										
	FY2011 Reduce general fund travel line item by 10 percent.	Dec	-2.3	0.0	-2.3	0.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)		-2.3										
	FY2011 Correct Unrealizable Fund Sources in the FY2011 GGU Year 1 Salary and Health insurance	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>The department's FY11 budget request for CBRF funds has been changed to GF in both the House and the Senate. All CBRF as a fund source has been removed from the DOR's budget.</i>												
	1001 CBR Fund (Other)		-8.0										
	1004 Gen Fund (UGF)		8.0										
	FY2011 Correct Unrealizable Fund Sources in the FY2011 GGU Year 1 Salary and Health insurance	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>The department's FY11 budget request for CBRF funds has been changed to GF in both the House and the Senate. All CBRF as a fund source has been removed from the DOR's budget.</i>												
	1001 CBR Fund (Other)		-5.6										

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2011 Correct Unrealizable Fund Sources in the FY2011 GGU Year 1 Salary and Health insurance (continued)												
1004 Gen Fund (UGF)		5.6										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	66.8	66.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2011 Noncovered Employees Year 1 increase : \$66.8												
1001 CBR Fund (Other)		14.3										
1004 Gen Fund (UGF)		16.5										
1007 I/A Rcpts (Other)		34.3										
1027 IntAirport (Other)		0.3										
1046 Educ Loan (Other)		0.1										
1066 Pub School (DGF)		0.7										
1169 PCE Endow (DGF)		0.6										
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1001 CBR Fund (Other)		-14.3										
1004 Gen Fund (UGF)		14.3										
FY2011 Ch. 56, SLA 2010 (HB 421) LFD: Correct funding for FY 2011 Noncovered Employees Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		0.6										
1169 PCE Endow (DGF)		-0.6										
FY2011 Ch. 95, SLA 2010 (HB 424) G.O. BONDS:EDUC./LIBRARY/RESEARCH FACIL.	FisNot	10.0	0.0	0.0	0.0	0.0	0.0	0.0	10.0	0	0	0
1004 Gen Fund (UGF)		10.0										
L FY2011 Sec 36, Ch 43, SLA 2010 - Sale of GO bonds expenses for library, education, and educational research facilities	Special	4,766.4	0.0	0.0	0.0	0.0	0.0	0.0	4,766.4	0	0	0
1004 Gen Fund (UGF)		4,766.4										
FY2012 Investment Management of Constitutional Budget Reserve Fund	IncM	2,592.4	371.1	4.2	2,210.3	6.8	0.0	0.0	0.0	0	0	0
<i>This request is for the amount necessary for FY2012 operating costs related to investment management of the Constitutional Budget Reserve Fund (CBRF).</i>												
1004 Gen Fund (UGF)		2,592.4										
L FY2012 Investment Management of Constitutional Budget Reserve Fund	Lang	2,592.4	371.1	4.2	2,210.3	6.8	0.0	0.0	0.0	0	0	0
<i>This request is for the amount necessary for FY2012 operating costs related to investment management of the Constitutional Budget Reserve Fund (CBRF). OMB duplicated this transaction in section 1</i>												
1004 Gen Fund (UGF)		2,592.4										
L FY2012 AMD: Remove Investment Management of Constitutional Budget Reserve Fund	Lang	-2,592.4	-371.1	-4.2	-2,210.3	-6.8	0.0	0.0	0.0	0	0	0
<i>This request is for the amount necessary for FY2012 operating costs related to investment management of the Constitutional Budget Reserve Fund (CBRF). OMB duplicated this transaction in section 1</i>												
1004 Gen Fund (UGF)		-2,592.4										

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2012 With the change to an endowment structure beginning in FY12, trust earnings is no longer an active fund code	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1098 ChildTrErn (DGF)		-15.2										
1099 ChildTrPrn (DGF)		15.2										
FY2013 Investment Management of Constitutional Budget Reserve Fund	IncM	399.6	0.0	0.0	399.6	0.0	0.0	0.0	0.0	0	0	0
<i>This is the amount necessary for FY2013 operating costs related to investment management of the Constitutional Budget Reserve Fund (CBRF).</i>												
1004 Gen Fund (UGF)		399.6										
FY2013 Investment Management of Power Cost Equalization Endowment Fund	IncM	80.4	0.0	0.0	80.4	0.0	0.0	0.0	0.0	0	0	0
<i>This is the amount necessary for FY2013 operating costs related to investment management of the Power Cost Equalization Endowment Fund (PCE).</i>												
1169 PCE Endow (DGF)		80.4										
FY2013 Eliminate Unrealizable Funding	Dec	-289.2	0.0	0.0	-289.2	0.0	0.0	0.0	0.0	0	0	0
<i>The Children's Trust is no longer under the fiduciary management of the Treasury Division and the division will have no additional investment management costs.</i>												
<i>The Mine Trust continues to be under the fiduciary management of Treasury, however the costs allocable to this fund source are very minimal, and declining as other funds grow. At this time the amount is not collectible and is not projected to be collectible in the near future. Likewise, \$250.0 in statutory designated program receipts are not collectible.</i>												
1099 ChildTrPrn (DGF)		-15.2										
1108 Stat Desig (Other)		-250.0										
1192 Mine Trust (Other)		-24.0										
FY2013 AMD: Statewide Bankcard Compliance Costs	Inc	77.0	0.0	0.0	77.0	0.0	0.0	0.0	0.0	0	0	0
<i>Replace FY 2013 Governor's budget released December 15, 2011 language section below with appropriation in Section 1.</i>												
<i>[Sec. 27. BANKCARD SERVICE FEES. (d) The amount necessary to compensate the Department of Revenue for compliance costs required for the state to accept bankcard or credit card payments during the fiscal year ending June 30, 2013, is appropriated for that purpose to the Department of Revenue.]</i>												
<i>FY2013 December budget -- \$9,589.4</i>												
<i>FY2013 Amendment -- \$77.0</i>												
<i>TOTAL FY2013 -- \$9,666.4</i>												
1004 Gen Fund (UGF)		77.0										
L FY2013 Sec 26(a), Ch 17, SLA 2012 (SB 160) - Expenses of sale and issuance of GO bonds if voters approve bonds. (FY13-FY16)	Cntngt	3,559.2	0.0	0.0	3,559.2	0.0	0.0	0.0	0.0	0	0	0
<i>Contingent on enactment of SB163. Should also be on voter approval</i>												
1008 G/O Bonds (Other)		3,559.2										
FY2014 Investment Management of Constitutional Budget Reserve Fund	Inc	108.0	0.0	0.0	108.0	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2014 Investment Management of Constitutional Budget Reserve Fund (continued)												
<i>This is the amount necessary for FY2014 operating costs related to investment management of the Constitutional Budget Reserve Fund (CBRF).</i>												
1004 Gen Fund (UGF)		108.0										
FY2014 Investment Management of Power Cost Equalization Endowment Fund												
<i>This is the amount necessary for FY2014 operating costs related to investment management of the Power Cost Equalization Endowment Fund (PCE).</i>												
1169 PCE Endow (DGF)		80.0										
FY2014 Ch. 63, SLA 2013 (SB 88) ALASKA NATIVE MEDICAL CENTER HOUSINGjh	FisNot	765.0	0.0	15.0	400.0	0.0	0.0	0.0	350.0	0	0	0
<i>Initial note.</i>												
1004 Gen Fund (UGF)		350.0										
1163 COP (Other)		415.0										
FY2015 Reduction in Contractual Services												
	Dec	-26.0	0.0	0.0	-26.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.</i>												
1004 Gen Fund (UGF)		-26.0										
FY2016 Technical Adjustment to Change Fund Code from 1046 to 1106												
<i>Technical adjustment to change fund code Student Loan (1046) to Post Secondary Receipts (1106). The actual fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid.</i>												
1046 Educ Loan (Other)		-55.0										
1106 ASLC Rcpts (Other)		55.0										
FY2016 LFD: Technical Adjustment to Change Inactive Fund Code 1046 to Code 1106												
<i>Technical adjustment to change fund code Student Loan (1046) to Post Secondary Receipts (1106). The actual fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid.</i>												
1046 Educ Loan (Other)		-0.1										
1106 ASLC Rcpts (Other)		0.1										
FY2016 LFD: Technical Adjustment to Match Gov's Bill (Relating to Fund Change from code 1046 to 1106 ((Delete in Subcommittee)												
<i>Technical adjustment to change fund code Student Loan (1046) to Post Secondary Receipts (1106). The actual fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid.</i>												
1046 Educ Loan (Other)		0.1										
1106 ASLC Rcpts (Other)		-0.1										
FY2016 AMD: Replace Inactive Code 1046 with 1106 for FY2016 Salary Increases												
<i>\$0.1 was erroneously added to a defunct fund code as part of a FY2016 salary adjustment. The fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid and has been replaced by 1106.</i>												

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2016 AMD: Replace Inactive Code 1046 with 1106 for FY2016 Salary Increases (continued)												
1046 Educ Loan (Other)		-0.1										
1106 ASLC Rcpts (Other)		0.1										
FY2016 Add Funding for Investment Officer Positions	Inc	300.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>There is a need to establish two new exempt investment officer position in the Treasury Division's portfolio section. Exempt investment officers are authorized by AS 39.25.110(26). Funding for this position will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. The full annual cost of the positions is estimated to be \$300.0.</i>												
1007 I/A Rcpts (Other)		300.0										
FY2016 Investment Management of Retiree Health Insurance Fund - Long Term Care	Inc	11.3	0.0	0.0	11.3	0.0	0.0	0.0	0.0	0	0	0
<i>The investment management costs for the Retiree Health Insurance Fund - Long Term Care under management have increased. Investment assets under management have experienced a continued growth.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.</i>												
1017 Group Ben (Other)		11.3										
FY2016 Investment Management of Public School Trust Fund	Inc	13.8	0.0	0.0	13.8	0.0	0.0	0.0	0.0	0	0	0
<i>The investment management costs for the Public School Trust Fund under management have increased. Investment assets under management have experienced a continued growth.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.</i>												
1066 Pub School (DGF)		13.8										
FY2016 Investment Management of Power Cost Equalization Endowment Fund	Inc	28.7	0.0	0.0	28.7	0.0	0.0	0.0	0.0	0	0	0
<i>The investment management costs for the Power Cost Equalization Endowment Fund under management have increased. Investment assets under management have experienced a continued growth.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.</i>												
1169 PCE Endow (DGF)		28.7										
FY2016 AMD: Delete Micro/Network Specialist Position in Juneau	Dec	-140.8	-140.8	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
<i>With the deletion of this position, Treasury will use the Administrative Services Division for IT coverage and support.</i>												
<i>Micro/Network Specialist I (04-5014), range 18, located in Juneau</i>												
1004 Gen Fund (UGF)		-64.8										
1007 I/A Rcpts (Other)		-70.0										
1017 Group Ben (Other)		-1.6										
1027 IntAirport (Other)		-0.3										

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2016 AMD: Delete Micro/Network Specialist Position in Juneau (continued)												
1066 Pub School (DGF)		-1.5										
1169 PCE Endow (DGF)		-2.6										
FY2016 AMD: Reduction in External Management Fees	Dec	-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0.0	0	0	0
<i>It is projected that the state will need to draw on the Constitutional Budget Reserve Fund (CBRF) to balance the State's budget. As such, external management fees will be lower since management fees are charged as a percentage of the market value of assets under management. At the end of FY2014 the sub account balance was \$6.7 billion and it is projected that at the end of FY2016 the balance will be \$3.5 billion.</i>												
1004 Gen Fund (UGF)		-250.0										
FY2016 Personal Services Reduction	Dec	-87.0	-87.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-87.0										
FY2016 Eliminate Remaining External CBR Management Fees as Sub-account Assets have been Moved to Fixed Income Investments	Dec	-600.0	0.0	0.0	-600.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-600.0										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	62.9	62.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
1004 Gen Fund (UGF)		62.9										
FY2017 Reduce Personal Services Authorization	Dec	-55.5	-55.5	0.0	0.0	0.0	0.0	0.0	0.0	-2	0	0
<i>This reduction in personal services authorization will result in the deletion of 2 positions with minimal disruption in service delivery.</i>												
<i>Full-time Administrative Assistant I (04-5003), range 12, located in Juneau</i>												
<i>Full-time Accounting Technician III (04-5048), range 16, located in Juneau</i>												
1004 Gen Fund (UGF)		-55.5										
FY2017 Reduce Services Authorization due to Administrative Services Division Cost Allocation Plan	Dec	-2.8	0.0	0.0	-2.8	0.0	0.0	0.0	0.0	0	0	0
<i>Due to the deletion of one Accounting Technician II position in the Administrative Services Division, the Treasury Division will be charged less through the department's cost allocation plan. Workload will be redistributed amongst existing staff and service disruption will be minimal.</i>												
1004 Gen Fund (UGF)		-2.8										
FY2017 Reduce Authorization for Alaska Student Loan Corporation Funds Management	Dec	-55.2	0.0	0.0	-55.2	0.0	0.0	0.0	0.0	0	0	0
<i>The Treasury Division is no longer investing funds for the Alaska Student Loan Corporation and authorization is no longer needed.</i>												
1046 Educ Loan (Other)		-0.1										
1106 ASLC Rcpts (Other)		-55.1										
FY2017 Furlough for Exempt and Partially-Exempt Employees	Dec	-19.6	-19.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue will implement partial furloughs for exempt and partially-exempt positions. Furloughs will be necessary for the department to meet budgetary constraints.</i>												
1004 Gen Fund (UGF)		-19.6										
FY2017 Add Investment Officer and Support Positions	Inc	711.5	711.5	0.0	0.0	0.0	0.0	0.0	0.0	3	0	0
<i>Add three in-house positions to the Treasury Division. The additional staff includes two equity investment staff to</i>												

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Taxation and Treasury (continued)												
Treasury Division (continued)												
FY2017 Add Investment Officer and Support Positions (continued)												
<i>continue development of Treasury Division's internal investment program and one classified staff to support the new investment team. The majority of funding for these positions will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division.</i>												
<i>The increase in internal capacity resulting from this investment in the Treasury will enable the division to more actively manage the state's assets and find new opportunities for increased returns.</i>												
1007 I/A Rcpts (Other)		709.5										
1017 Group Ben (Other)		0.7										
1169 PCE Endow (DGF)		1.3										
FY2017 Move Investment Officer Salaries to Market	Inc	857.8	857.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other)		832.7										
1017 Group Ben (Other)		13.2										
1169 PCE Endow (DGF)		11.9										
* Allocation Total *		23,026.5	4,011.3	72.7	13,786.0	29.1	0.0	0.0	5,127.4	6	0	0
Alaska State Pension Investment Board												
FY2006 Monitor investment compliance												
<i>Alaska State Pension Investment Board (ASPIB) commissioned a Fiduciary Audit in FY2002. One of the recommendations was that a compliance group be developed under the Comptroller. The auditors listed a minimum level of compliance that needed to be started. They also listed an optimal list of duties that should be developed over time and would take more than one staff person to implement and maintain. Treasury added the first position in FY2003 and has a baseline program going. We are seeking to add the second recommended position to complete the program.</i>												
<i>In addition, the current Bloomberg Trading System includes a compliance module that the division is not able to fully utilize. This increment of \$35.0 would allow the division to purchase an add-on enhancement to the current trading system that will allow us to load data each night from the custodian (with accurate pricing) back to the trading system so that the compliance module can accurately test our internal portfolios for compliance with investment guidelines.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately monitor the compliance of our managers with established board investment guidelines. The early detection of violations or errors, through a well-staffed compliance function with adequate tools, should minimize the risk of these violations or errors having a negative impact on our returns.</i>												
1029 PERS Trust (Other)		67.4										
1034 Teach Ret (Other)		36.0										
1042 Jud Retire (Other)		0.6										
1045 Nat Guard (Other)		0.6										
FY2006 Move investment officers' salaries closer to market	Inc	60.0	0.0	0.0	60.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Alaska State Pension Investment Board adopted the Alaska Permanent Fund Corporation's salary schedule at their June 2003 meeting for like positions at Treasury.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and</i>												

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Taxation and Treasury (continued)												
Alaska State Pension Investment Board (continued)												
FY2006 Move investment officers' salaries closer to market (continued)												
<i>improve risk adjusted returns is our ability to adequately attract and retain qualified investment professionals.</i>												
<i>Current salaries are below both local (APFC levels) and national standards and put the funds at risk of recurring turnover in addition to longer-than-normal lengths of vacancies.</i>												
1029 PERS Trust (Other)		38.4										
1034 Teach Ret (Other)		20.4										
1042 Jud Retire (Other)		1.0										
1045 Nat Guard (Other)		0.2										
FY2006 Increase in legal and other investment contractual fees	Inc	380.3	0.0	0.0	380.3	0.0	0.0	0.0	0.0	0	0	0
<i>To reflect increased legal costs associated with increased activity in pertaining to class actions and other corporate governance issues; and, increased contract fees for external performance management, manager selection consultants and other interdepartmental contractual costs.</i>												
<i>This increment also includes \$100.0 for the SBS and Deferred Compensation plans for performance measurement by an external consultant and for manager searches. The number of options available to participants has increased which has resulted in increased costs for performance measurement services. In addition, this increment will provide sufficient funds to allow the board to perform searches for new options when the need arises.</i>												
<i>Missions and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately contract for:</i>												
<i>1) legal services to react to issues of failures in corporate governance that have or might result in losses to those funds, and</i>												
<i>2) services to independently verify our returns, and</i>												
<i>3) services to help the board select the most qualified managers to improve the performance of the funds.</i>												
1017 Group Ben (Other)		100.0										
1029 PERS Trust (Other)		175.7										
1034 Teach Ret (Other)		94.6										
1042 Jud Retire (Other)		5.0										
1045 Nat Guard (Other)		5.0										
FY2006 Ch. 9, FSSLA 2005 (SB 141) Public Employee/Teacher Retirement/Boards	FisNot	-4,144.4	0.0	-127.9	-3,896.5	-50.0	-70.0	0.0	0.0	0	0	0
1017 Group Ben (Other)		-199.0										
1029 PERS Trust (Other)		-2,553.5										
1034 Teach Ret (Other)		-1,277.3										
1042 Jud Retire (Other)		-31.6										
1045 Nat Guard (Other)		-83.0										
* Allocation Total *		-3,599.5	0.0	-127.9	-3,351.6	-50.0	-70.0	0.0	0.0	0	0	0
State Pension Custody and Management Fees												
FY2006 Increased investment management costs due to increased market values.	Inc	5,500.0	0.0	0.0	5,500.0	0.0	0.0	0.0	0.0	0	0	0
<i>Management fees are a percentage of the market value under management. In FY2003 and FY2005 ASPIB submitted a total of \$7.3 million in decrements in this line item due to market values falling. In the last year market values have grown due to a recovering market. For purposes of estimating our budget needs we take the actual</i>												

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Taxation and Treasury (continued)												
State Pension Custody and Management Fees (continued)												
FY2006 Increased investment management costs due to increased market values. (continued) <i>assets at the beginning of the budgeting process and project that they will grow at median rates of return and then apply actual contract terms. The median return assumptions we use are provided by an external consultant.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to manage the state's pension funds and improve risk adjusted returns is our ability to adequately contract for management of those assets to qualified investment managers.</i>												
1029 PERS Trust (Other)		3,520.0										
1034 Teach Ret (Other)		1,870.0										
1042 Jud Retire (Other)		75.0										
1045 Nat Guard (Other)		35.0										
FY2006 Ch. 9, FSSLA 2005 (SB 141) Public Employee/Teacher Retirement/Boards. From Pension to ARM Board Fee allocation.	FisNot	-31,913.6	0.0	0.0	-31,913.6	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer custody and management fees from Pension to Alaska Retirement Management Board Fees Allocation</i>												
1029 PERS Trust (Other)		-20,692.8										
1034 Teach Ret (Other)		-10,760.9										
1042 Jud Retire (Other)		-328.4										
1045 Nat Guard (Other)		-131.5										
* Allocation Total *		-26,413.6	0.0	0.0	-26,413.6	0.0	0.0	0.0	0.0	0	0	0
Unclaimed Property												
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-0.9	0.0	-0.9	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-0.5										
1005 GF/Prgm (DGF)		-0.4										
FY2016 Maintain Unclaimed Property Program with Program Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The purpose of the Unclaimed Property Program (UCP) is to manage unclaimed property and reunite it with its owners. Since 1987 when the UCP program created, UCP has collected property of over \$152 million, refunded \$48.7 million to the public and returned \$96 million to the general fund. This was accomplished using a budget including less than \$5 million (or 3.3%) of program receipts.</i>												
<i>This change is to make UCP run solely on program receipts.</i>												
1004 Gen Fund (UGF)		-274.0										
1005 GF/Prgm (DGF)		274.0										
FY2016 Unclaimed Property - Annual Need	Inc	110.0	0.0	0.0	110.0	0.0	0.0	0.0	0.0	0	0	0
<i>The purpose of the Unclaimed Property Program (UCP) is to manage unclaimed property and reunite it with its owners. Since 1987 when the UCP program created, UCP has collected property of over \$152 million, refunded \$48.7 million to the public and returned \$96 million to the general fund. This was accomplished using a budget including less than \$5 million (or 3.3%) of program receipts. UCP has accomplished much with the existing resources it has but believes additional funding from program receipts are needed to continue its progress identifying and reuniting property with owners. UCP is requesting an increment of program receipts of \$110,000 for FY2016 to cover current costs as well as fund future enhancements to the program that will result in greater</i>												

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Taxation and Treasury (continued)												
Unclaimed Property (continued)												
FY2016 Unclaimed Property - Annual Need (continued)												
<i>returns to the general fund as follows:</i>												
<i>Current Budget shortfalls-annual need</i>												
<i>UCP became its own component in the budget after years of subsidies by Tax and Treasury so that costs of the program could be better tracked and measured. The current funding sources identified for UCP has been short by \$52,000 for services for FY2014. UCP is requesting additional program receipt funding of \$85,000 for FY2016 services to accommodate current costs.</i>												
<i>Currently, there exists a 15 year backlog of securities at various brokerages that are manually transmitted and reviewed for valuation and liquidation purposes. Hiring a custodian to receive, value and monitor these securities electronically would provide more timely data and liquidations to the general fund. The cost of hiring a custodian is estimated at \$25,000 based on annual liquidation amounts of \$2 million. Currently there are over \$20 million of securities that require liquidation.</i>												
	1005 GF/Prgm (DGF)	110.0										
	FY2016 AMD: Replace FY2016 Salary Increases with Program Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>As part of the FY2016 Governor's request, the division is reorganizing funding to allow the program to run solely on program receipts; however, salary increases were erroneously split between general funds and general fund program receipts. This is an adjustment to move the general fund portion of salary increases to general fund program receipts.</i>												
	1004 Gen Fund (UGF)	-4.5										
	1005 GF/Prgm (DGF)	4.5										
	FY2016 AMD: Replace General Fund with General Fund Program Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>As part of the FY2016 Governor's request, the division is reorganizing to run solely on program receipts. The original request erroneously left \$0.8 in general funds on the budget. This fund change fixes the error and will allow the division to run solely on program receipts.</i>												
	1004 Gen Fund (UGF)	-0.8										
	1005 GF/Prgm (DGF)	0.8										
	FY2016 AMD: Replace FY2016 Health Insurance Rate Reduction with Program Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>As part of the FY2016 Governor's request, the division is reorganizing funding to allow the program to run solely on program receipts; however, health insurance rate reductions were erroneously split between general funds and general fund program receipts. This is an adjustment to move the general fund portion of health insurance rate reductions to general fund program receipts.</i>												
	1004 Gen Fund (UGF)	0.2										
	1005 GF/Prgm (DGF)	-0.2										
	FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	4.5	4.5	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
	1004 Gen Fund (UGF)	4.5										
	FY2017 Maintain Unclaimed Property Program with Program Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Unclaimed Property (continued)												
FY2017 Maintain Unclaimed Property Program with Program Receipts (continued)												
<i>This change is will allow the Unclaimed Property Program to run solely on program receipts.</i>												
1004 Gen Fund (UGF)		-4.5										
1005 GF/Prgm (DGF)		4.5										
* Allocation Total *		113.6	4.5	-0.9	110.0	0.0	0.0	0.0	0.0	0	0	0
Alaska Retirement Management Board												
FY2006 Ch. 9, FSSLA 2005 (SB 141) Public Employee/Teacher Retirement/Boards	FisNot	4,734.6	214.5	23.9	4,481.7	14.5	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		590.2										
1017 Group Ben (Other)		199.0										
1029 PERS Trust (Other)		2,553.5										
1034 Teach Ret (Other)		1,277.3										
1042 Jud Retire (Other)		31.6										
1045 Nat Guard (Other)		83.0										
FY2007 Additional funding for ARMB responsibilities	Inc	661.9	0.0	72.0	603.9	-14.0	0.0	0.0	0.0	0	0	0
<i>The Alaska Retirement Management Board requests additional funding for the first full fiscal year of its operation.</i>												
<i>The travel budget of \$72.0 includes increased costs for due diligence by staff and trustees, additional board meetings and Investment Advisory Council attendance at these meetings.</i>												
<i>The contractual budget includes increased costs for investment trading and compliance monitoring services \$153.0, additional legal costs \$20.0, as well as contractual services to pay Treasury Division staff personal services costs \$262.4. The ARMB budget has a shortfall in contractual services due to statewide (health, retirement and salary) increases where the Treasury Division received the increase in budgeted authority but a corresponding increase was not made to the retirement board (previously Alaska State Pension Investment Board) component. The contractual budget also includes funding for increased personal services costs of \$128.0 in order for the Treasury Division to be able to attract and retain State Investment Officers in a very competitive and dynamic employment market.</i>												
<i>Finally, the contractual budget includes funding of \$131.1 for Investment Advisory Council attendance at the additional meetings, the costs of the additional meetings, and honoraria for trustee attendance at meetings and a reduction in one time costs incurred in FY2006.</i>												
<i>There is a reduction of <\$14.0> in supplies for the cost of space reconfiguration and one-time computer purchases.</i>												
<i>This increment request, if approved, will allow the division to recognize possible improvements to asset allocation through greater diversification by expanding the number of asset classes evaluated.</i>												
1029 PERS Trust (Other)		447.5										
1034 Teach Ret (Other)		209.8										
1042 Jud Retire (Other)		3.8										
1045 Nat Guard (Other)		0.8										
FY2007 Rent increase for state-owned facilities	Inc	23.6	0.0	0.0	23.6	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2007 Rent increase for state-owned facilities (continued)												
<i>The FY2007 approved Public Building Fund rates for the State Office Building in Juneau reflect an increase of 40% over FY2006 rates. This translates into an additional \$140,900 in rent costs for the Department of Revenue. This increment request will fund the amount of the rent increase from FY2006 to FY2007 for this component.</i>												
1029 PERS Trust (Other)		16.5										
1034 Teach Ret (Other)		7.1										
FY2007 Cost of personal services provided by Treasury Management	Inc	134.1	0.0	0.0	134.1	0.0	0.0	0.0	0.0	0	0	0
<i>The FY2007 Treasury Management budget includes personal services cost increases for wages, health insurance, retirement, and risk management. This request adds a corresponding amount to the ARMB budget in contractual to pay for services provided by Treasury.</i>												
1004 Gen Fund (UGF)		16.0										
1029 PERS Trust (Other)		79.8										
1034 Teach Ret (Other)		37.4										
1042 Jud Retire (Other)		0.7										
1045 Nat Guard (Other)		0.2										
FY2007 First year implementation of defined contribution plan	Inc	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
<i>The fiscal note for SB141, which was prepared based on a July 1, 2005 plan implementation, reflects a \$324.0 general fund reduction in the Alaska Retirement Management Board component for FY2007. Due to changes in legislation, the actual effective date for the new defined contribution retirement plan is July 1, 2006. It is estimated that an additional \$150.0 GF is needed in the first year of implementation for investment consulting and performance measurement costs for the new defined contribution funds. Startup costs will exist in FY2006 and FY2007 that cannot be charged to the participants in the defined contribution plans as the number of participants will initially be small in the first year.</i>												
<i>The new defined contribution plan will have a similar number and type of options as the current Supplemental Benefits System (SBS). All of the accounts must be available on July 1, 2006, and will begin carrying balances as new employees are hired. In addition to these employee accounts, SB 141 also creates a new Employer Vesting Fund, a Medical Program Fund and a Health Reimbursement Fund. Each of these funds has different objectives and each fund requires different management, investment policies, and asset allocations. FY2007 will be the first year of existence for these funds.</i>												
<i>It is the Treasury Division's objective to utilize any and all economies of scale and to negotiate management fees based on all of the investments held, however, the Treasury Division will be entering into new performance measurement contracts and will need additional funds for consulting, manager selection and auditing of the new funds in the first year. Treasury has been able to reduce these first year expected costs through fund selection, utilizing to the maximum extent managers with whom they have an existing relationship. In spite of these efforts it is still estimated that the first year consulting and performance measurement costs will be approximately 150.0 greater than the costs in year two.</i>												
<i>General funds are requested because the existing tiers of PERS and TRS are defined benefit plans, and the state's existing defined contribution plans (SBS and deferred compensation) are legally separate from the new defined contribution plan created in SB141. It is assumed that by FY2009, as more employees are hired into the new tiers, program costs will be funded through an assessment on defined contribution accounts, similar to the</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2007 First year implementation of defined contribution plan (continued)												
<i>SBS program currently in place. As the number of participants grows, the GF can be backed out as was contemplated in the fiscal note. General funds will be reduced 25% per year from FY2009-2012.</i>												
1004 Gen Fund (UGF)		150.0										
FY2007 CC: Reduction - First year implementation of defined contribution plan	Dec	-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
<i>The fiscal note for SB141, which was prepared based on a July 1, 2005 plan implementation, reflects a \$324.0 general fund reduction in the Alaska Retirement Management Board component for FY2007. Due to changes in legislation, the actual effective date for the new defined contribution retirement plan is July 1, 2006. It is estimated that an additional \$150.0 GF is needed in the first year of implementation for investment consulting and performance measurement costs for the new defined contribution funds. Startup costs will exist in FY2006 and FY2007 that cannot be charged to the participants in the defined contribution plans as the number of participants will initially be small in the first year.</i>												
<i>The new defined contribution plan will have a similar number and type of options as the current Supplemental Benefits System (SBS). All of the accounts must be available on July 1, 2006, and will begin carrying balances as new employees are hired. In addition to these employee accounts, SB 141 also creates a new Employer Vesting Fund, a Medical Program Fund and a Health Reimbursement Fund. Each of these funds has different objectives and each fund requires different management, investment policies, and asset allocations. FY2007 will be the first year of existence for these funds.</i>												
<i>It is the Treasury Division's objective to utilize any and all economies of scale and to negotiate management fees based on all of the investments held, however, the Treasury Division will be entering into new performance measurement contracts and will need additional funds for consulting, manager selection and auditing of the new funds in the first year. Treasury has been able to reduce these first year expected costs through fund selection, utilizing to the maximum extent managers with whom they have an existing relationship. In spite of these efforts it is still estimated that the first year consulting and performance measurement costs will be approximately 150.0 greater than the costs in year two.</i>												
<i>General funds are requested because the existing tiers of PERS and TRS are defined benefit plans, and the state's existing defined contribution plans (SBS and deferred compensation) are legally separate from the new defined contribution plan created in SB141. It is assumed that by FY2009, as more employees are hired into the new tiers, program costs will be funded through an assessment on defined contribution accounts, similar to the SBS program currently in place. As the number of participants grows, the GF can be backed out as was contemplated in the fiscal note. General funds will be reduced 25% per year from FY2009-2012.</i>												
1004 Gen Fund (UGF)		-50.0										
FY2008 Move State Investment Officer Salaries to Market	Inc	231.2	0.0	0.0	231.2	0.0	0.0	0.0	0.0	0	0	0
<i>This increment would allow the Treasury Division to continue to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau. The Treasury Division has developed an investment staff that has achieved above average investment returns on over \$20 billion of assets. Debt, cash and financial operations combined are a money management operation in excess of \$30 billion.</i>												
<i>The state invests in internal and external training to ensure these employees are competent in their accounting,</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2008 Move State Investment Officer Salaries to Market (continued)												
<i>investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to market, the state is in a better position to retain competent investment staff.</i>												
1029 PERS Trust (Other)		150.3										
1034 Teach Ret (Other)		74.9										
1042 Jud Retire (Other)		3.7										
1045 Nat Guard (Other)		2.3										
FY2008 AMD: Reduce Increment for Investment Officer Salaries	Dec	-110.5	0.0	0.0	-110.5	0.0	0.0	0.0	0.0	0	0	0
<i>This adjustment reduces the amount of the increment request in the FY2008 Governor's budget to bring investment officer salaries closer to market pay. The effect of this change is to reduce the number of Treasury's investment officers who will receive salary increases, and reduce the Alaska Retirement Board's share of the investment officer salary increase.</i>												
1029 PERS Trust (Other)		-71.8										
1034 Teach Ret (Other)		-35.8										
1042 Jud Retire (Other)		-1.8										
1045 Nat Guard (Other)		-1.1										
FY2009 Independent Audit of Actuary	IncOTI	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0	0	0
<i>AS 37.10.220 (10) requires that the Alaska Retirement Management Board contract for an independent audit of the state's actuary not less than once every four years. This one-time item is requested to provide funding for the cost of the audit contract.</i>												
1029 PERS Trust (Other)		195.6										
1034 Teach Ret (Other)		100.3										
1042 Jud Retire (Other)		2.8										
1045 Nat Guard (Other)		1.3										
FY2010 Update Fund Sources for Retiree Health	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Due to changes by the Alaska Retirement Management Board to the structure of the Retiree Health Care Trust Fund, the fund sources with the specific and now outdated designation of "Retiree Health Care" will be replaced with the broader designation of "Benefit System Receipts." Once changed, the Department of Revenue will be consistent with other departments in its use of the "Benefit System Receipts" fund source.</i>												
1017 Group Ben (Other)		113.0										
1142 RHIF/MM (Other)		-113.0										
FY2010 Implement Cost Allocation Plan for Federal Compliance	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Treasury Division is responsible for management of state pension funds, the state's general fund, the Constitutional Budget Reserve Fund, and various other state funds and accounts. Fulfillment of this responsibility includes allocating costs equitably among funds under management. Due to the participation by federal programs in providing funding to the state pension funds, a federally-approved cost allocation plan is required to bring the division into compliance with federal OMB circular A-87.</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2010 Implement Cost Allocation Plan for Federal Compliance (continued)												
<i>In September, 2008, the Treasury Division received federal approval of a new cost allocation plan with an effective date retroactive to July 1, 2008. The cost allocation plan is based on fund net asset values as of the end of the prior, prior fiscal year (for example, the cost allocation plan in FY2010 will be based on FY2008 fund net asset values). Treasury's cost allocation method will be used to develop budgets and agreements for charging users of Treasury services, and for allocating costs equitably among each fund/trust/client agency. The method is devised to address all costs and all users in a consistent, easily-administered manner, utilizing actual, quantifiable statistics.</i>												
<i>To implement the plan, Treasury requests an increment from the general fund to replace funding for expenditures previously allocable to unbudgeted RSA's, and to adjust other funding sources to accommodate changes that will occur under the new plan.</i>												
		74.6										
		-49.5										
		-24.6										
		-0.4										
		-0.1										
FY2010 Administration of Additional Investment Options for Participants	Inc	249.5	0.0	0.0	249.5	0.0	0.0	0.0	0.0	0	0	0
<i>Beginning in FY2009, the Alaska Retirement Management Board (ARMB) has implemented plans to increase the number of investment options available to participants in the Supplemental Benefits System, Defined Contribution, and Deferred Compensation plans from 13 to as many as 28. This increment is requested to fund the resulting increased performance measurement and consulting costs anticipated from Callan Associates, the division's performance measurement consultant.</i>												
		249.5										
FY2010 AMD: Benefits Systems Receipts to Implement Treasury Cost Allocation Plan	Inc	900.0	0.0	0.0	900.0	0.0	0.0	0.0	0.0	0	0	0
<i>An additional \$900.0 in expenditure authorization is requested for costs allocable to the supplemental annuity plan (SBS) and deferred compensation plan (DCP) under Treasury's federally-approved cost allocation plan which was approved retroactive to July 1, 2008.</i>												
		900.0										
FY2010 AMD: One Time Item for Performance Consultant Audit	IncOTI	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department requests funding to engage a contractor to conduct an audit of the Alaska Retirement Management Board's performance consultant, as required under AS 37.10.220 (11).</i>												
		102.5										
		46.6										
		0.8										
		0.1										
FY2011 AMD: Funding for Investment Officer Position	Inc	220.0	0.0	0.0	220.0	0.0	0.0	0.0	0.0	0	0	0
<i>This action increases funding in the Alaska Retirement Management Board (ARMB) component to fund one new investment officer position provided by the Treasury Division. Approval of the new position and this funding request will enable the department to reduce external investment manager fees in the ARMB Custody and Management Fee component.</i>												
		38.7										

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2011 AMD: Funding for Investment Officer												
Position (continued)												
1029 PERS Trust (Other)		124.5										
1034 Teach Ret (Other)		55.0										
1042 Jud Retire (Other)		1.3										
1045 Nat Guard (Other)		0.5										
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-0.9	0.0	-0.9	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-0.9										
FY2011 Funding for FY 2011 GGU Employees Salary and Health Increase Increase	Inc	23.6	0.0	0.0	23.6	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue requests an increase in pension funds in the AK Retirement Mgmt Board (ARMB) component to correspond with the interagency receipts being added to the Treasury component for FY11 wage and benefit increases. Treasury's I/A receipts are collected from the pension funds managed by ARMB; if additional funds aren't made available for ARMB to pay for the increases, then Treasury's I/A will be uncollectible.</i>												
1017 Group Ben (Other)		4.2										
1029 PERS Trust (Other)		13.4										
1034 Teach Ret (Other)		5.9										
1042 Jud Retire (Other)		0.1										
FY2011 Funding for FY 2011 SU Employees Salary and Health Increase Increase	Inc	11.9	0.0	0.0	11.9	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue requests an increase in pension funds in the AK Retirement Mgmt Board (ARMB) component to correspond with the interagency receipts being added to the Treasury component for FY11 wage and benefit increases. Treasury's I/A receipts are collected from the pension funds managed by ARMB; if additional funds aren't made available for ARMB to pay for the increases, then Treasury's I/A will be uncollectible.</i>												
1017 Group Ben (Other)		2.1										
1029 PERS Trust (Other)		6.7										
1034 Teach Ret (Other)		3.0										
1042 Jud Retire (Other)		0.1										
FY2011 Ch. 56, SLA 2010 (HB 421) Funding for FY 2011 Noncovered Employees Salary Increase	FisNot	34.3	0.0	0.0	34.3	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue requests an increase in pension funds in the AK Retirement Mgmt Board (ARMB) component to correspond with the interagency receipts being added to the Treasury component for FY11 wage and benefit increases. Treasury's I/A receipts are collected from the pension funds managed by ARMB; if additional funds aren't made available for ARMB to pay for the increases, then Treasury's I/A will be uncollectible.</i>												
1017 Group Ben (Other)		6.0										
1029 PERS Trust (Other)		19.5										
1034 Teach Ret (Other)		8.6										
1042 Jud Retire (Other)		0.2										
FY2012 Funding for Investment Staff FY 2012 Personal Services Increases	IncM	79.9	0.0	0.0	79.9	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue requests an increase in pension funds in the Alaska Retirement Management Board (ARMB) component to correspond with the interagency receipts being added to the Treasury component for FY12 wage and benefit increases. Treasury's I/A receipts are collected from the pension funds managed by ARMB; if additional funds aren't made available for ARMB to pay for the increases, then Treasury's I/A will be uncollectible.</i>												
1017 Group Ben (Other)		13.3										

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2012 Funding for Investment Staff FY 2012												
Personal Services Increases (continued)												
1029 PERS Trust (Other)		45.4										
1034 Teach Ret (Other)		19.6										
1042 Jud Retire (Other)		1.5										
1045 Nat Guard (Other)		0.1										
FY2014 AMD: SU - Treasury Salary and Benefit Costs	Inc	3.2	3.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Reflected in Alaska Retirement Management Board												
<i>Alaska Retirement Board costs reflected in Treasury</i>												
<i>Alaska Public Employees Association (Supervisory Unit) - 3.2</i>												
1017 Group Ben (Other)		0.5										
1029 PERS Trust (Other)		1.8										
1034 Teach Ret (Other)		0.7										
1042 Jud Retire (Other)		0.1										
1045 Nat Guard (Other)		0.1										
FY2014 AMD: GG - Treasury Salary and Benefit Costs	Inc	8.2	8.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Reflected in Alaska Retirement Management Board												
1017 Group Ben (Other)		1.4										
1029 PERS Trust (Other)		4.7										
1034 Teach Ret (Other)		1.9										
1042 Jud Retire (Other)		0.1										
1045 Nat Guard (Other)		0.1										
FY2014 SB95: Alaska Retirement Management Board salary and benefit costs reflected in Treasury	Inc	20.0	0.0	0.0	20.0	0.0	0.0	0.0	0.0	0	0	0
1017 Group Ben (Other)		4.2										
1029 PERS Trust (Other)		10.3										
1034 Teach Ret (Other)		5.1										
1042 Jud Retire (Other)		0.2										
1045 Nat Guard (Other)		0.2										
FY2015 Reduction in Contractual Services	Dec	-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.</i>												
1004 Gen Fund (UGF)		-250.0										
FY2016 AMD: Funding for Treasury Division New Investment Officers' Salaries	Inc	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment provides funding for two new investment officer positions via inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. This is an initiative to transfer workload from external managers to internal staff at a cost savings.</i>												
1017 Group Ben (Other)		47.3										
1029 PERS Trust (Other)		175.7										
1034 Teach Ret (Other)		74.5										
1042 Jud Retire (Other)		1.9										

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2016 AMD: Funding for Treasury Division												
New Investment Officers' Salaries (continued)												
1045 Nat Guard (Other)		0.6										
FY2016 AMD: Technical Adjustment to Change Fund Code from Retirement Systems to Benefit Systems	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Technical adjustment to reduce P/E Retire (1029), Teach Ret (1034), Jud Retire (1042) and increase Ben Sys (1017). This change will allow the Alaska Retirement Management Board to properly allocate costs to the appropriate Alaska Retiree Health Care Trusts.</i>												
1017 Group Ben (Other)		2,639.0										
1029 PERS Trust (Other)		-1,909.6										
1034 Teach Ret (Other)		-721.7										
1042 Jud Retire (Other)		-7.7										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	2.2	0.0	0.0	2.2	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
1004 Gen Fund (UGF)		2.2										
FY2017 Funding for New Treasury Division Investment Officer and Support Positions	Inc	709.5	0.0	0.0	709.5	0.0	0.0	0.0	0.0	0	0	0
<i>This increment provides funding via inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division.</i>												
<i>Add three in-house positions to the Treasury Division. The additional staff includes two equity investment staff to continue development of Treasury Division's internal investment program and one classified staff to support the new investment team. The majority of funding for these positions will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division.</i>												
<i>The increase in internal capacity resulting from this investment in the Treasury will enable the division to more actively manage the state's assets and find new opportunities for increased returns.</i>												
1017 Group Ben (Other)		346.6										
1029 PERS Trust (Other)		224.3										
1034 Teach Ret (Other)		134.2										
1042 Jud Retire (Other)		3.5										
1045 Nat Guard (Other)		0.9										
FY2017 Support Costs for New Treasury Division Positions	Inc	117.5	0.0	20.0	72.5	25.0	0.0	0.0	0.0	0	0	0
1017 Group Ben (Other)		57.4										
1029 PERS Trust (Other)		37.0										
1034 Teach Ret (Other)		22.3										
1042 Jud Retire (Other)		0.6										
1045 Nat Guard (Other)		0.2										
FY2017 Funding to Move Treasury Division Investment Officer Salaries to Market	Inc	832.7	0.0	0.0	832.7	0.0	0.0	0.0	0.0	0	0	0
1017 Group Ben (Other)		406.8										
1029 PERS Trust (Other)		263.1										
1034 Teach Ret (Other)		157.5										

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Taxation and Treasury (continued)												
Alaska Retirement Management Board (continued)												
FY2017 Funding to Move Treasury Division												
Investment Officer Salaries to Market												
(continued)												
1042 Jud Retire (Other)		4.2										
1045 Nat Guard (Other)		1.1										
* Allocation Total *		9,486.5	225.9	115.0	9,120.1	25.5	0.0	0.0	0.0	0	0	0
Alaska Retirement Management Board Custody and Management Fees												
FY2006 Ch. 9, FSSLA 2005 (SB 141) Public Employee/Teacher Retirement/Boards. From Pension to ARM Board fee allocation.	FisNot	31,913.6	0.0	0.0	31,913.6	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer custody and management fees from Pension to Alaska Retirement Management Board Fees Allocation</i>												
1029 PERS Trust (Other)		20,692.8										
1034 Teach Ret (Other)		10,760.9										
1042 Jud Retire (Other)		328.4										
1045 Nat Guard (Other)		131.5										
FY2007 AMD: Increased Investment Management Fees	Inc	6,715.8	0.0	0.0	6,715.8	0.0	0.0	0.0	0.0	0	0	0
<i>Treasury projects a need for increased expenditure authorization in FY07 in anticipation of increases in net asset values, addition of new external investment managers and revisions to existing fee schedules as investment management contracts are renewed or renegotiated.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees. Treasury relies on the 5-year expected median return provided by an external investment consultant to project asset values. Projected investment management fees are calculated using projected asset values plus a 5% contingency which is added to allow for unanticipated upswings in market performance and asset values. Budget requests for this component are also adjusted if the additions of any new asset classes are anticipated.</i>												
<i>Treasury will continually monitor financial market activity for any significant changes affecting these estimates. In the event of changes in financial markets/net asset values that result in lower investment management fees than those currently projected, any available expenditure authorization that exceeds the amount required to pay investment management and custody fees would lapse back to the pension fund from which the expenditure authorization was appropriated.</i>												
1029 PERS Trust (Other)		4,499.5										
1034 Teach Ret (Other)		2,149.1										
1042 Jud Retire (Other)		33.6										
1045 Nat Guard (Other)		33.6										
FY2008 Increased Investment and Custody Fees	Inc	7,002.4	0.0	0.0	7,002.4	0.0	0.0	0.0	0.0	0	0	0
<i>This increment funds the increase in the cost of investment and custody fees for assets under management. Custody costs will increase 3% as a result of negotiated contracts, and assets under management are experiencing continued growth in part as a result of increased employer contributions.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board Custody and Management Fees (continued)												
FY2008 Increased Investment and Custody Fees (continued)												
<i>management fees. Treasury relies on the 5-year expected median return provided by an external investment consultant to project asset values. Projected investment management fees are calculated using projected asset values plus a 5% contingency which is added to allow for unanticipated upswings in market performance and asset values. Budget requests for this component are also adjusted if the additions of any new asset classes are anticipated.</i>												
<i>Treasury will continually monitor financial market activity for any significant changes affecting these estimates. In the event of changes in financial markets/net asset values that result in lower investment management fees than those currently projected, any available expenditure authorization that exceeds the amount required to pay investment management and custody fees would lapse back to the pension fund from which the expenditure authorization was appropriated.</i>												
		1029 PERS Trust (Other)	4,758.5									
		1034 Teach Ret (Other)	2,193.0									
		1042 Jud Retire (Other)	41.0									
		1045 Nat Guard (Other)	9.9									
FY2008	Dec	Termination of External Investment Manager	-1,256.7	0.0	0.0	-1,256.7	0.0	0.0	0.0	0.0	0	0
<i>As a result of the investment successes of the Treasury Portfolio staff, the Alaska Retirement Management Board (ARMB) approved an action item at its June 2006 board meeting to terminate its relationship with the investment firm, BlackRock, and transferred the assets back to the fixed income portfolio internally managed by Treasury investment officers. External management fees are reduced \$1,256.7 by termination of this contract.</i>												
<i>BlackRock managed fixed income investments for the Public Employee Retirement System, Teachers Employee Retirement System, Judicial Retirement System and Military Retirement System. BlackRock has performed well since inception, both relative to the Lehman Aggregate index and its peers. The net-of-fee performance between BlackRock and the internally managed fixed income portfolio has been comparable.</i>												
		1029 PERS Trust (Other)	-845.0									
		1034 Teach Ret (Other)	-400.3									
		1042 Jud Retire (Other)	-8.0									
		1045 Nat Guard (Other)	-3.4									
FY2010	Dec	AMD: Reduction in Investment Management Fees	-8,546.7	0.0	0.0	-8,546.7	0.0	0.0	0.0	0.0	0	0
<i>A decrement in expenditure authorization is requested for FY2010 to reflect downturn in financial markets and resulting reduction in fees billed by investment managers, as fees are based on net asset values of invested assets.</i>												
		1029 PERS Trust (Other)	-5,842.9									
		1034 Teach Ret (Other)	-2,653.5									
		1042 Jud Retire (Other)	-44.6									
		1045 Nat Guard (Other)	-5.7									
FY2011	Dec	AMD: Replace External Investment Manager with New Investment Officer Position	-850.0	0.0	0.0	-850.0	0.0	0.0	0.0	0.0	0	0
<i>A decrement in expenditure authorization is requested for FY2011 to reflect a decline in management fees resulting from a reduction in actively managed large cap publicly traded stocks as well as a decrease in management fees resulting from manager terminations due to organizational and performance issues and</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board Custody and Management Fees (continued)												
FY2011 AMD: Replace External Investment Manager with New Investment Officer Position (continued) <i>renegotiated contracts at a lower rate.</i>												
<i>If this request is approved Treasury would, with the approval of the Alaska Retirement Management Board, begin investing in emerging markets and frontier markets exchange traded funds (ETFs). ETFs have an embedded cost of approximately 58 basis points versus 100 basis points for management fees by external investment managers. The 42 point difference represents a potential savings to the State by using an in-house investment officer in making the asset allocation decisions.</i>												
	1029 PERS Trust (Other)	-584.6										
	1034 Teach Ret (Other)	-256.3										
	1042 Jud Retire (Other)	-7.1										
	1045 Nat Guard (Other)	-2.0										
FY2014 Increased Investment and Custody Fees	Inc	9,883.8	0.0	0.0	9,883.8	0.0	0.0	0.0	0.0	0	0	0
<i>This increment funds the increase in the cost of investment and custody fees for assets under management. Investment assets under management have experienced a continued growth.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees. Treasury relies on the 5-year expected median return provided by an external investment consultant to project asset values. Projected investment management fees are calculated using projected asset values plus a 5% contingency which is added to allow for unanticipated upswings in market performance and asset values.</i>												
<i>Treasury will continually monitor financial market activity for any significant changes affecting these estimates. In the event of changes in financial markets/net asset values that result in lower investment management fees than those currently projected, any available expenditure authorization that exceeds the amount required to pay investment management and custody fees would lapse back to the pension fund from which the expenditure authorization was appropriated.</i>												
	1029 PERS Trust (Other)	8,753.2										
	1034 Teach Ret (Other)	1,111.1										
	1042 Jud Retire (Other)	19.5										
FY2016 Investment and Custody Fees	Inc	18,200.0	0.0	0.0	18,200.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment funds the increase in the cost of investment and custody fees for assets under management. Investment assets under management have experienced a continued growth.</i>												
<i>Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees. Treasury relies on the 5-year expected return provided by an external investment consultant to project asset values. Projected investment management fees are calculated using projected asset values plus a 5% contingency which is added to allow for unanticipated upswings in market performance and asset values.</i>												
<i>Treasury will continually monitor financial market activity for any significant changes affecting these estimates.</i>												

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Taxation and Treasury (continued)												
Alaska Retirement Management Board Custody and Management Fees (continued)												
FY2016 Investment and Custody Fees (continued)												
1029 PERS Trust (Other)		13,790.4										
1034 Teach Ret (Other)		4,262.1										
1042 Jud Retire (Other)		117.1										
1045 Nat Guard (Other)		30.4										
FY2016 AMD: Technical Adjustment to Change Fund Code from Retirement Systems to Benefit Systems	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Technical adjustment to reduce P/E Retire (1029), Teach Ret (1034), Jud Retire (1042) and increase Ben Sys (1017). This change will allow the Alaska Retirement Management Board to properly allocate costs to the appropriate Alaska Retiree Health Care Trusts.</i>												
1017 Group Ben (Other)		26,762.7										
1029 PERS Trust (Other)		-20,600.8										
1034 Teach Ret (Other)		-6,087.2										
1042 Jud Retire (Other)		-74.7										
* Allocation Total *		63,062.2	0.0	0.0	63,062.2	0.0	0.0	0.0	0.0	0	0	0
Permanent Fund Dividend Division												
FY2006 Declining support from APFC for printing application booklet	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>A fund change is requested to replace interagency receipts previously received through an RSA with the Permanent Fund Corporation (APFC). The APFC is no longer a participant in publishing the Permanent Fund Dividend Application Booklet.</i>												
1007 I/A Rcpts (Other)		-15.0										
1050 PFD Fund (DGF)		15.0										
FY2006 Increased cost of mainframe services for PFD processing	Inc	200.0	0.0	0.0	200.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Permanent Fund Dividend Division requests a FY2006 operating budget increment for \$200.0 in the contractual line item.</i>												
<i>The Permanent Fund Dividend Division's Enterprise Technology Services (ETS) billings for mainframe services are expected to increase \$130.7 for FY2005, with additional increases in FY2006 for a total of \$215.3.</i>												
<i>To achieve the PFD Division's mission and to accomplish the PFD Performance Management Target to pay all eligible applicants timely, the division must maximize the use of computer technology. State mainframe services are essential to processing the 625,000 annual applications and almost two million associated documents. Mainframe functions include:</i>												
<i>PFD application information data base used throughout the process to determine eligibility.</i>												
<i>Initial analysis of applications.</i>												
<i>Automatic generation and printing of specific letters to applicants requesting additional information, if necessary.</i>												
<i>Generation of the dividend direct deposits and checks.</i>												
<i>Mainframe interface with other state, federal and local agencies, for example, Vital Statistics, Division of Motor Vehicles, Child Support Enforcement Division, Department of Law, Corrections, Public Safety, used in eligibility determination and fraud investigations.</i>												

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Taxation and Treasury (continued)												
Permanent Fund Dividend Division (continued)												
FY2006 Increased cost of mainframe services for PFD processing (continued)												
<i>Processing of garnishments and assignments of dividends. PFD historical records storage.</i>												
<i>In addition to the computer services cost increase, contractual costs for leased copiers and space have or will also increase, and personal services are up about \$112.0 in FY2005.</i>												
<i>In spite of these increases, PFD is committed to a Performance Target to reduce the overall per unit cost of application processing. The amount of mainframe printing and the number of mailings have been reduced by eliminating redundancies and by increasing web-based services to the public. The division expects to implement Optical Character Recognition for the 2006 dividend cycle to reduce manual data entry costs.</i>												
<i>Cost saving initiatives, both already implemented and proposed, will cover some of these increases, but in order to maintain the current service level to the public, the PFD Division will need an additional \$200.0 in FY2006.</i>												
1050 PFD Fund (DGF)		200.0										
FY2006 Additional Savings - 2nd Year Fiscal Note Hearing Officer Transfer SB203 SLA2004 (Ch158 SLA2004 Sec2 P40 L30)	Dec	-52.4	0.0	0.0	-52.4	0.0	0.0	0.0	0.0	0	0	0
<i>To record the second year of fiscal note for SB 203, Transfer of Hearing Office from Department of Revenue to Department of Administration. The fiscal note reduced PFD funding for hearing officer services for six months in FY2005, and reduced the remaining funding in FY2006.</i>												
1050 PFD Fund (DGF)		-52.4										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	7.2	7.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund (DGF)		7.2										
FY2007 Change DOA chargeback funding to correct funding source	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Funding to offset increased chargeback rates for statewide services is being transferred to the Permanent Fund Dividend Division. This transaction changes the fund source from general fund to PFD Fund consistent with the way the program is currently funded.</i>												
1004 Gen Fund (UGF)		-55.0										
1050 PFD Fund (DGF)		55.0										
FY2007 Restore PFD funding for hearing officer services	Inc	119.8	0.0	0.0	119.8	0.0	0.0	0.0	0.0	0	0	0
<i>Chapter 163, SLA 2004 (SB203) consolidated hearing officers in the Department of Administration. Related fiscal notes transferred PFD funding from the Department of Revenue to DOA; the funds enabled DOA to provide hearing officer services to the PFD Division.</i>												
<i>DOA has since developed a direct cost billing plan for hearing officer services and is changing their PFD funding to inter-agency receipts. This increment will return the funds to the PFD Division that were transferred out two years ago, and will enable the division to pay for hearing officers based on actual services provided.</i>												
1050 PFD Fund (DGF)		119.8										
FY2007 Rent increase for state-owned facilities	Inc	56.4	0.0	0.0	56.4	0.0	0.0	0.0	0.0	0	0	0
<i>The FY2007 approved Public Building Fund rates for the State Office Building in Juneau reflect an increase of</i>												

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Taxation and Treasury (continued)												
Permanent Fund Dividend Division (continued)												
FY2007 Rent increase for state-owned facilities (continued) <i>40% over FY2006 rates. This translates into an additional \$140,900 in rent costs for the Department of Revenue. This increment request will fund the amount of the rent increase from FY2006 to FY2007 for this component.</i>												
1050 PFD Fund (DGF)		56.4										
FY2008 myAlaska Online PFD Application Support Costs <i>A web service called "myAlaska" is used by PFD Division to validate online applicants and to provide the electronic signature function necessary for receiving online PFD applications. This service is provided by Department of Administration, Enterprise Technology Services (ETS), and for the first few years of myAlaska operation, DOA did not charge user agencies for support costs. Beginning in FY2007, myAlaska support costs are being charged back to the agencies such as PFD that use this service.</i>	Inc	70.0	0.0	0.0	70.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund (DGF)		70.0										
FY2008 United States Postal Service Postage Rate Increase <i>The PFD Division spends some \$283.0 annually on postage and related costs. Postage rates increased 5.4% in 2006 and we are advised of an additional 8% increase effective January 1, 2008. Every effort has been made to reduce mailouts, however, mass mailing of the application booklets, warrants, direct deposit advices, and requests for information are still a necessary part of PFD operations.</i>	Inc	38.0	0.0	0.0	38.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund (DGF)		38.0										
FY2008 Hearing Officer Chargeback Cost Increases <i>The PFD Division requests an increment to help pay for DOA's hearing officers to hear PFD appeals, a service that was provided in-house until FY2006. PFD Division has previously been appropriated \$119.8 for Office of Administrative Hearing (OAH) costs. In FY2006, the division was billed a total of \$170.5 for hearing officer services, and received a supplemental appropriation of \$49.9 to help cover the cost.</i>	Inc	71.0	0.0	0.0	71.0	0.0	0.0	0.0	0.0	0	0	0
<i>OAH has estimated a total cost of \$152.0 for FY2007, however, division records indicate that the appeal workload is increasing and that the cost for both FY2007 and FY2008 will be at least as high as FY2006. Based on anticipated appeal workload and the OAH rates for hearing officer services, the division projects the need for an additional \$71.0 to cover these chargeback costs for FY2008.</i>												
1050 PFD Fund (DGF)		71.0										
FY2009 Ch. 41, SLA 2008 (HB 166) Perm. Fund Div.: Contribution/Executions 1108 Stat Desig (Other)	FisNot	542.5	136.1	4.2	383.2	0.0	19.0	0.0	0.0	2	0	0
FY2009 Ch. 75, SLA 2008 (SB 265) Sex Offenders & Child Kidnappers: PFD 1050 PFD Fund (DGF)	FisNot	60.0	60.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
L FY2009 Alaska Resource Rebate Special Session - Alaska Resource Rebate Program Administrative Costs 1004 Gen Fund (UGF)	Special	600.0	0.0	0.0	600.0	0.0	0.0	0.0	0.0	0	0	0
FY2010 Variable cost increases due to the increasing number of dividend applicants and public inquiries <i>All areas of public contact in the PFD Division (PFDD) have seen increases as the amount of the dividend continues to rise. Following the highest dividend amount in the program's history, it is forecasted that the PFD program will have a significant rise in first-time applicants in 2010. External costs related to the increased number</i>	Inc	101.0	0.0	0.0	101.0	0.0	0.0	0.0	0.0	0	0	0

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Taxation and Treasury (continued)												
Permanent Fund Dividend Division (continued)												
FY2010 Variable cost increases due to the increasing number of dividend applicants and public inquiries (continued) <i>of applicants and public inquiries, such as postage, telephones, and printing, are also forecasted to increase.</i>												
<i>According to the USPS, postage rate increases will continue every year in May through 2012. Postage on the estimated 360,000 direct deposit advices PFD will mail next year will cost approximately \$125.0 based on the per piece estimate for 2009. This is an increase of \$40.0 from 2007. An estimated 100,000 warrants will increase postage costs \$13.0 over 2007. A rise in applicant information request letters concurrent with a rise in public contact will also increase the per piece mail totals for 2010. The postage increase estimate for these mailings is \$3.0. In total, postage costs for the division are expected to increase \$56.0.</i>												
<i>The increase in public contact has also had an effect on the division's long distance telephone costs. From FY2007 to FY2008 long distance costs increased by 50%, and in the first quarter of FY2009 the increase was 130% over 2008. Heightened public awareness of the program and the decision to change the way application booklets are distributed are expected to lead to another spike in public phone contact. Implementation of a year-round call center will help alleviate telephone hold times and enable the PFD staff to respond to public inquiries in a timely fashion. The division projects that the cost of long distance service will increase \$15.0 in FY2010.</i>												
<i>In 2010 the PFDD will replace the mass mailing of a full-sized application booklet to all residents of the state of Alaska with a brochure or pamphlet detailing how and where to apply online. Application booklets will be available at community distribution centers. In spite of these changes, printing and associated application costs are estimated to increase by \$30.0.</i>												
1050 PFD Fund (DGF)		101.0										
FY2011 Dot.Net Training for Information Technology Staff	IncOTI	100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Permanent Fund Dividend Division requests one-time funding to bring in a Dot.Net trainer for their programming staff rather than send all staff members to out-of-state training. The Department of Revenue will be able to send programmers from other divisions to this in-house training to capitalize on the one-time set cost.</i>												
1050 PFD Fund (DGF)		100.0										
FY2011 AMD: Increased Cost for Bandwidth during Dividend Filing Season	Inc	25.0	0.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0
<i>Permanent Fund Dividend (PFD) applicant filing season runs annually from January through March. Demand by the public for internet access to PFD, Gavel to Gavel, and other State websites during this period has increased dramatically, especially with at least 75% of PFD applicants filing online. On a daily basis, demand exceeds the State's available bandwidth causing a slowdown of all State activity online.</i>												
<i>At the request of the Department of Administration, Enterprise Technology Services (ETS), the Permanent Fund Dividend Division is requesting an increment equal to the cost of obtaining additional bandwidth sufficient to meet the State's needs for one of the three months. ETS will be working with other State entities and the service provider to cover the remaining cost during the peak season.</i>												
1050 PFD Fund (DGF)		25.0										
FY2011 AMD: Central Mailroom Equipment Replacement	IncOTI	42.0	0.0	0.0	0.0	0.0	42.0	0.0	0.0	0	0	0
<i>The Central Mailroom, operated by the Department of Administration (DOA), uses a specialized piece of mailing equipment for pressure sealing documents such as the IRS form 1099. Current demands on this piece of</i>												

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Taxation and Treasury (continued)												
Permanent Fund Dividend Division (continued)												
FY2011 AMD: Central Mailroom Equipment Replacement (continued)												
<i>equipment have exceeded its useful life, and Central Mail has been advised that further repairs are not feasible. The pressure sealer must be replaced prior to the mailing of tax documents for 2010. As the primary user of this equipment, the Permanent Fund Dividend Division has been asked to reimburse DOA for nearly 84% of its cost, or \$42.0. This is a one-time request.</i>												
		1050 PFD Fund (DGF)	42.0									
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-2.4	0.0	-2.4	0.0	0.0	0.0	0.0	0.0	0	0	0
		1050 PFD Fund (DGF)	-2.4									
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	2.6	2.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$2.6</i>												
		1050 PFD Fund (DGF)	2.6									
FY2011 Ch. 22, SLA 2010 (SB 171) PERMANENT FUND DIVIDEND FOR DECEASED	FisNot	132.5	84.0	0.0	43.5	5.0	0.0	0.0	0.0	1	0	0
		1004 Gen Fund (UGF)	64.0									
		1005 GF/Prgm (DGF)	68.5									
L FY2012 Sec 34(a), SB 46 - Permanent Fund Dividend Division Software Training	Special	100.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	0	0	0
<i>* Sec. 34. DEPARTMENT OF REVENUE. (a) The sum of \$100,000 is appropriated from the dividend fund (AS 43.23.045(a)) to the Department of Revenue, permanent fund dividend division, to provide programming staff with software training for the fiscal year ending June 30, 2012.</i>												
		1050 PFD Fund (DGF)	100.0									
FY2015 Delete Long-Term Vacant Positions (04-6062, 04-6079)	Dec	-77.0	-77.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	-1	0
<i>The following vacant positions are being deleted: Full-time Office Assistant II (04-6062), range 10, located in Juneau Part-time Office Assistant I (04-6079), range 8, located in Juneau</i>												
		1050 PFD Fund (DGF)	-77.0									
FY2015 Fund source change from UGF to GF/PR for services provided under the Pick Click Give Program	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		1004 Gen Fund (UGF)	-66.9									
		1005 GF/Prgm (DGF)	66.9									
FY2017 Utilize 7% Coordination Fees Collected under AS 43.23.062(m) - Pick Click Give Program	Inc	232.8	0.0	0.0	232.8	0.0	0.0	0.0	0.0	0	0	0
<i>FY2017 Language: DEPARTMENT OF REVENUE. Program receipts collected as coordination fees to pay an agent or contractor for administering the contribution program under AS 43.23.062(m), estimated to be \$225,000, are appropriated to the Department of Revenue, Permanent Fund Dividend Division for the fiscal year ending June 30, 2017.</i>												

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Taxation and Treasury (continued)												
Permanent Fund Dividend Division (continued)												
FY2017 Utilize 7% Coordination Fees Collected under AS 43.23.062(m) - Pick Click Give Program (continued)												
<i>The amount allocated for the Permanent Fund Dividend includes the unexpended and unobligated balance on June 30, 2016, of the receipts collected by the Department of Revenue for coordination fees provided under AS 43.23.062(m).</i>												
	1005 GF/Prgm (DGF)	232.8										
* Allocation Total *		2,369.0	212.9	1.8	1,988.3	5.0	61.0	0.0	100.0	3	-1	0
** Appropriation Total **		99,817.6	7,705.0	48.3	61,718.1	113.3	-1.0	55.0	30,178.9	22	-1	1
Child Support Services												
Child Support Services Division												
	FY2006 Correct FY05 salary adjustment from unrealizable funding source	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>As a correction to a change record from FY2005, this funding is used as state match and therefore, to avoid the possibility of over-matching federal funds, should not be included directly in CSSD's budget.</i>												
	1133 CSSD Admin (Fed)		-0.3									
	1156 Rcpt Svcs (DGF)		0.3									
	FY2006 Increased cost of mainframe services for Child Support system	Inc	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0	0	0
<i>This increment is required to meet anticipated increases in mainframe processing charges. CSSD is required by federal law to operate an automated child support enforcement system. The system contains an electronic case file in which all case automated and manual case activities are performed and recorded. Without access to computers and the processing of case information, caseworkers cannot do their job as part of the division's mission to collect and distribute child support.</i>												
<i>A reduction in data processing services could result in CSSD not being able to meet budget performance measures, such as current collections, cases with arrears collections and reducing cases with no collections for one year.</i>												
<i>Several of the budget measures are also federal incentive measures. The inability to meet federal incentive measures would result in the loss of federal incentive revenue which can be used as match. A more critical aspect is the lack of data processing support could result in failure of the federal data reliability audit, which would result in the entire loss of one or more incentives. The loss of any one incentive would mean a loss of at least \$300,000 dollars in federal funding that could then not be used by the state to match an additional \$600,000 in federal funds. Therefore, the total loss to the state would be \$900,000.</i>												
<i>The CSSD budget is 64% personal services. Any reduction to pay for these increased costs would come from this area and would likely have the same effect on results.</i>												
	1002 Fed Rcpts (Fed)		165.0									
	1156 Rcpt Svcs (DGF)		85.0									
L	FY2006 Provision to access additional receipts to use as match for maximizing federal funding	Lang	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
L	FY2006 Receipts collected as cost recovery from paternity testing	Lang	43.0	0.0	0.0	43.0	0.0	0.0	0.0	0	0	0
	1156 Rcpt Svcs (DGF)		43.0									

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2006 AMD: Change in funding due to transfer of hearing officers to DOA	Inc	261.1	0.0	0.0	261.1	0.0	0.0	0.0	0.0	0	0	0
<i>The Child Support Services Division (CSSD) requests funds to pay for the contractual cost of using services provided by hearing officers in the Department of Administration.</i>												
<i>Prior to January 1, 2005, the Department of Revenue (DOR) employed its own hearing officers who provided services to CSSD and other divisions. CSSD paid for these services through the department's indirect cost rate plan, which recovered a percentage of indirect costs from CSSD's federal program.</i>												
<i>With the passage of SB 203 (CH 163 SLA 2004) the DOR hearing officer positions were transferred to the Department of Administration to form a consolidated Office of Administrative Hearings. Although the fiscal note for SB 203 transferred budget authority for CSSD Admin Receipts, DOA is not able to collect indirect cost receipts from CSSD's federal program. The department has been advised that hearing officer services obtained from DOA are now a direct cost for the Child Support Services Division, and are no longer eligible for federal financial participation due to a statutory name change from hearing officer to administrative law judge. As a result, DOA is requesting a fund source change from CSSD Admin receipts to inter-agency receipts; and CSSD is requesting an increment for receipt supported services.</i>												
<i>This funding is needed to provide formal hearing appeals as required by Alaska statute. The Child Support Services Division would be required to pay hearing officer costs of \$261.1. Since CSSD would be required to use funding that is now used to match federal funds, the division would lose \$767.9 (261.1 state funds and \$506.8 federal funds). The division would have increased expenditures of the \$261.1 in its FY2006 spending plan with reduced funding of \$767.9. The cumulative impact to the child support program would be a reduction of \$1,029.0. The division would be forced to reduce expenditures by this amount. The bulk of this reduction would be in personal services. CSSD would leave 20 caseworker positions vacant for the entire year.</i>												
<i>A reduction of 20 positions would result in a decrease in collections of approximately 7%. That would mean a decrease of \$6.8 million. Custodial parents and children would lose approximately \$5.8 million and welfare reimbursements would be reduced \$1,050.0 of which the state would lose approximately \$490.0 and the federal government would lose \$560.0.</i>												
<i>In addition, incentive funding from the federal government could decrease since CSSD would not be able to maintain its current level of performance in the required areas. Also, failure to meet other federal child support requirements could jeopardize the federal block grant to Division of Public Assistance for Temporary Assistance for Needy Families (TANF).</i>												
1156 Rcpt Svcs (DGF)		261.1										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	7.1	7.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts (Fed)		4.7										
1156 Rcpt Svcs (DGF)		2.4										
FY2007 Federally reimbursable hearing officer services	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Chapter 163, SLA 2004 (SB203) transferred the Department of Revenue hearing officer positions to the Department of Administration and renamed those positions in statute from Hearing Officers to Administrative Law Judges. The federal government subsequently notified the state that services provided by Administrative Law Judges were not eligible for federal financial participation. As a result, Child Support Services Division requested</i>												

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2007 Federally reimbursable hearing officer services (continued)												
<i>and received an increment in the FY2006 budget for \$261.1 in receipt supported services (RSS) to cover the unanticipated cost of the hearing officer services.</i>												
<i>During FY2006, the federal government changed their decision to allow Administrative Law Judges to work on child support cases. These costs are now federally reimbursable under the Child Support Enforcement program. This fund source change adjusts 66% of the \$261.1 increment received in FY2006 from RSS to federal receipts to reflect the ratio of state and federal funding for this program.</i>												
	1002 Fed Rcpts (Fed)	172.3										
	1156 Rcpt Svcs (DGF)	-172.3										
FY2007 New Juvenile Justice Grant	Inc	100.0	100.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Child Support Services Division was awarded a 100% federally funded grant by the Department of Justice, Office of Juvenile Justice and Delinquency Prevention to assist the division in collecting child support on "hard to collect" cases. Presently, there are approximately 5,000 child support cases, 10% of which no payments have been received within the past year. This two year project will allow the division to intensify its efforts to collect child support on these hard to collect cases by assembling a team of two highly qualified Child Support Specialists, an Investigator and two Department of Law attorneys to actively work these cases. The division is utilizing existing positions to work on these cases by shifting their existing workloads to other Child Support Specialists so this team can fully focus on these hard to collect cases.</i>												
<i>The division's goal for this project is to increase the financial and emotional support of Alaska's children by increasing the number of child support cases in which some child support is collected and distributed as well as decreasing the amount of cases with no collections for a year.</i>												
	1002 Fed Rcpts (Fed)	100.0										
FY2007 AMD: Increased Hearing Officer costs	Inc	123.1	0.0	0.0	123.1	0.0	0.0	0.0	0.0	0	0	0
<i>Chapter 163, SLA 2004 (SB203) consolidated hearing officers in the Department of Administration (DOA). Hearings for the Division transferred from the Department of Revenue Commissioner's Office to the new Office of Administrative Hearings in the Department of Administration.</i>												
<i>DOA has projected that CSSD's cost for this service in FY2007 is \$384.2. CSSD received an increment in FY2006 for hearing officer services for \$261.1; this increment is for the difference between the FY2007 cost and available funding.</i>												
	1002 Fed Rcpts (Fed)	81.2										
	1156 Rcpt Svcs (DGF)	41.9										
FY2008 Realign Federal Funding of Child Support program	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Child Support Services Division requests a fund source change from federal receipt authority to federal incentive receipts to align budget authority with available revenue sources. Federal incentive receipts are awarded annually under the Child Support Enforcement program based on each state's performance relative to other states.</i>												
	1002 Fed Rcpts (Fed)	-32.2										
	1016 CSSD Fed (Fed)	32.2										
FY2008 PERS adjustment of unrealizable receipts	Dec	-1,754.6	-1,754.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	1002 Fed Rcpts (Fed)	-1,295.7										
	1156 Rcpt Svcs (DGF)	-458.9										

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2008 State funding carry-forward to maximize federal match and add expected additional incentive payments	Inc	1,158.5	1,158.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1016 CSSD Fed (Fed)		132.9										
1156 Rcpt Svcs (DGF)		1,025.6										
L FY2010 Increase in Recovered Paternity Testing Fees, Sec 16(b), Ch 12, SLA09, P73, L21	Lang	3.0	0.0	0.0	3.0	0.0	0.0	0.0	0.0	0	0	0
<i>The division requests additional authorization to expend the paternity receipts collected as cost recovery under AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f).</i>												
1156 Rcpt Svcs (DGF)		3.0										
L FY2010 FY10 Economic Stimulus Funding Adjustment, Sec 13 (a & b), Ch 17, SLA09, P18, L4 & 10	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This request is the result of language changes in the federal economic stimulus package that temporarily changes how the Child Support Services Division (CSSD) can utilize existing federal incentive dollars. The overall amount of the annual CSSD operating budget is not increased, nor are there any new programs established.</i>												
<i>Instead, the American Recovery and Reinvestment Act of 2009 (ARRA) allows the state to return to using earned federal incentive receipts as part of the required state match funding (34%), which reduces the amount of state funding needed as match and increases the amount of federal receipts that can be collected as part of the 66% federal financial participation rate (FFP).</i>												
<i>When the ARRA provision expires on September 30, 2010, the division will no longer be able to use the federal incentive funds as a match to "regular" federal funds. Upon expiration of the ARRA, the state will need to readjust the ratio of state and federal funding for this program.</i>												
<i>The division's receipt supported services funds are from Temporary Assistance to Needy Families (TANF) cases. The \$1,181.1 decrease in receipt supported services is due to the declining number of TANF cases (down 21.3% between FY2005 and FY2008) due to the success of welfare reform and the growth in the new tribal TANF programs.</i>												
1002 Fed Rcpts (Fed)		-612.4										
1003 G/F Match (UGF)		400.0										
1156 Rcpt Svcs (DGF)		-1,118.1										
1212 Stimulus09 (Fed)		1,330.5										
FY2011 Funding source adjustment due to declining receipts and ARRA stimulus lapsing	IncOTI	1,247.9	1,247.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts (Fed)		421.1										
1003 G/F Match (UGF)		826.8										
FY2011 Funding source adjustment due to declining receipts	Dec	-1,544.9	-1,544.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1156 Rcpt Svcs (DGF)		-1,544.9										
FY2011 Budget Clarification Project - Transfer to GF Match eliminating reliance on declining receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		5,448.7										
1004 Gen Fund (UGF)		505.3										
1156 Rcpt Svcs (DGF)		-5,954.0										
L FY2011 Budget Clarification Project - Paternity Test Receipts	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2011 Budget Clarification Project - Paternity												
Test Receipts (continued)												
		1005 GF/Prgm (DGF)	46.0									
		1156 Rcpt Svcs (DGF)	-46.0									
		FY2011 Authorization of FFY10 Stimulus funding (ARRA)										
	Inc0TI	1212 Stimulus09 (Fed)	297.0	297.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		FY2011 Reduce general fund travel line item by 10 percent.										
	Dec	1003 G/F Match (UGF)	-0.5	0.0	-0.5	0.0	0.0	0.0	0.0	0	0	0
		FY2011 Correct Unrealizable Fund Sources in the FY2011										
	FndChg	GGU Year 1 Salary and Health insurance	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This change is consistent with the fund source changes implemented by the legislature which converted RSS to GFM in CSSD's budget.</i>												
		1003 G/F Match (UGF)	169.3									
		1156 Rcpt Svcs (DGF)	-169.3									
		FY2011 Correct Unrealizable Fund Sources in the FY2011										
	FndChg	GGU Year 1 Salary and Health insurance	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This change is consistent with the fund source changes implemented by the legislature which converted RSS to GFM in CSSD's budget.</i>												
		1003 G/F Match (UGF)	64.3									
		1156 Rcpt Svcs (DGF)	-64.3									
		FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered										
	FisNot	Employees Salary Increase	5.2	5.2	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$5.2</i>												
		1002 Fed Rcpts (Fed)	3.4									
		1003 G/F Match (UGF)	1.8									
		FY2012 Restore Base to pre-ARRA Level										
	IncM	<i>The Child Support Services Division is requesting this increment to restore the base budget to the pre ARRA level which will allow the division to maintain the same level of service.</i>	1,544.9	1,494.9	0.0	50.0	0.0	0.0	0.0	0	0	0
		1003 G/F Match (UGF)	1,544.9									
L		FY2012 FY12 Estimate for Cost Recovery of Paternity Testing										
	Lang	1005 GF/Prgm (DGF)	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0	0	0
L		FY2012 AMD: Fund the required 34% state match of federal										
	Lang	receipts received for child support enforcement efforts for FY12	778.7	0.0	0.0	0.0	0.0	0.0	778.7	0	0	0
		1004 Gen Fund (UGF)	778.7									
		FY2013 AMD: Child Support Enforcement Efforts Federal										
	IncM	Match	1,044.0	1,044.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This amendment deletes section 19(a) and (b) for federal incentive payments to be used as state matching funds. The appropriation for state match will be requested in section 1 and increased by \$265.3 for a total request of \$1,044.0 to recalculate the 34% match rate.</i>												
<i>FY2013 December budget -- \$28,096.5</i>												
<i>FY2013 Amendment -- \$265.3</i>												
<i>TOTAL FY2013 -- \$28,361.8</i>												

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2013 AMD: Child Support Enforcement Efforts Federal Match (continued)												
		1,044.0										
L	FY2013 Sec 19, Ch 15, SLA 2012 (HB 284) - FY13 Estimate of Cost Recovery for Paternity Testing \$46.0 paternity testing program receipts 1005 GF/Prgm (DGF)	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
L	FY2014 Reverse FY2013 Estimate of Cost Recovery for CSSD Paternity Testing Sec 19, Ch 15, SLA 2012 Reverse the language section estimate of program receipts collected as cost recovery for paternity testing. 1005 GF/Prgm (DGF)	-46.0	0.0	0.0	-46.0	0.0	0.0	0.0	0.0	0	0	0
L	FY2014 Estimate of Cost Recovery for CSSD Paternity Testing (Sec 21, HB 65) Restore the language section estimate of program receipts collected as cost recovery for paternity testing. 1005 GF/Prgm (DGF)	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
	FY2014 Reduce Capital Outlay 1004 Gen Fund (UGF)	-35.0	0.0	0.0	0.0	0.0	-35.0	0.0	0.0	0	0	0
L	FY2015 Sec 21, HB266 - FY15 Estimate of Cost Recovery for CSSD Paternity Testing Restore the language section estimate of program receipts collected as cost recovery for paternity testing. 1005 GF/Prgm (DGF)	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
	FY2015 Reduction in Contractual Services The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services. 1003 G/F Match (UGF)	-93.5	0.0	0.0	-93.5	0.0	0.0	0.0	0.0	0	0	0
L	FY2016 Sec 19, HB72 - Restore FY16 Estimate of Cost Recovery for Child Support Services Division Paternity Testing FY2016 Language: Sec. 16. DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for paternity testing administered by the child support services agency, as required under AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be \$46,000, are appropriated to the Department of Revenue, child support services agency, for child support activities for the fiscal year ending June 30, 2016. 1005 GF/Prgm (DGF)	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
	FY2016 AMD: Reduce Authority to Close Juneau and Wasilla Offices Child Support Services Division (CSSD) has three field offices located in Juneau, Fairbanks, and Wasilla. Wasilla clients can come to Anchorage (40 minute drive) to take care of in person business. Juneau sees very little foot traffic. Staff in both offices would be moved to Anchorage. Staff from these two offices would be better trained and thus able to carry a full caseload and the positions would be much easier to fill when vacant. Both locations could be closed, which would save on lease expenses. 1003 G/F Match (UGF)	-11.5	0.0	0.0	-11.5	0.0	0.0	0.0	0.0	0	0	0
	FY2016 AMD: Reduction in Paternity Testing	-4.3	0.0	-4.3	0.0	0.0	0.0	0.0	0.0	0	0	0

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Child Support Services (continued)												
Child Support Services Division (continued)												
FY2016 AMD: Reduction in Paternity Testing (continued) <i>Child Support Services Division (CSSD) clients are flown to hub communities at CSSD expense for paternity testing. This testing could be completed in the client's home location by a public health nurse or local health clinic staff.</i>												
1003 G/F Match (UGF)		-4.3										
FY2016 AMD: Reduce Authority for Law Reimbursable Services Agreement <i>Current, the state allows the public to obtain free legal assistance at the expense of Child Support Services Division (CSSD). CSSD could provide a service to the public without incurring expenses with the Department of Law by providing rough calculations to determine if a Motion for Modification is appropriate, and then refer the clients directly to court rather than filing on their behalf. This would require statute/regulation changes (15 AAC 125.325(c)).</i>	Dec	-255.0	0.0	0.0	-255.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		-255.0										
FY2016 AMD: Reduce Authority for Implementation of Pre-Paid Debit Cards as Default Payment Method <i>Child Support Services Division (CSSD) currently give custodial parents the option of receiving their payments either by paper, check, direct deposit, or pre-paid debit cards. Savings can be realized by making the pre-paid cards and electronic deposit the default method for payments. Paper checks would require a specific election. This will reduce the cost of check stock, envelopes and postage.</i>	Dec	-28.0	0.0	0.0	-28.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		-28.0										
FY2016 AMD: Reduce Authority due to Completion of Imaging Project <i>Child Support Services Division (CSSD) currently spends \$80,000 a year on archive storage. CSSD has the capacity to image all files, but a focused effort is needed to complete the move from hard files to imaged. CSSD would need to hire a long-term non-permanent employee and train them to work solely on the imaging project. Estimated completion of the project is one year. With all file imaged, less storage space would be required, eliminating archived storage fees.</i>	Dec	-27.2	0.0	0.0	-27.2	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		-27.2										
FY2016 AMD: Reduction for Criminal Investigations Unit Reimbursable Services Agreement <i>The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. Through a reorganization in the Criminal Investigations Unit, the Child Support Services Division will be charged less through a reimbursable services agreement.</i>	Dec	-20.6	0.0	0.0	-20.6	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		-20.6										
FY2016 AMD: Reduction in Foster Care Cases <i>If foster care duties are moved back to Child Support Specialist I position, Child Support Services Division could reduce general fund expenditures by collecting federal funds for this position.</i>	Dec	-50.0	-50.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match (UGF)		-50.0										
FY2016 AMD: Reduction for Interactive Voice Response Account Balance System <i>Child Support Services Division (CSSD) currently sends out monthly statements to clients. These mail-outs could be reduced to a quarterly mail-out if CSSD is able to meet the federal exemption requirements. This will require programming the current system to provide clients with the information specified by the federal government. CSSD may need to hire a contractor to complete the work. There would be a significant savings on postage</i>	Dec	-54.4	0.0	0.0	-54.4	0.0	0.0	0.0	0.0	0	0	0

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Child Support Services (continued)												
Child Support Services Division (continued)												
FY2016 AMD: Reduction for Interactive Voice Response Account Balance System (continued) <i>(assuming 480,000 statements the department could save 160,000 a year), handling, equipment wear and tear, envelope and paper costs, and staff time.</i>												
1003 G/F Match (UGF)		-54.4										
FY2016 AMD: Reduce Authority to Comply with Target Reduction	Dec	-156.2	-156.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>In order to comply with the \$525.0 unallocated target reduction, Child Support Services Division is reducing authorization in personal services.</i>												
1003 G/F Match (UGF)		-156.2										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	134.8	134.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
1003 G/F Match (UGF)		134.2										
1004 Gen Fund (UGF)		0.6										
FY2017 Reduce Personal Services Authorization	Dec	-651.2	-651.2	0.0	0.0	0.0	0.0	0.0	0.0	-5	0	0
<i>This reduction in personal services authorization will result in the deletion of 5 positions. Despite this cut, the division will continue to provide full and robust services to its clients by working more efficiently and incorporating technology into routine processes.</i>												
<i>Full-time Child Support Manager (04-7046), range 21, located in Anchorage</i>												
<i>Full-time Child Support Manager (04-7059), range 21, located in Anchorage</i>												
<i>Full-time Audit & Review Analyst (04-7079), range 21, located in Anchorage</i>												
<i>Full-time Investigator III (04-7149), range 18, located in Anchorage</i>												
<i>Full-time Audit & Review Analyst (04-7151), range 21, located in Anchorage</i>												
1002 Fed Rcpts (Fed)		-429.8										
1003 G/F Match (UGF)		-221.4										
FY2017 Furlough for Exempt and Partially-Exempt Employees	Dec	-3.8	-3.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue will implement partial furloughs for exempt and partially-exempt positions. Furloughs will be necessary for the department to meet budgetary constraints.</i>												
1002 Fed Rcpts (Fed)		-2.5										
1003 G/F Match (UGF)		-1.3										
* Allocation Total *		2,491.6	1,328.7	-4.8	424.0	0.0	-35.0	0.0	778.7	-5	0	0
** Appropriation Total **		2,491.6	1,328.7	-4.8	424.0	0.0	-35.0	0.0	778.7	-5	0	0
Administration and Support												
Commissioner's Office												
FY2006 Additional Savings - 2nd Year Fiscal Note for Hearing Officer Transfer SB203 SLA2004 (Ch 158 SLA2004 Sec2 P40 L30)	Dec	-203.4	-198.1	-1.7	-2.9	-0.7	0.0	0.0	0.0	0	0	0
<i>To record the second year of fiscal note for SB 203, Transfer of Hearing Officers from Department of Revenue to Department of Administration, which reflects a reduction in funding for the DOR Commissioner's Office.</i>												
1004 Gen Fund (UGF)		-22.7										
1007 I/A Rcpts (Other)		-52.4										
1133 CSSD Admin (Fed)		-128.3										

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Administration and Support (continued)												
Commissioner's Office (continued)												
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	25.7	25.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		15.9										
1007 I/A Rcpts (Other)		9.8										
FY2006 Ch. 53, SLA 2005 (HB 98) Commissioner increase	FisNot	35.1	35.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		35.1										
FY2007 Restore indirect cost recovery receipts transferred to DOA for Hearing Officers	Inc	256.6	0.0	0.0	256.6	0.0	0.0	0.0	0.0	0	0	0
<i>With the passage of SB 203 (CH 163 SLA 2004) the Department of Revenue hearing officer positions were transferred to the Department of Administration to form a consolidated Office of Administrative Hearings. Although the fiscal note for SB 203 transferred budget authority for CSSD Admin Receipts, DOA is not able to collect indirect cost receipts from Child Support Services' federal program. This increment restores the CSSD Admin Receipts to the Department of Revenue where the indirect cost receipts can be collected and used to pay for these services.</i>												
1133 CSSD Admin (Fed)		256.6										
FY2008 AMD: Reverse fiscal note for Stranded Gas Act (CH 4, SLA 2003, HB16) and delete one position	Dec	-867.5	-57.5	0.0	-810.0	0.0	0.0	0.0	0.0	-1	0	0
<i>Reverse the fiscal note for CH 4, SLA 2003 (HB 16) which appropriated \$867.5 and one position for the gasoline development project. The position being deleted is located in the Anchorage Commissioner's Office and is vacant. The Fiscal Note for this act provided funding for only 2 years.</i>												
1004 Gen Fund (UGF)		-117.5										
1108 Stat Desig (Other)		-750.0										
FY2009 Delete position transferrd from ANGDA and associated funding	Dec	-88.9	-88.9	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
1004 Gen Fund (UGF)		-33.3										
1007 I/A Rcpts (Other)		-55.6										
FY2009 AMD: Correct Unrealizable Fund Sources for Salary Adjustments: Exempt	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		6.8										
1133 CSSD Admin (Fed)		-6.8										
FY2010 Delete Special Assistant to the Commissioner	Dec	-119.0	-119.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
1004 Gen Fund (UGF)		-46.4										
1007 I/A Rcpts (Other)		-72.6										
FY2011 Correct Unrealizable Fund Sources in the Health Insurance increases for Noncovered Employees	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Commissioner's Office component receives a share of its funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program.</i>												
<i>The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently</i>												

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Administration and Support (continued)												
Commissioner's Office (continued)												
FY2011 Correct Unrealizable Fund Sources in the Health Insurance increases for Noncovered Employees (continued)												
<i>collectible and is not projected to be collectible in FY2011. This fund change keeps the amount of uncollectible receipt authority in the Commissioner's Office budget from getting larger, and provides a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		2.0										
1133 CSSD Admin (Fed)		-2.0										
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-1.5	0.0	-1.5	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-1.5										
FY2011 Correct Unrealizable Fund Sources in the FY2011 GGU Year 1 Salary and Health insurance	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Commissioner's Office and Admin Services Division components receive a share of their funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program. The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2011. This fund change will keep the amount of uncollectible receipt authority from growing, and provide a usable funding source for the salary adjustments</i>												
1004 Gen Fund (UGF)		0.9										
1133 CSSD Admin (Fed)		-0.9										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	4.6	4.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$4.6</i>												
1004 Gen Fund (UGF)		1.7										
1007 I/A Rcpts (Other)		1.5										
1133 CSSD Admin (Fed)		1.4										
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		1.4										
1133 CSSD Admin (Fed)		-1.4										
FY2012 Correct Unrealizable Fund Sources for Personal Services Increases	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Commissioner's Office and Administrative Services Division components receive a share of their funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program. The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2012. This fund change will keep the amount of uncollectible receipt authority from increasing, and provide a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		4.5										
1133 CSSD Admin (Fed)		-4.5										

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Administration and Support (continued)												
Commissioner's Office (continued)												
FY2014 Ch. 10, SLA 2013 (SB 21) OIL AND GAS PRODUCTION TAX	FisNot	34.6	0.0	4.6	0.0	30.0	0.0	0.0	0.0	0	0	0
<i>House Finance Committee substitute added language requiring an updated fiscal note from Revenue.</i>												
1004 Gen Fund (UGF)		34.6										
FY2015 Reduction in Contractual Services	Dec	-15.0	0.0	0.0	-15.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.</i>												
1004 Gen Fund (UGF)		-15.0										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	4.3	4.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
1004 Gen Fund (UGF)		4.3										
FY2017 Furlough for Exempt and Partially-Exempt Employees	Dec	-1.4	-1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue will implement partial furloughs for exempt and partially-exempt positions. Furloughs will be necessary for the department to meet budgetary constraints.</i>												
1004 Gen Fund (UGF)		-1.4										
* Allocation Total *		-935.8	-395.2	1.4	-571.3	29.3	0.0	0.0	0.0	-3	0	0
Administrative Services												
FY2006 Human Resources consolidation increased costs	Inc	14.9	14.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Additional funds are necessary to fund increased costs in the Division of Personnel for the allocation of consolidated human resources services. This increment covers this department's share of the increased costs and change in rate allocation methodology.</i>												
1004 Gen Fund (UGF)		14.9										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	7.2	7.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		4.6										
1007 I/A Rcpts (Other)		2.6										
FY2009 AMD: Correct Unrealizable Fund Sources for Salary Adjustments: SU	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The CSSD Administrative Cost Reimbursement fund source is uncollectable for the SU pay increase.</i>												
1004 Gen Fund (UGF)		13.0										
1133 CSSD Admin (Fed)		-13.0										
FY2009 AMD: Correct Unrealizable Fund Sources for Salary Adjustments: Exempt	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		3.8										
1133 CSSD Admin (Fed)		-3.8										
FY2011 Correct Unrealizable Fund Sources in the Health Insurance increases for Noncovered Employees	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Administrative Services component receives a share of its funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Administration and Support (continued)												
Administrative Services (continued)												
FY2011 Correct Unrealizable Fund Sources in the Health Insurance increases for Noncovered Employees (continued)												
<i>is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program.</i>												
<i>The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2011. This fund change keeps the amount of uncollectible receipt authority in the Administrative Services budget from getting larger, and provides a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		0.8										
1133 CSSD Admin (Fed)		-0.8										
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-0.6	0.0	-0.6	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-0.6										
FY2011 Correct Unrealizable Fund Sources in the FY2011	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
GGU Year 1 Salary and Health insurance												
<i>The Commissioner's Office and Admin Services Division components receive a share of their funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program. The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2011. This fund change will keep the amount of uncollectible receipt authority from growing, and provide a usable funding source for the salary adjustments</i>												
1004 Gen Fund (UGF)		11.3										
1133 CSSD Admin (Fed)		-11.3										
FY2011 Correct Unrealizable Fund Sources in the FY2011	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
GGU Year 1 Salary and Health insurance												
<i>The Commissioner's Office and Admin Services Division components receive a share of their funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program. The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2011. This fund change will keep the amount of uncollectible receipt authority from growing, and provide a usable funding source for the salary adjustments</i>												
1004 Gen Fund (UGF)		10.7										
1133 CSSD Admin (Fed)		-10.7										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	2.5	2.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$2.5</i>												
1004 Gen Fund (UGF)		0.4										
1007 I/A Rcpts (Other)		1.1										
1133 CSSD Admin (Fed)		1.0										
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		1.0										

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Administration and Support (continued)												
Administrative Services (continued)												
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase (continued)												
	1133 CSSD Admin (Fed)	-1.0										
FY2012 Licenses for Network Servers Virtual Management	Inc	75.0	0.0	0.0	75.0	0.0	0.0	0.0	0.0	0	0	0
<i>Annual licensing for virtual management of the department's network servers as part of the department's transition to a virtual management system to improve technology performance and security, and to allow for system enhancements.</i>												
	1004 Gen Fund (UGF)	75.0										
FY2012 Correct Unrealizable Fund Sources for Personal Services Increases	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Commissioner's Office and Administrative Services Division components receive a share of their funding from indirect cost recovery receipts billed to the department's federal program for Child Support Enforcement. The amount that can be collected each year is determined by both the negotiated indirect cost rate for the Department of Revenue, and the federal participation rate for the Child Support program. The department has budget authority in the CSSD Reimbursable funding source (1133) that is not currently collectible and is not projected to be collectible in FY2012. This fund change will keep the amount of uncollectible receipt authority from increasing, and provide a usable funding source for the salary adjustments.</i>												
	1004 Gen Fund (UGF)	31.7										
	1133 CSSD Admin (Fed)	-31.7										
FY2013 Maintain Budgeted Vacancy with Current Staffing	IncM	120.0	120.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment request adds interagency funding in order to fund the division at its current staffing level while remaining within OMB's guidelines for vacancy. Receipts are collected department-wide based on the Department of Revenue's Administrative Cost Allocation Plan.</i>												
	1007 I/A Rcpts (Other)	120.0										
FY2014 Interagency Receipt Authority for Two Human Resource Positions Transferred from the Department of Administration	Inc	155.5	155.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department requests an increase in inter-agency (I/A) receipt authority to bring the component into compliance with vacancy factor guidelines.</i>												
	1007 I/A Rcpts (Other)	155.5										
FY2014 Department of Administration Core Services Rates	Inc	112.8	0.0	0.0	112.8	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)	112.8										
FY2015 Reduction in Contractual Services	Dec	-25.0	0.0	0.0	-25.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.</i>												
	1004 Gen Fund (UGF)	-25.0										
FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	IncM	10.5	10.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
	1004 Gen Fund (UGF)	10.5										

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Administration and Support (continued)												
Administrative Services (continued)												
FY2017 Furlough for Exempt and Partially-Exempt Employees	Dec	-0.5	-0.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue will implement partial furloughs for exempt and partially-exempt positions. Furloughs will be necessary for the department to meet budgetary constraints.</i>												
1004 Gen Fund (UGF)		-0.5										
* Allocation Total *		472.3	310.1	-0.6	162.8	0.0	0.0	0.0	0.0	0	0	0
Natural Gas Commercialization												
FY2011 Audit of Alaska Gasline Inducement Act Reimbursement Fund	IncOTI	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
<i>In the Alaska Gasline Inducement Act (AGIA) statutes, the Department of Revenue is required to conduct periodic audits of disbursements from the AGIA reimbursement fund (AS 43.90.400). The department does not currently have the audit personnel or time resources to comply with this requirement. This request for funding will cover the cost of an outside audit firm to perform the statutorily required audits.</i>												
1004 Gen Fund (UGF)		50.0										
FY2011 Fiscal Systems Analysis to Support Negotiations of Gasline Fiscal Terms	IncOTI	1,500.0	0.0	0.0	1,500.0	0.0	0.0	0.0	0.0	0	0	0
<i>This request will cover the cost of outside experts with global experience in the negotiation of fiscal terms with industry from 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. This expertise is necessary to insure that Alaska makes the appropriate balance of benefits and risks in any revision to fiscal terms currently applicable to gas industry players in Alaska.</i>												
1004 Gen Fund (UGF)		1,500.0										
FY2012 Audit of Alaska Gasline Inducement Act Reimbursement Fund	Inc	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
<i>In the Alaska Gasline Inducement Act (AGIA) statutes, the Department of Revenue is required to conduct periodic audits of disbursements from the AGIA reimbursement fund (AS 43.90.400). The department does not currently have the audit personnel or time resources to comply with this requirement. This request for funding will cover the cost of an outside audit firm to perform the statutorily required audits.</i>												
1004 Gen Fund (UGF)		125.0										
FY2015 Remove UGF Funding for the Audit of the Alaska Gasline Inducement Act Reimbursement Fund from the base budget	Dec	-125.0	0.0	0.0	-125.0	0.0	0.0	0.0	0.0	0	0	0
<i>1004 Gen Fund (UGF) -125.0</i>												
FY2015 Add UGF Funding for the Audit of the Alaska Gasline Inducement Act Reimbursement Fund as OTI for consideration in FY16	IncOTI	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
<i>1004 Gen Fund (UGF) 125.0</i>												
FY2015 Ch. 14, SLA 2014 (SB 138) GAS PIPELINE; AGDC; OIL & GAS PROD. TAX	FisNot	2,500.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0	0	0
<i>This revised fiscal note replaces UGF code 1004 with the new Alaska Liquefied Natural Gas Project Fund --/A fund code 1236. Funding will pass directly from the Alaska Liquefied Natural Gas Project Fund to the department for services provided via a Reimbursable Services Agreement (RSA).</i>												
<i>The fiscal note also reflects an increase to the Alaska Affordable Energy Fund and expanded the scope of reports</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Administration and Support (continued)												
Natural Gas Commercialization (continued)												
FY2015 Ch. 14, SLA 2014 (SB 138) GAS PIPELINE; AGDC; OIL & GAS PROD. TAX (continued)												
<i>to be developed by the Commissioner of Revenue. Title change to this fiscal note is to correct funding component, for budgetary tracking purposes.</i>												
1236 AK LNG I/A (Other) 2,500.0												
FY2017 Support Staff for the Alaska Liquefied Natural Gas Project	IncOTI	176.7	111.7	50.0	15.0	0.0	0.0	0.0	0.0	0	0	1
<i>A long-term nonpermanent Program Manager (range 21) position will be established to act as the administrative and managerial project assistant to the Department of Revenue for the Alaska Liquefied Natural Gas project. The Program Coordinator, under direction of the Deputy Commissioner, will coordinate major activities, operational components, and administrative responsibilities associated with the Alaska Liquefied Natural Gas Project. The position will be responsible for planning, developing, coordinating, and overseeing activities, functions, and major components, as well as budgetary and administrative responsibilities. Additionally, the position will assist with developing work plans for assigned projects, including analyzing and formulating project concepts, goals, schedules, cost estimates, critical path issues and financing requirements, in collaboration with interagency project teams and financing consultants.</i>												
<i>Financing, bankability and coordination of bonding efforts will ramp up significantly prior to FY2017 and is a critical piece of advancing the Alaska Liquefied Natural Gas Project to a Front End Engineering and Design (FEED) decision. Without coordination and integration of DOR work on project financing with the commercial teams, the project will not be able to move forward. This position is critical in support of project work towards the successful completion of financing negotiations, project bankability and bonding studies and efforts.</i>												
1241 GF/LNG (UGF)		176.7										
FY2017 Legal and Consulting Services for the Alaska Liquefied Natural Gas Project	IncOTI	1,700.0	0.0	0.0	1,700.0	0.0	0.0	0.0	0.0	0	0	0
<i>In order to proceed to the Front End Engineering Design (FEED) phase of the Alaska Liquefied Natural Gas Project (AKLNG Project), the Department of Revenue (DOR) anticipates that the State will have to issue bond debt to fund Alaska Gasline Development Corporation's participating interest share of the AKLNG Project FEED costs. Preparation for and implementation of a State Bond offering will require procurement of consultant and legal services by the Department of Revenue.</i>												
<i>The following consultant, legal services and transaction costs anticipated include:</i>												
<i>1. Bond feasibility consultant: to prepare the financial and economic disclosure reports to be included in the bond public offering memorandum.</i>												
<i>2. Bond counsel: to represent the State to prepare the bond documentation and issuance of the bond closing opinions.</i>												
<i>3. Disclosure counsel: to represent the State in the due diligence and disclosure requirements, Blue-Sky survey, and drafting of the bond public offering memorandum.</i>												
<i>4. Issuer's counsel: to represent the State in assisting bond counsel and disclosure counsel in the preparation of Bond public offering memorandum and description of Project commercial terms.</i>												

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Administration and Support (continued)												
Natural Gas Commercialization (continued)												
FY2017 Legal and Consulting Services for the Alaska Liquefied Natural Gas Project (continued)												
5. Financial Adviser: to represent the State's interests in procuring underwriters and advising the State on the fairness of the underwriting terms and conditions and bond pricing.												
6. Ratings Agencies: fees to the three primary ratings agencies to review and rate the bond issue.												
7. Bond Trustee: fees to act as bond Trustee, if a trustee is utilized.												
8. Underwriter's Discount: fee to Underwriter for underwriting services.												
9. Underwriter's Counsel: fees to represent Underwriter in bond issue.												
It is anticipated that the cost for the State's consultants and legal advisers would be \$1,700,000 depending on the structure of the Bond financing. It is anticipated that all of these consultant and legal adviser costs will be reimbursed to the State from the Bond proceeds in future years.												
1241 GF/LNG (UGF)		1,700.0										
* Allocation Total *		6,051.7	111.7	50.0	5,890.0	0.0	0.0	0.0	0.0	0	0	1
Criminal Investigations Unit												
FY2012 Establish Criminal Investigations Unit	Inc	1,600.0	1,280.0	75.0	220.0	25.0	0.0	0.0	0.0	0	0	0
<i>The Department of Revenue has consolidated three separate investigations groups from the Child Support, Tax and Permanent Fund Dividend Divisions into one unit reporting to the Commissioner's Office. The newly formed Criminal Investigations Unit (CIU) will investigate fraud and other criminal activity relating to the programs within these divisions. Consolidation of staff will allow sharing of resources and the ability to assign staff where needed. This request establishes a budget for the new component.</i>												
1007 I/A Rcpts (Other)		1,600.0										
FY2015 Reduction in Contractual Services	Dec	-2.6	0.0	0.0	-2.6	0.0	0.0	0.0	0.0	0	0	0
<i>This request reduces unrealizable inter-agency receipt authority in the Criminal Investigations Unit.</i>												
1007 I/A Rcpts (Other)		-2.6										
FY2016 AMD: Reduction in Criminal Investigations Travel	Dec	-25.0	0.0	-25.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services by limiting travel to only the most critical appearances.</i>												
1007 I/A Rcpts (Other)		-25.0										
FY2016 AMD: Reduction in Lease Expenditures	Dec	-23.0	0.0	0.0	-23.0	0.0	0.0	0.0	0.0	0	0	0
<i>The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. The Criminal Investigations Unit will be removing staff from leased spaces to state owned facilities. It is anticipated that this change will have a minimal impact on state services.</i>												
1007 I/A Rcpts (Other)		-23.0										
FY2016 AMD: Delete Investigator II (04-6054)	Dec	-87.0	-87.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
<i>Delete non-billable Investigator II (04-6045) position in order to meet targeted reduction. The Tax Division,</i>												

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Administration and Support (continued)												
Criminal Investigations Unit (continued)												
FY2016 AMD: Delete Investigator II (04-6054) (continued)												
<i>Permanent Fund Dividend, and Child Support Services Division will see a reduction in reimbursable services agreements.</i>												
		1007 I/A Rcpts (Other)	-87.0									
	Dec	FY2016 AMD: Decentralize Criminal Investigations Staff	-1,149.5	-1,123.2	0.0	-26.3	0.0	0.0	0.0	0	0	0
Personal Services												
<i>Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.</i>												
<i>Ten positions are being transferred out of CIU into the following budget components:</i>												
<i>PFD Division:</i>												
<i>PCN 04-6095 Investigator III</i>												
<i>PCN 04-6101 Investigator III</i>												
<i>Child Support Services Division:</i>												
<i>PCN 04-7058 Investigator IV</i>												
<i>PCN 04-7149 Investigator III</i>												
<i>PCN 04-7228 Investigator III</i>												
<i>Tax Division:</i>												
<i>PCN 08-2077 Investigator IV</i>												
<i>PCN 08-2078 Investigator III</i>												
<i>PCN 04-3249 Investigator III</i>												
<i>PCN 04-3256 Investigator III</i>												
<i>PCN 04-3257 Investigator III</i>												
		1007 I/A Rcpts (Other)	-1,149.5									
		* Allocation Total *	312.9	69.8	50.0	168.1	25.0	0.0	0.0	-1	0	0
		** Appropriation Total **	5,901.1	96.4	100.8	5,649.6	54.3	0.0	0.0	-4	0	1
Alaska Natural Gas Development Authority												
ANGDA Operations												
	FisNot	FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	13.1	13.1	0.0	0.0	0.0	0.0	0.0	0	0	0
		1004 Gen Fund (UGF)	13.1									
	Dec	FY2011 Reduce general fund travel line item by 10 percent.	-9.7	0.0	-9.7	0.0	0.0	0.0	0.0	0	0	0
		1004 Gen Fund (UGF)	-9.7									
	FisNot	FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	4.4	4.4	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$4.4</i>												
		1004 Gen Fund (UGF)	4.4									

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Alaska Natural Gas Development Authority (continued)												
ANGDA Operations (continued)												
FY2013 Capital Improvement Project Receipts to Fund Operating Costs for Alaska Natural Gas Development Authority <i>The Alaska Natural Gas Development Authority (ANGDA) staff includes positions currently funded by unbudgeted capital improvement project (CIP) receipts. This adds CIP receipt authority to the ANGDA operating budget to more accurately reflect funding for budgeted positions. Receipts are collected from ongoing capital projects in support of ANGDA's mission.</i>	IncM	110.0	110.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts (Other)		110.0										
FY2013 Eliminate the Alaska Natural Gas Development Authority	Dec	-436.7	-384.1	-0.3	-48.3	-4.0	0.0	0.0	0.0	-3	0	0
1004 Gen Fund (UGF)		-326.7										
1061 CIP Rcpts (Other)		-110.0										
* Allocation Total *		-318.9	-256.6	-10.0	-48.3	-4.0	0.0	0.0	0.0	-3	0	0
** Appropriation Total **		-318.9	-256.6	-10.0	-48.3	-4.0	0.0	0.0	0.0	-3	0	0
Alaska Mental Health Trust Authority												
Mental Health Trust Operations												
FY2006 Incorporate Disability Justice Initiative into Mental Health Trust <i>In FY2004, funding for the Disability Justice Initiative was provided through a Reimbursable Service Agreement (RSA) between the Alaska Mental Health Trust Authority (the Trust) and Health & Social Services; for FY2005 the Trust funded this project from MHTAAR. The position and duties related to the project have now been incorporated into the Trust and funding for FY2006 is approved by the Trustees within the Mental Health Trust Administrative budget. This change record reflects the change in funding sources.</i>	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1092 MHTAAR (Other)		-155.9										
1094 MHT Admin (Other)		155.9										
FY2006 Adjustment to Reflect Trustee Authorized Funding <i>This adjustment reflects additional funding authorized by the Alaska Mental Health Board of Trustees at the September 2004 and November 2004 board meetings and makes the adjustments for proposed spending.</i>	Inc	110.1	14.7	-18.2	113.6	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other)		40.0										
1094 MHT Admin (Other)		70.1										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	68.8	68.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		68.8										
FY2007 Adjustment to Reflect Trustee Authorized Funding <i>This adjustment reflects additional funding authorized by the Alaska Mental Health Trust Authority Board of Trustees at the September 2005 and November 2005 board meetings and adjusts line items to reflect proposed spending.</i>	Inc	63.7	36.0	4.3	7.2	16.2	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		63.7										
FY2008 Funding to Reflect Trustee Authorized Budget <i>This adjustment reflects additional MHT admin funding authorized by the Alaska Mental Health Trust Authority Board of Trustees at the September 2006 and October 2006 board meetings and adjusts line item funding to accurately reflect The Trust FY2008 budget plan.</i>	Inc	471.8	249.5	7.1	209.3	5.9	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		471.8										

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Alaska Mental Health Trust Authority (continued)												
Mental Health Trust Operations (continued)												
FY2008 Reduce Long Term Care Ombudsman Support RSA Funding	Dec	-10.0	0.0	0.0	-10.0	0.0	0.0	0.0	0.0	0	0	0
<i>This adjustment brings the budget in line with actual funds received by the Long Term Care Ombudsman's office for services provided by the Trust staff.</i>												
1007 I/A Rcpts (Other)		-10.0										
FY2009 Increase for new positions and trust approved FY09 operating plan	Inc	254.0	205.3	5.5	36.4	6.8	0.0	0.0	0.0	0	0	0
<i>Grant 246.05 The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of legal trust, budget recommendations for the Mental Health Budget bill, developing the Comprehensive Mental Health Program Plan in conjunction with DHSS, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue with the detailed budget included in ABS using Trust administrative funds.</i>												
1094 MHT Admin (Other)		254.0										
FY2010 FY10 MH Trust Administrative Budget	IncOTI	2,650.0	1,844.7	128.0	640.7	36.6	0.0	0.0	0.0	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of legal trust, making budget recommendations for the Mental Health Budget bill, developing the Comprehensive Mental Health Program Plan in conjunction with DHSS, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		2,650.0										
FY2011 MH Trust Cont - Trust Authority Admin Budget	IncOTI	2,726.3	1,899.6	130.0	658.7	38.0	0.0	0.0	0.0	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of legal trust, making budget recommendations for the Mental Health Budget bill, developing the Comprehensive Mental Health Program Plan in conjunction with DHSS, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		2,726.3										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	33.2	33.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$33.2</i>												
1094 MHT Admin (Other)		33.2										
FY2012 MH Trust Cont - Trust Authority Admin Budget	IncM	2,791.5	1,969.0	130.0	654.5	38.0	0.0	0.0	0.0	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of legal trust, making budget recommendations for the Mental Health Budget bill, developing the Comprehensive Mental Health Program Plan in conjunction with DHSS, and providing leadership in Trust</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Mental Health Trust Authority (continued)												
Mental Health Trust Operations (continued)												
FY2012 MH Trust Cont - Trust Authority Admin Budget (continued)												
<i>beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		2,791.5										
FY2012 MH Trust Cont - Trust Authority Admin Budget	Inc	123.3	48.2	12.0	60.0	3.1	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		123.3										
FY2012 Trust Program Officer - Drug/Alcohol Coordinator	IncM	167.6	167.6	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<i>The funding will be used for personal services to fund a full-time Program Officer position (new end of FY11) that will be tasked with providing coordination, planning, and leadership on the alcohol abuse Focus Area. Trustees have concluded alcohol abuse is an area needing long-term system change in order to better the lives of beneficiaries. The Trust is partnering with the Rasmuson Foundation and the Mat-Su Health Foundation in order to provide funding for this initiative. Partner funds will be deposited into the Mental Health Trust Fund under AS 37.14.030(b)(3) as an unrestricted revenue available for appropriation. This request will have no current or future impact on the general fund.</i>												
1094 MHT Admin (Other)		87.6										
1108 Stat Desig (Other)		80.0										
FY2013 MH Trust Cont - Trust Authority Admin Budget Increases	Inc	88.9	144.0	5.0	-62.6	2.5	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		88.9										
FY2013 Match Trustee Authorized Funding	Dec	-118.7	-104.1	16.0	-28.5	-2.1	0.0	0.0	0.0	0	0	0
<i>The FY2013 MH Trust Recommendation includes the expenditures that were associated with statutory designated program receipt (SDPR) funding anticipated in FY2012. This record removes the SDPR funding, the duplicated personal services increase, and aligns the expenditure lines to Trustee approved amounts.</i>												
1094 MHT Admin (Other)		-36.9										
1108 Stat Desig (Other)		-81.8										
FY2014 Mental Health Trust Continuing - Trust Authority Admin Budget Increases	Inc	166.4	42.4	-10.0	121.3	3.7	9.0	0.0	0.0	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of legal trust, making budget recommendations for the Mental Health Budget bill, developing the Comprehensive Mental Health Program Plan in conjunction with DHSS, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		166.4										
FY2015 Add Mental Health Trust Admin Receipts for additional meetings, contractual increases & cost of living adjustments	Inc	49.9	0.0	0.0	49.9	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin (Other)		49.9										
FY2015 Fetal Alcohol Spectrum Disorders (FASD) Media Campaign	Inc	500.0	0.0	0.0	500.0	0.0	0.0	0.0	0.0	0	0	0
1037 GF/MH (UGF)		500.0										

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Alaska Mental Health Trust Authority (continued)												
Mental Health Trust Operations (continued)												
FY2016 Mental Health Trust Continuing - Maintain Trust Authority Administrative Budget	IncM	3,426.7	0.0	0.0	0.0	0.0	0.0	0.0	3,426.7	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of the legal trust, making budget recommendations for the Mental Health Budget Bill, developing the Comprehensive Mental Health Program Plan in conjunction with the Department of Health & Social Services, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		3,426.7										
FY2016 Mental Health Trust Continuing - Expand Trust Authority Administrative Budget	Inc	46.3	0.0	0.0	0.0	0.0	0.0	0.0	46.3	0	0	0
<i>The Trust's administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust provides leadership in advocacy, planning, implementing and funding the Comprehensive Integrated Mental Health Program, and acts as a catalyst for change. The increment represents authorization beyond the FY2015 budget approved by the Board of Trustees that Trustees believe reasonable and necessary for the Trust to continue to meet the Trust's statutory obligations and provide meaningful improvement in the lives of beneficiaries. Trust expenses are paid solely from funds generated by investment earnings and income generated by the Department of Natural Resources, Trust Land Office (TLO); all non-state general funds.</i>												
<i>In FY2015 the Trust began winding down several historical focus areas and started two new focus areas, Substance Abuse Prevention & Treatment (SAPT) and Beneficiary Employment & Engagement. The new focus areas require consultation from experts in their respective fields in order for Trustees and Trust staff to formulate successful strategies to bend the curve of these issues which adversely affect the lives of beneficiaries. Authorization will be used to fund contracts with those experts.</i>												
1094 MHT Admin (Other)		46.3										
FY2016 AMD: Reduce Mental Health Trust Funds to Match Trustee Approved Budget	Dec	-50.0	-50.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>At the Board of Trustees annual meeting in September, trustees approved an overall budget that included a reasonable provision for cost of living increases. Annually the Office of Budget & Management (OMB) budget system independently calculates a budget increment for cost of living and, when added to the Trust's request, is duplicative. This decrement simply reverses OMB's duplicative increment to bring the Trust's budget back into alignment with Trustee's maximum authorization approved by Trustees and recommended to the Governor and the Legislature.</i>												
1094 MHT Admin (Other)		-50.0										
FY2017 Mental Health Trust - FY17 Budget Increase	Inc	143.8	72.5	-30.0	7.3	6.0	88.0	0.0	0.0	0	0	0
<i>The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of the legal trust, making budget recommendations for the Mental Health Budget Bill, developing the Comprehensive Mental Health Program Plan in conjunction with the Department of Health & Social Services, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.</i>												
1094 MHT Admin (Other)		143.8										
* Allocation Total *		13,703.6	6,641.4	379.7	2,957.8	154.7	97.0	0.0	3,473.0	1	0	0

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Alaska Mental Health Trust Authority (continued)												
Long Term Care Ombudsman Office												
FY2006 Adjustment to reflect available federal funding for Ombudsman through RSA with DHSS Senior and Disability Services	Inc	63.9	-27.9	15.0	76.8	0.0	0.0	0.0	0.0	0	0	0
<i>This increment brings the Long-term Care Ombudsman's budget into alignment with the level of federal funding that is available through the Health & Social Services, Senior & Disability Services RSA. Line item adjustments reflect organizational changes and anticipated spending.</i>												
1007 I/A Rcpts (Other)		63.9										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	11.6	11.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other)		11.6										
FY2007 Adjustment to reflect H&SS funding of program	Dec	-17.3	12.7	10.0	-28.5	-11.5	0.0	0.0	0.0	0	0	0
<i>This decrement represents the funding provided through the Health & Social Services, Senior & Disability Services RSA. Line item adjustments reflect anticipated spending.</i>												
1007 I/A Rcpts (Other)		-17.3										
FY2008 Fund Source Adjustment for Exempt Employees Health Insurance Increases	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Fund source change to correct unrealizable fund sources.</i>												
1004 Gen Fund (UGF)		0.6										
1007 I/A Rcpts (Other)		-0.6										
FY2008 AMD: Replace unrealizable fund source	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Long Term Care Ombudsman (LTCO) program is funded by an RSA with the Department of Health and Social Services (DH&SS), Division of Senior and Disability Services. DH&SS was provided with federal receipt authority and general fund match in order to support the program from their Title III and Title VII federal funding.</i>												
<i>The ability of DH&SS to support the LTCO has not kept pace with the increases in the personal services costs of running this program. This request would replace the unrealizable portion of inter-agency receipts with general fund and enable the program to operate at the current level of service.</i>												
1004 Gen Fund (UGF)		102.8										
1007 I/A Rcpts (Other)		-102.8										
FY2008 PERS adjustment of unrealizable receipts	Dec	-47.7	-47.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts (Other)		-47.7										
FY2011 Correct Unrealizable Fund Sources in the Health Insurance increases for Noncovered Employees	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Long Term Care Ombudsman (LTCO) component receives most of its funding from interagency receipts billed to the Division of Senior and Disability Services, who in turn obtains funding from the federal Title III and Title VII programs. The amount that can be collected each year from this source is fixed, so additional amounts of interagency receipts added to the LTCO budget are not collectible.</i>												
<i>This fund change limits the amount of receipt authority in the LTCO budget to an amount that can actually be collected, and provides a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		4.5										
1007 I/A Rcpts (Other)		-4.5										
FY2011 Reduce general fund travel line item by 10 percent.	Dec	-0.3	0.0	-0.3	0.0	0.0	0.0	0.0	0.0	0	0	0

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Mental Health Trust Authority (continued)												
Long Term Care Ombudsman Office (continued)												
FY2011 Reduce general fund travel line item by 10 percent. (continued)												
1004 Gen Fund (UGF)		-0.3										
FY2011 MH Trust - Long Term Care Ombudsman Office Investigator	IncOTI	91.5	82.9	6.0	2.6	0.0	0.0	0.0	0.0	1	0	0
<i>The Long Term Care Ombudsman (LTCO) is mandated under federal and state statute to investigate and resolve complaints concerning seniors who reside in a long term care facility. The federal Administration on Aging requires each state LTCO office to have representatives visit each nursing/assisted-living home in the state at least once each quarter. However, due to extraordinary increases in investigations over the last few years, the LTCO was only able to visit 6 of the 15 nursing homes and 66 of the 269 "senior" assisted-living homes at least once during the prior year.</i>												
<i>During FY2008 the LTCO investigated 162 complaints; in FY 2009 the LTCO investigated 337 complaints. More than 11% of Alaskan population is over 60 years old. Alaska has the fastest growing population of seniors per capita in the nation and it is expected to triple in less than 20 years.</i>												
<i>The LTCO office has had no growth in 8 years in the number of positions. The recommendation is to fund one certified state full-time long-term care ombudsman to meet the increasing demand for advocating and assisting the ever-increasing number of seniors in Alaska. This funding will cover salary and benefits, supplies and equipment, and \$6,000 in travel per year.</i>												
1037 GF/MH (UGF)		91.5										
FY2011 Correct Unrealizable Fund Sources in Year 1 SU Salary and Health Insurance	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Long Term Care Ombudsman (LTCO) component receives most of its funding from interagency receipts billed to the Division of Senior and Disability Services, who in turn obtains funding from the federal Title III and Title VII programs. The amount that can be collected each year from this source is fixed, so additional amounts of interagency receipts added to the LTCO budget are not collectible.</i>												
<i>This fund change would limit the amount of receipt authority in the LTCO budget to an amount that can actually be collected, and provide a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		4.3										
1007 I/A Rcpts (Other)		-4.3										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	6.2	6.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$6.2</i>												
1004 Gen Fund (UGF)		1.4										
1007 I/A Rcpts (Other)		3.8										
1037 GF/MH (UGF)		1.0										
FY2011 Ch. 56, SLA 2010 (HB 421) Correct Unrealizable Fund Sources in the FY2011 Noncovered Year 1 Salary Increase	FisNot	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		3.8										
1007 I/A Rcpts (Other)		-3.8										
FY2012 MH Trust - Long Term Care Ombudsman Office	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Technical adjustment to reflect general fund as general fund mental health receipts.</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Mental Health Trust Authority (continued)												
Long Term Care Ombudsman Office (continued)												
FY2012 MH Trust - Long Term Care Ombudsman Office (continued)												
1004 Gen Fund (UGF)		-127.2										
1037 GF/MH (UGF)		127.2										
FY2012 Correct Unrealizable Fund Sources for Personal Services Increases	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Long Term Care Ombudsman (LTCO) component receives most of its funding from interagency receipts billed to the Division of Senior and Disability Services, who in turn obtains funding from the federal Title III and Title VII programs. The amount that can be collected each year from this source is fixed, so additional amounts of interagency receipts added to the LTCO budget are not collectible.</i>												
<i>This fund change would limit the amount of receipt authority in the LTCO budget to an amount that can actually be collected, and provide a usable funding source for the salary adjustments.</i>												
1004 Gen Fund (UGF)		11.3										
1007 I/A Rcpts (Other)		-11.3										
FY2012 MH Trust - Long Term Care Ombudsman Office Travel	Inc	26.3	0.0	26.3	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Funding is requested for travel outside of Anchorage for investigative work. Currently all investigations outside of Anchorage are done primarily by phone. Past travel funding was made available from holding positions vacant. These funds are no longer available as the positions have now been filled to meet current investigation demands.</i>												
1037 GF/MH (UGF)		26.3										
FY2012 MH Trust - Long Term Care Ombudsman Office Investigator	Inc	93.7	93.1	0.0	0.6	0.0	0.0	0.0	0.0	1	0	0
<i>The Office of the Long Term Care Ombudsman protects the rights of seniors in assisted living and skilled nursing facilities. Staff investigate complaints from the public and work to resolve problems to the residents' satisfaction. OLTCO staff also provide public education, consultation, and technical assistance to families and providers throughout the state of Alaska.</i>												
<i>This request makes permanent the one-time funding and position approved in FY2011 to continue the level of service in the Long Term Care Ombudsman Office.</i>												
1037 GF/MH (UGF)		93.7										
FY2013 MH Trust - Long Term Care Ombudsman Office Technical Adjustment	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Technical adjustment to reflect general fund as general fund mental health receipts.</i>												
1004 Gen Fund (UGF)		-14.1										
1037 GF/MH (UGF)		14.1										
FY2013 MH Trust: Cont - Long Term Care Ombudsman's Office Increases	Inc	25.9	13.2	4.7	8.8	-0.8	0.0	0.0	0.0	0	0	0
<i>In FY 2013, the Office of the Long Term Care Ombudsman (LTCO) requests an additional \$25,900 increment for: (a) development and maintenance of an online Learning Management System, giving staff and volunteers access to high quality ongoing training relevant to the Ombudsman's responsibilities, (b) maintaining a minimum vacancy rate, and (c) rising travel costs. The LTCO is a small stand-alone program with only five full-time positions, all of which must be kept filled to meet its statutory mandate.</i>												
1037 GF/MH (UGF)		25.9										
FY2014 Reduce Unrealizable Fund Source Authority	Dec	-6.3	0.0	-1.7	-3.7	-0.9	0.0	0.0	0.0	0	0	0

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Mental Health Trust Authority (continued)												
Long Term Care Ombudsman Office (continued)												
FY2014 Reduce Unrealizable Fund Source Authority (continued)												
<i>The Long Term Care Ombudsman (LTCO) component receives its funding mainly from interagency receipts billed to the Division of Senior and Disability Services, who in turn obtains funding from the federal Title III and Title VII programs. The amount that can be collected each year from this source is fixed, so additional amounts of interagency receipts added to the LTCO budget are not collectible.</i>												
<i>This decrement brings the interagency receipts in line with what was received in FY2013.</i>												
		-6.3										
1007 I/A Rcpts (Other)		-6.3										
FY2014 MH Trust: Continuing - Long Term Care Ombudsman's Office Increases	Inc	107.4	94.0	4.9	6.8	1.7	0.0	0.0	0.0	0	0	0
<i>The Office of the Long Term Care Ombudsman (LTCO) is requesting \$107.4 to provide funding for an Assistant Ombudsman position to perform additional investigations and facility visits. PCN 10-T058 (Trust Resource Manager in Department of Natural Resources Trust Land Office) has been identified internally to be transferred and reclassified to The Alaska Mental Health Trust Authority. The amount includes funding to pay for supplies and travel costs for this position.</i>												
<i>Under state and federal law, the LTCO's two most important responsibilities are to investigate complaints relating to seniors in residential facilities and to make unannounced visits to facilities. While complaint investigation is important, making unannounced visits to facilities is equally as important. Beneficiaries with ADRD don't have the capacity to call the LTCO so we have to be present in the facilities to monitor their care, find the problems and resolve them.</i>												
<i>Between FY 2009 and 2012, the number of cases the LTCO investigated each year rose from 170 to 535. Since the number of seniors in Alaska is rising rapidly, the number of investigations will continue to rise, negatively impacting the LTCO's ability to conduct unannounced visits. There are over 600 long term care facilities in Alaska and last year, the LTCO could only conduct 294 facility visits. The transfer of this PCN will allow the LTCO to keep up with investigations and increase facility visits to keep older beneficiaries in residential care safe.</i>												
1037 GF/MH (UGF)		107.4										
FY2015 Decrease Uncollectable Interagency Receipts	Dec	-9.6	0.0	-9.6		0.0	0.0	0.0	0.0	0.0	0	0
<i>The Long Term Care Ombudsman (LTCO) component receives its funding mainly from interagency receipts billed to the Division of Senior and Disability Services, who in turn obtains funding from the federal Title III and Title VII programs. The amount that can be collected each year from this source is fixed, so additional amounts of interagency receipts added to the LTCO budget are not collectible.</i>												
<i>This decrement brings the interagency receipts in line with what was received in FY2014.</i>												
1007 I/A Rcpts (Other)		-9.6										
FY2016 MH Trust: Additional Authority to Meet Personal Services Costs Due to Low Turnover and No Vacancy Factor	Inc	35.0	0.0	0.0	0.0	0.0	0.0	0.0	35.0	0	0	0
<i>Additional budget authority is necessary to meet the Long Term Care Ombudsman's (LTCO) statutory obligation to investigate complaints in assisted living and nursing homes statewide. The program's caseload has increased more than 400 percent since FY2009. Because half of program revenue comes from interagency receipts not tied to positions and not eligible for annual increases, program funding has not kept pace with the rise in costs associated with meeting our mandate under AS 47.62. Without the increment, the Ombudsman must either cut a</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Mental Health Trust Authority (continued)												
Long Term Care Ombudsman Office (continued)												
FY2016 MH Trust: Additional Authority to Meet Personal Services Costs Due to Low Turnover and No Vacancy Factor (continued)												
<i>position or reduce travel to a minimum, significantly limiting the program's ability to investigate and resolve complaints from older Alaskans outside Anchorage.</i>												
<i>Comparing the FY2015 management plan to the projected FY2016 budget, most of the requested increase is for personal services. LTCO does not carry a vacancy factor and has low turnover, so personnel costs have risen over time, though the Inter-agency receipts have not. Without an increment, travel funds (and ability to conduct investigations statewide) will be significantly decreased.</i>												
		1037 GF/MH (UGF)	35.0									
	Dec	FY2016 AMD: Reduce Uncollectable Long Term Care Ombudsman Office Interagency Receipts	-18.3	-13.8	-3.2	0.0	-1.3	0.0	0.0	0.0	0	0
<i>The Long Term Care Ombudsman (LTCO) component receives half it's funding from interagency receipts billed to the Division of Senior and Disability Services, who in turn, obtains funding from the federal Title III and Title VII programs.</i>												
<i>The budgeted amount is determined using prior year federal allocation tables available in July or August of the fiscal year. The most recent allocation estimations project a decrease in Title III and Title VII funding available to the Trust during FY2016. This decrement brings expenditure authority in line with the latest estimates.</i>												
		1007 I/A Rcpts (Other)	-18.3									
	IncM	FY2017 Restore funding equal to the UGF portion of the FY16 Salary OTIs	8.8	8.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
		1037 GF/MH (UGF)	8.8									
* Allocation Total *			370.8	233.1	52.1	63.4	-12.8	0.0	0.0	35.0	2	0
** Appropriation Total **			14,074.4	6,874.5	431.8	3,021.2	141.9	97.0	0.0	3,508.0	3	0
Alaska Municipal Bond Bank Authority												
AMBBA Operations												
	Inc	FY2006 To charge Bond Bank for accounting and other overhead charges	35.0	0.0	0.0	35.0	0.0	0.0	0.0	0.0	0	0
<i>End Result: Municipalities will lower their cost of financing.</i>												
<i>The legislature transferred staffing responsibilities for the Bond Bank to the Department of Revenue in 1998. Since that time the level of bonding activity has increased significantly requiring greater management and accounting resources from Treasury Division. In addition, the Treasury Division can no longer absorb all of the intra- and interdepartmental allocations and needs to begin to share these charges among the other funds and entities it staffs.</i>												
		1104 AMBB Rcpts (Other)	35.0									
	FisNot	FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	4.8	4.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0
		1104 AMBB Rcpts (Other)	4.8									

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Alaska Municipal Bond Bank Authority (continued)												
AMBBA Operations (continued)												
FY2007 Ch. 75, SLA 2006 (SB 265) Bonds of Bond Bank Authority 1173 GF MisEarn (UGF)	FisNot	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
FY2008 Anticipated Increased Use of Bond Bank by Communities <i>To record an increase for the second year of fiscal note funding for SB 265, setting the Alaska Municipal Bond Bank Authority bond cap.</i> 1104 AMBB Rcpts (Other)	Inc	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
FY2011 Reduce general fund travel line item by 10 percent. 1104 AMBB Rcpts (Other)	Dec	-0.6	0.0	-0.6	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase <i>FY2011 Noncovered Employees Year 1 increase : \$1.8</i> 1104 AMBB Rcpts (Other)	FisNot	1.8	1.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2011 Ch. 68, SLA 2010 (SB 269) ECON. STIMULUS BONDS: REALLOCATION/WAIVER 1104 AMBB Rcpts (Other)	FisNot	80.0	0.0	20.0	60.0	0.0	0.0	0.0	0.0	0	0	0
L FY2011 Sec30, Ch43, SLA2010 (SB 230) - 15-year, 1 % loan to the City of Galena for utility improvements and debt obligations 1004 Gen Fund (UGF)	Special	2,450.0	0.0	0.0	2,450.0	0.0	0.0	0.0	0.0	0	0	0
FY2016 Increased Regulatory Costs as a Result of Dodd-Frank Act <i>Due to increased expenses associated with changes in the regulatory oversight environment of the municipal bond market, Alaska Municipal Bond Bank Authority (AMBBA) is requesting a 50.0 increase. As a result of the Dodd-Frank Act there have been new requirements placed on bond counsel, financial advisor, as well as AMBBA staff or new contractors. Municipal advisors are required to provide more broad certifications of bond issue pricing to try and ensure low cost, but add liability and administrative burden that we expect to be passed through to the issuers. Market disclosure has become a key issue as well with a huge increase in market scrutiny of past filings and emphasis on timely future filings for all aspects of the 15c2-12 undertaking no matter how small. Many issuers are hiring contractors to facilitate this work.</i> <i>This increment is expected to allow for meeting the full potential future annual demand for borrowing.</i> 1104 AMBB Rcpts (Other)	Inc	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
* Allocation Total *		2,721.0	6.6	19.4	2,695.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		2,721.0	6.6	19.4	2,695.0	0.0	0.0	0.0	0.0	0	0	0

**Alaska Housing Finance Corporation
AHFC Operations**

FY2006 Adjustment to cover increases in fixed costs	Inc	507.7	34.0	0.0	81.3	392.4	0.0	0.0	0.0	0	0	0
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Personal Services - \$22.9 to cover merit increases for the Servicing Department employees that have no other

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2006 Adjustment to cover increases in fixed costs (continued)												
<i>line item categories to reduce, \$11.1 to cover merit increases for employees funded with CIP receipts that have no other line item categories to reduce.</i>												
<i>Contractual -- \$25.0 for increases in Telecommunications contracts, 51.3 for IBM maintenance and service contracts, \$5.0 to implement information systems security system.</i>												
<i>Supplies -- \$72.4 to replace aging printers, 20.0 for software relating to information systems security system, 300.0 to implement pilot program for the Spend Management Program.</i>												
1061 CIP Rcpts (Other)		11.1										
1103 AHFC Rcpts (Other)		496.6										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	1,682.3	1,682.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1061 CIP Rcpts (Other)		113.7										
1103 AHFC Rcpts (Other)		1,568.6										
FY2007 Federal Housing Program Expenses increases	Inc	1,016.8	0.0	2.1	709.0	305.7	0.0	0.0	0.0	0	0	0
<i>This increment is to restore funding levels for the Housing Choice Voucher and Conventional Low Rent program. Funds are anticipated to be restored in order to continue to administer, operate, and maintain these programs throughout the State.</i>												
<i>Travel -- \$2.1 for Administrative Travel.</i>												
<i>Contractual -- \$239.0 for increases in Utility expenses, \$470.0 for maintenance and service contracts for rental Units owned by the Corporation.</i>												
<i>Supplies -- \$305.7 for Maintenance Materials related to rental Units owned by the Corporation.</i>												
1002 Fed Rcpts (Fed)		1,016.8										
FY2007 AMD: Housing Choice Voucher Program administrative fees increase	Inc	800.0	800.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Due to recent changes in the federal program, the administrative fees paid by the United States Department of Housing and Urban Development (HUD) are insufficient to cover the costs of administering the Housing Choice Voucher Program statewide. AHFC continues to work with HUD and the Congressional Delegation to increase this funding; however, there is not enough program revenue to continue this program without supplemental funding.</i>												
1103 AHFC Rcpts (Other)		800.0										
FY2008 HUD Funding Conversion	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The US Department of Housing and Urban Development (HUD) is in the midst of a conversion process to switch Public Housing Authorities to the Project-based Asset Management (AMP) format.</i>												
<i>AHFC's Central Office Cost Center provides management, supervision and oversight of all AHFC's rental housing</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2008 HUD Funding Conversion (continued)												
<i>developments. To cover the management costs, it receives a management fee from each individual Asset Management Project (AMP). These have been recorded as federal receipts.</i>												
<i>HUD now considers the Central Office Cost Center to be its own AMP. They are requiring any fee received from another AMP to be recorded as corporate receipts, not federal receipts.</i>												
<i>Once the fee is paid there are no longer any federal restrictions attached to the funds received as management fees. Because of this conversion, it is no longer necessary to allocate expenses, such as salaries, to each housing program/project, thus reducing the need to split accounting transactions across the various HUD programs administered by AHFC. AHFC is not replacing HUD funding, just the way for which it is accounted.</i>												
1002 Fed Rcpts (Fed)		-5,899.1										
1061 CIP Rcpts (Other)		-175.7										
1103 AHFC Rcpts (Other)		6,074.8										
FY2008 Anticipated Fixed Costs Increases	Inc	219.7	0.0	0.0	219.7	0.0	0.0	0.0	0.0	0	0	0
<i>This increment is to account for the expected increases in Central Office insurance premiums.</i>												
<i>Contractual -- \$219.7 for increases in Insurance premiums (Corporate Receipts).</i>												
1103 AHFC Rcpts (Other)		219.7										
FY2008 Anticipated Fuel Cost Increases	Inc	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment is to account for the expected increases in utility expenses for AHFC owned rental units funded by HUD and anticipated increases.</i>												
<i>Contractual -- \$300.0 for increases in Utility expenses (Federal Receipts).</i>												
1002 Fed Rcpts (Fed)		300.0										
FY2009 Correct Unrealizable Fund Sources for Salary Adjustments: AHFC	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts (Fed)		-759.4										
1061 CIP Rcpts (Other)		-133.6										
1103 AHFC Rcpts (Other)		893.0										
FY2009 Increase Federal Funding for the Project-based Contract Administration Program Expenses	Inc	11.4	8.9	1.5	0.5	0.5	0.0	0.0	0.0	0	0	0
<i>This increment is to account for the expected increases of \$11.4 federal funding relating to HUD's Contract Administration program for privately-owned housing developments projects throughout the state. AHFC manages the contracts between HUD and the individual owners.</i>												
1002 Fed Rcpts (Fed)		11.4										
FY2009 Increase Corporate Funding for Scheduled PC & Printer Replacement	Inc	180.0	0.0	0.0	0.0	180.0	0.0	0.0	0.0	0	0	0
<i>This request will use \$180.0 corporate receipts to support the first year of a corporate-wide five-year replacement schedule for continuous rotation of all computers (PC), printers and associated peripherals. Scheduled replacement of computer equipment has proven to reduce repair and maintenance costs associated with electronic equipment that has reached its end-of-life status. Staff time is also reduced when support personnel are not working to maintain functionally obsolete equipment. Industry standard PC life-cycle falls between three</i>												

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2009 Increase Corporate Funding for Scheduled PC & Printer Replacement (continued)												
<i>and five years depending on the type and use of the hardware. Extended warranty options available through the state-compliant PC vendor range from one to five years with no option to extend past five years. AHFC is operating with a large percentage of PCs that are out of warranty, have reached or exceeds five years of service, and some with over seven years of service. AHFC's goal is to obtain funding to implement and adhere to a strict and managed five-year PC replacement policy.</i>												
	1103 AHFC Rcpts (Other)	180.0										
	FY2009 Increase Corporate Funding for Anticipated Business Activity Expenditures	505.7	0.0	96.4	384.0	10.3	15.0	0.0	0.0	0	0	0
<i>Under usual budgeting circumstances, funds needed for merit increases would be pulled from another portion of the budget, which has been the practice over the last decade, including this year. However, the Corporation maintains contracts, agreements, services, licensing, etc., many that affect periods longer than a fiscal year. Many of these types of items cannot simply have their funding redirected without consequences. Pulling additional funds from these business activities have or will result in a loss of essential services or the support for them. This request restores some depleted funding, while minimally expanding the Corporation's business activity to increase its productivity.</i>												
<i>Travel/Training - \$96,400</i>												
<i>In order to keep its staff up to date with current and emerging technology and to maintain an acceptable level of performance, the Information Systems (IS) department is requesting an additional \$80.0 for training. AHFC continues to modernize the portfolio of Information Technology services that are core to business operations. As this technology constantly evolves, it is imperative that the skills of those who implement and support it remain current. By investing in continuing education for technical staff, the corporation will be better equipped to deliver technology that is maximized for its intended function.</i>												
<i>The IS Department is looking forward to several challenges in the near future that will require training of its staff. Projects identified for FY2009 include, but are not limited to:</i>												
<ul style="list-style-type: none"> - Upgrades to the Corporation's e-mail system; - Installation of state compliant firewalls; - Deployment of collaborative on-line work environments; - Maintenance of a stream-lined network infrastructure; - Development of a standardized corporate wide reporting system; and - Replacement of a variety of legacy hardware and software systems. 												
<i>Combining Human Resource (HR) and Payroll departments will occur in FY2009. Costs for a new software package and training to start up will add an additional cost to the HR travel and training budget for FY2009. An increase in the travel and training of \$6.4 is needed to maintain the expertise in the department with the current laws and regulations, and to provide for travel to outlying areas during open enrollment periods, and for required site visits.</i>												
<i>The Mortgage department provides HomeChoice/Outreach classes throughout the state that are key business activities for the Corporation. An additional \$10.0 is needed to cover increased costs of air fare, gasoline, car rentals, hotels, etc.</i>												

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Alaska Housing Finance Corporation (continued)

AHFC Operations (continued)

Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
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FY2009 Increase Corporate Funding for Anticipated Business Activity Expenditures (continued)

*Contractual - \$384,000:
Data Communications - \$100.0 In order to support a statewide network extending to over 16 Alaskan communities, AHFC must maintain secure, dedicated, and reliable network connectivity to each of its locations statewide. Over the last year, AHFC has reduced the cost of data communications and will continue working on creative ways to continue this trend. Metrics such as performance, reliability and manageability all contribute to the cost of supporting a state-wide Corporate network. In order to maintain a network at the current level, the IS department is requesting an additional \$100.0 to cover the cost of maintaining AHFC's network data communication charges. Like other contractual costs, data communication costs are fixed and are knowable from the budgeting perspective. Budget tracking indicates the current Data Communications allocations will fall short by approximately \$100.0 in fiscal year 2009.*

*Consulting Services - \$162.6:
The Mortgage department will need \$7.6 in Consulting Services to update the HomeChoice databases.*

The Corporation desires to expand the mortgage education program through the Mortgage department by moving toward an on-line homebuyer training program that would provide an option for homebuyers who are sometimes forced to wait up to 90 or more days for direct face-to-face classes. This tool would also provide yet another option for providing our services throughout the state, while at the same time, enhancing the effectiveness of the existing "correspondence" course that is taken by individuals that for various reasons are unable to take the class but require the credit to qualify for their loan. Additionally, our loan programs serve veterans that live in Alaska but are now serving overseas. They would also have easy access to AHFC training programs. Lastly, all continuing education classes for real estate professionals, builders, lenders, etc. could be accessed through this medium, in addition to our current classes, to assist in meeting their requirements for licensure. This project is anticipated to cost \$55.0.

The Corporation anticipates expanding the Public Awareness program through the Government Relations and Public Affairs/Communications department by increasing its marketing activity by \$100.0 to further educate the public regarding the Corporation's stable mortgage loan programs.

*Lease Space - \$9.1
The Administrative Services (AS) department manages the Corporation's leases; they are expected to increase by \$9.1*

*Space Rent - \$1.8
Cost for space rent for the HomeChoice classes continues to increase around the state.*

*Printing - \$82.6
The current supply of HomeChoice workbooks will be depleted by December of FY2009. The Mortgage department will be printing new copies of the HomeChoice workbook that is anticipated to cost approximately \$77.1. In addition, Human Resources will need \$5.5 to reprint the Group Insurance Information Booklet for AHFC employees.*

Audit Fees - \$28.0

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2009 Increase Corporate Funding for Anticipated Business Activity Expenditures (continued) <i>The Accounting Department anticipates increases for the annual external audit fees.</i>												
<i>General Office Supplies- \$10.3 Normal cost increases for various departmental business supplies.</i>												
<i>Office Equipment - \$15.0 The Administrative Services (AS) department has received notice that the US Postal Service has mandated postal meters/machines change to secure digital technology. AHFC has a postage machine/meter at HQ that must be changed by 12/31/2008. Estimated cost is \$15.0 for direct buy or \$750/month for 36 months (\$27.0).</i>												
1103 AHFC Rcpts (Other)		505.7										
FY2010 Adjust Funding due to AHFC eligibility in HUD "Moving to Work" program	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This fund source change is to adjust Corporate funding for salaries back to Federal Receipts. Now that AHFC is in HUD's Moving to Work agency status, there is sufficient federal resources to cover these expenses.</i>												
1002 Fed Rcpts (Fed)		674.3										
1103 AHFC Rcpts (Other)		-674.3										
FY2010 Utilities Increase - Eligible for Federal Receipts due to AHFC becoming a HUD "Moving to Work" agency	Inc	959.7	0.0	0.0	959.7	0.0	0.0	0.0	0.0	0	0	0
<i>This increment is to adjust FY2010 budget base for an increase in utility expense due to increased rates for energy costs. Now that AHFC is in HUD's Moving to Work agency status, there is sufficient federal resources to cover these expenses.</i>												
1002 Fed Rcpts (Fed)		959.7										
FY2010 Increase Funding for Anticipated Business Activity	Inc	254.4	118.4	0.0	123.0	13.0	0.0	0.0	0.0	0	0	0
<i>The Corporation maintains many contracts, agreements, services, licensing, etc., that affect periods longer than a fiscal year. Many of these types of items cannot simply have their funding redirected without consequences. Pulling additional funds from these business activities have or will result in a loss of essential services or the support for them. This request restores some depleted funding, while minimally expanding the Corporation's business activity to increase its productivity.</i>												
<i>Salary - \$118,400 Federal and CIP Receipts to pay for a Grant Administrator for the Neighborhood Stabilization Program that was approved by LB&A on December 10, 2008. Federal Receipts \$37,900 CIP Receipts \$80,500</i>												
<i>Contractual Increase - \$123,000: These increases are expected to remain valid for the life of the applications; therefore, it is necessary for FY2010 and beyond.</i>												
<i>ARIBA - Corporate Receipts for increases in annual license fees of \$44,000. The Corporation realized a need to increase licensing and the number of possible monthly expense reports for the ARIBA application.</i>												
<i>MITAS - Corporate Receipts for the MITAS software Maintenance and Support increases at a rate of 5% per year of \$39,000.</i>												

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2010 Increase Funding for Anticipated Business Activity (continued)												
<i>KRONOS - Corporate Receipts for the KRONOS Software will be in its first year of operations. The annual maintenance fee for the new software will require an increase of \$40,000.</i>												
<i>Supplies - \$13,000</i>												
<i>Postage - \$13.0 Federal Receipts to mail out Housing Assistance Payments (HAP) to landlords in the Housing Choice Voucher (HCV) program.</i>												
		1002 Fed Rcpts (Fed)	50.9									
		1061 CIP Rcpts (Other)	80.5									
		1103 AHFC Rcpts (Other)	123.0									
FY2011 Increase Federal Funding for Facility Management	Inc	530.0	107.3	8.1	361.7	57.7	-4.8	0.0	0.0	0	0	0
<i>AHFC provides safe, decent, and affordable rental housing and access to supportive services to low-income Alaskans. Public housing and Section 8 new housing developments are located in 14 communities across Alaska. AHFC owns and operates more than 1,600 housing units statewide. Eligible tenants pay 30 percent of their adjusted monthly income to rent a unit at one of AHFC's 29 public housing sites. HUD, through AHFC, subsidizes the balance of the rent. AHFC, in most cases, employs on-site management and maintenance staff. This request increases federal funding to manage these properties in accordance with HUD guidelines.</i>												
		1002 Fed Rcpts (Fed)	513.0									
		1103 AHFC Rcpts (Other)	17.0									
FY2011 Grant Administrator I and Energy Specialist I positions related to administration of ARRA funding	Inc	218.0	218.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>AHFC received nearly \$100 million in American Recovery and Reinvestment Act (ARRA) funding in FY2010. Although the programs are similar to existing programs, there are substantially more monitoring and reporting requirements related to these special programs. Because of the additional workload, AHFC is requesting additional CIP funding to cover the salary expenses of two positions that will be working in these ARRA-funded programs. One of the positions is a Grant Administrator I - Range 16, and the other is an Energy Specialist I -- Range 18.</i>												
		1061 CIP Rcpts (Other)	218.0									
L FY2011 For housing assistance payments under the Section 8 program	Lang	36,000.0	0.0	0.0	0.0	0.0	0.0	36,000.0	0.0	0	0	0
<i>similar transactions should have included in past years</i>												
		1002 Fed Rcpts (Fed)	36,000.0									
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	646.0	646.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>FY2011 Noncovered Employees Year 1 increase : \$646.0</i>												
		1002 Fed Rcpts (Fed)	208.2									
		1061 CIP Rcpts (Other)	39.9									
		1103 AHFC Rcpts (Other)	397.9									
FY2011 Ch. 46, SLA 2010 (SB 217) AHFC: VET. BONDS/BLDG ; SUBPORT BLDG BOND	FisNot	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
		1103 AHFC Rcpts (Other)	150.0									

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2011 Ch. 7, SLA 2010 (HB 369) IN-STATE PIPELINE/ MANAGER/TEAM	FisNot	15,640.6	1,095.2	90.0	14,342.1	29.0	84.3	0.0	0.0	7	0	0
1004 Gen Fund (UGF)		15,640.6										
L FY2012 Funding for Federal Housing Assistance Payments (HAP)	Lang	32,000.0	0.0	0.0	0.0	0.0	0.0	32,000.0	0.0	0	0	0
<i>Landlords in the private rental market enter into a Housing Assistance Payment (HAP) contract with AHFC. Rental units that meet HUD housing quality standards (HQS) and rent reasonableness criteria are likely to be considered eligible rental properties. The amount of rent AHFC may subsidize is based upon the unit size, the community in which the unit is located, and the comparable market conditions.</i>												
1002 Fed Rcpts (Fed)		32,000.0										
FY2012 Veterans Bonds SB 217 year 2	IncOTI	40.0	0.0	0.0	0.0	0.0	0.0	0.0	40.0	0	0	0
1103 AHFC Rcpts (Other)		40.0										
FY2013 HUD Funding Conversion	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The US Department of Housing and Urban Development (HUD) has converted Public Housing Authorities to the Project-based Asset Management (AMP) format.</i>												
<i>AHFC's Central Office Cost Center (COCC) provides management, supervision and oversight of all AHFC's rental housing developments. To cover the management costs, it receives a management fee from each individual Asset Management Project (AMP). In the past, these have been recorded as federal receipts.</i>												
<i>HUD now considers the Central Office Cost Center to be its own AMP. They are requiring any fee received from another AMP to be recorded as corporate receipts, not federal receipts.</i>												
<i>Once the fee is paid there are no longer any federal restrictions attached to the funds received as management fees. Because of this conversion, it is no longer necessary to allocate expenses, such as salaries, to each housing program/project, thus reducing the need to split accounting transactions across the various HUD programs administered by AHFC. AHFC is not replacing HUD funding, just the way for which it is accounted.</i>												
<i>This is an adjustment to the original conversion done in FY2008. Since then, HUD has made adjustments that require AHFC to have certain employees be paid under the COCC, rather than directly to the AMP. The positions are paid for through the Management Fees, which have a Corporate Receipt designation; however, the original source of the funds are from Federal Receipts.</i>												
1002 Fed Rcpts (Fed)		-598.2										
1103 AHFC Rcpts (Other)		598.2										
FY2013 Federal Housing Program Expense Increases	Inc	812.6	0.0	60.0	631.8	55.8	65.0	0.0	0.0	0	0	0
<i>This increment is to increase federal receipts funding levels for the Multifamily Section 8 New Construction and the Conventional Low Rent programs. Funds are anticipated to be added in order to take advantage of HUD's inflation factors used in developing the upcoming year's funding levels to continue to administer, operate, and maintain AHFC's rental housing units throughout the State.</i>												
<i>Travel -- \$35.0 for In-State Administrative Travel, \$25.0 for Out of State Administrative Travel related to training.</i>												
<i>Contractual -- \$381.8 for increases in Utility expenses, \$250.0 for maintenance and service contracts for rental units owned by the Corporation.</i>												

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2013 Federal Housing Program Expense Increases (continued)												
<i>Supplies -- \$55.8 for Maintenance Materials related to rental units owned by the Corporation.</i>												
1002 Fed Rcpts (Fed)		812.6										
FY2013 AMD: Technical Correction - Veterans Bonds Year 3 (CH46 SLA2010)(SB217)	IncOTI	45.3	0.0	0.0	45.3	0.0	0.0	0.0	0.0	0	0	0
<i>In the FY2013 Governor's budget released December 15, 2011 the increment for the Veterans Bonds year two was incorrectly placed in the language section of the bill. This corrects the improper placement and adds the amount to the proper numbers section.</i>												
<i>FY2013 December budget -- \$90,283.8</i>												
<i>FY2013 Amendment -- \$0.0</i>												
<i>TOTAL FY2013 -- \$90,283.8</i>												
1103 AHFC Rcpts (Other)		45.3										
FY2013 Funding for Federal Housing Assistance Payments (HAP)	IncM	32,000.0	0.0	0.0	0.0	0.0	0.0	32,000.0	0.0	0	0	0
<i>Landlords in the private rental market enter into a Housing Assistance Payment (HAP) contract with AHFC. Rental units that meet HUD housing quality standards (HQS) and rent reasonableness criteria are likely to be considered eligible rental properties. The amount of rent AHFC may subsidize is based upon the unit size, the community in which the unit is located, and the comparable market conditions.</i>												
1002 Fed Rcpts (Fed)		32,000.0										
FY2013 (SB 226) PURCHASE & LEASE OF NOME OFFICE BUILDING	FisNot	552.8	58.1	19.3	474.7	0.7	0.0	0.0	0.0	0	0	0
<i>Removed annual debt services and changed fund code to AHFC Receipts for remaining expenditures.</i>												
1103 AHFC Rcpts (Other)		552.8										
FY2013 DID NOT PASS: (SB 226) PURCHASE & LEASE OF NOME OFFICE BUILDING	FisNot	-552.8	-58.1	-19.3	-474.7	-0.7	0.0	0.0	0.0	0	0	0
<i>Removed annual debt services and changed fund code to AHFC Receipts for remaining expenditures.</i>												
1103 AHFC Rcpts (Other)		-552.8										
FY2014 Increase Corporate Receipt Authority for AHFC's New Mortgage Marketing Plan	Inc	680.0	0.0	50.0	555.0	25.0	50.0	0.0	0.0	0	0	0

\$680,000 is requested to support a marketing effort that will benefit mortgage operations. Marketing is needed to support a new Turnkey program, tentatively approved by AHFC's board of directors, which will offer closing cost assistance at an attractive interest rate for Alaskans with credit scores of 620 or greater. The program is the first of its kind to be offered in the history of AHFC, and management believes it is important not only to generate additional business activity but also to remain relevant among real estate professionals, lenders and homebuyers so that when the market returns to normalcy, AHFC will be better positioned to continue offering loans and provide returns that benefit the bottom line and support social activities.

Rationale:

- Last year's marketing resulted in an increase of more than 60% would-be homebuyers attending pre-purchase counseling.
- Mortgage applications increased 14.5 percent while at the same time payoffs increased, resulting in a total

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2014 Increase Corporate Receipt Authority for AHFC's New Mortgage Marketing Plan (continued)												
<i>portfolio decrease of 8.5%.</i>												
<i>- New program is offered in conjunction with Raymond James/Morgan Keegan (RJMK). It is a "turnkey" Mortgage Backed Securities (MBS) program, and in addition to the advantages offered to buyers, it will also provide AHFC with a profitable pricing spread.</i>												
<i>o There are no additional staffing requirements for AHFC, no increased capital reserves and minimal risk.</i>												
<i>o Projection is for up to \$200 million in annual activity from this program that could generate about \$6 million in additional revenue.</i>												
<i>o Upon return to normal market conditions, AHFC will be able to easily transition back to promoting its traditional Mortgage Revenue Bond (MRB) programs.</i>												
1103 AHFC Rcpts (Other)		680.0										
FY2014 Increase Federal Receipt Authority for Additional Public Housing Units	Inc	981.1	267.9	4.2	583.3	125.7	0.0	0.0	0.0	0	0	0
<i>Under usual budgeting circumstances, funds needed for merit increases would be pulled from another portion of the budget, which has been the practice over the last decade, including this year. Many of these types of items cannot simply have their funding redirected without consequences. Pulling additional funds from these business activities have or will result in a loss of essential services or the support for them. This request restores some depleted funding, while minimally expanding the corporation's business activity to increase its productivity.</i>												
<i>This increment is for property and other insurance contracts increases. AHFC has entered into contracts, agreements, services, licensing, etc., that affect periods longer than a fiscal year. The insurance is for corporate assets.</i>												
1002 Fed Rcpts (Fed)		981.1										
FY2014 Increase Corporate Receipt Authority for Fixed Costs Increases (Property and Corporate Asset Insurance)	Inc	183.6	0.0	0.0	183.6	0.0	0.0	0.0	0.0	0	0	0
<i>Under usual budgeting circumstances, funds needed for merit increases would be pulled from another portion of the budget, which has been the practice over the last decade, including this year. However, the Corporation maintains contracts, agreements, services, licensing, etc., many that affect periods longer than a fiscal year. Many of these types of items cannot simply have their funding redirected without consequences. Pulling additional funds from these business activities have or will result in a loss of essential services or the support for them. This request restores some depleted funding, while minimally expanding the Corporation's business activity to increase its productivity.</i>												
<i>Contractual -- \$183.6 for increases in property and other insurance that the Corporation has no control over. The insurance is for Corporate Assets.</i>												
1103 AHFC Rcpts (Other)		183.6										
FY2014 Federal Funding for Additional Housing Assistance Payments	Inc	1,000.0	0.0	0.0	0.0	0.0	0.0	1,000.0	0.0	0	0	0
<i>Landlords in the private rental market enter into a Housing Assistance Payment (HAP) contract with Alaska Housing Finance Corporation (AHFC). Rental units that meet Housing and Urban Development's (HUD) housing</i>												

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Alaska Housing Finance Corporation (continued)												
AHFC Operations (continued)												
FY2014 Federal Funding for Additional Housing Assistance Payments (continued) <i>quality standards (HQS) and rent reasonableness criteria are likely to be considered eligible rental properties. The amount of rent AHFC may subsidize is based upon the unit size, the community in which the unit is located, and the comparable market conditions.</i>												
1002 Fed Rcpts (Fed)		1,000.0										
FY2016 Cost Control and Operational Efficiencies	Dec	-1,028.6	0.0	0.0	0.0	0.0	0.0	0.0	-1,028.6	0	0	0
1103 AHFC Rcpts (Other)		-1,028.6										
FY2017 Housing Assistance Payments	Inc	2,000.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0	0	0
<i>Add \$2,000.0 federal authority to the Housing Choice Voucher (HCV) program to provide additional rental assistance in the form of Housing Assistance Payments. The Housing Choice Voucher Program helps eligible low-income Alaskans lease privately owned rental units from participating landlords. The Alaska Housing Finance Corporation (AHFC) Public Housing Division administers this program in 12 communities throughout Alaska.</i>												
1002 Fed Rcpts (Fed)		2,000.0										
* Allocation Total *		128,336.3	4,978.0	312.3	19,630.0	1,195.1	209.5	103,000.0	-988.6	7	0	0
Anchorage State Office Building												
FY2009 Decrease Corporate Funding for Reduced Private Lease Space in Atwood Building <i>The Department of Administration (DOA), as agreed in its lease with AHFC, allocates the operating expenses for the Anchorage State Office Building - Atwood Building. AHFC reimburses DOA for the portion of maintenance costs related to the private sector leases. As the private tenants' leases expire, state agencies take possession of the space. As more state agencies move into the building, more operating costs are allocated by DOA to the agencies, and fewer expenses are billed to AHFC for the reduced private lease space.</i>												
<i>This request will decrease corporate funding closer to actual income levels generated from the private tenant lease payments in the Atwood Building. There are fewer private leases in the Atwood Building that generate funds to pay toward the maintenance of the building; therefore, this change record will decrease excess authority by -\$400.0.</i>												
1103 AHFC Rcpts (Other)		-400.0										
FY2012 Decrease Corporate Funding for Reduced Private Lease Space in Atwood Building	Dec	-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Administration (DOA), as agreed in its lease with AHFC, allocates the operating expenses for the Anchorage State Office Building - Atwood Building. AHFC reimburses DOA for the portion of maintenance costs related to the private sector leases. As the private tenants' leases expire, state agencies take possession of the space. As more state agencies move into the building, more operating costs are allocated by DOA to the agencies, and fewer expenses are billed to AHFC for the reduced private lease space.</i>												
<i>This request will decrease corporate funding closer to actual income levels generated from the private tenant lease payments in the Atwood Building. There are fewer private leases in the Atwood Building that generate funds to pay toward the maintenance of the building; therefore, this change record will decrease excess authority by -\$200.0.</i>												
1103 AHFC Rcpts (Other)		-200.0										

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Alaska Housing Finance Corporation (continued)												
Anchorage State Office Building (continued)												
FY2014 Decrease Excess Corporate Receipt Authority	Dec	-100.0	0.0	0.0	-100.0	0.0	0.0	0.0	0.0	0	0	0
<i>This request will align authority with anticipated receipts. Alaska Housing Finance Corporation (AHFC) has not collected over a \$100,000 for a few years and does not anticipate exceeding this amount.</i>												
1103 AHFC Rcpts (Other)		-100.0										
* Allocation Total *		-700.0	0.0	0.0	-700.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		127,636.3	4,978.0	312.3	18,930.0	1,195.1	209.5	103,000.0	-988.6	7	0	0
Alaska Permanent Fund Corporation												
APFC Operations												
FY2006 Personal Services Increment	Inc	160.0	160.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Personal services increment to fund adjustments made to the Executive Director's and certain investment officer's salaries to keep them competitive with the market. Also funds merit increases for staff.</i>												
1105 PF Gross (Other)		160.0										
FY2006 Adjustment to reflect spending plan	Inc	263.1	0.0	53.7	217.4	-8.0	0.0	0.0	0.0	0	0	0
<i>Travel -- (\$53.7) increment to allow for more staff due diligence travel to external asset managers, bank custodian, and Fund properties. This increment will also support staff specialized training and travel for educating the public on Fund issues.</i>												
<i>Contractual -- (\$217.4) increment. APFC anticipates additional professional services costs associated with a new real estate policy resulting in increase acquisition activity. The increment also is for increased expenditure on educating and informing the public on Fund issues and for additional pass-through charges for central state services.</i>												
<i>Commodities -- (\$-8.0) decrement to reflect FY2006 spending plan.</i>												
1105 PF Gross (Other)		263.1										
FY2006 Ch. 53, SLA 2005 (HB 98) Nonunion Public Employee Salary and Benefit	FisNot	228.3	228.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PF Gross (Other)		228.3										
FY2007 New Positions -- Sr Inv Officer & Sr. Accountant	Inc	300.5	300.5	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
<i>In the past 16 months, the Trustees have allocated \$2.4 billion to alternative asset classes that had not been present in the Fund and have liberalized investment restrictions of some existing investment managers. A senior investment position is requested to provide quantitative risk analytics across asset classes given the additional degrees of complexity both within asset classes and across the spectrum of asset classes. Assistance is also needed to provide external manager oversight to accommodate growth in the number of Fund managers that has already occurred.</i>												
<i>A senior accountant position is requested to provide direct assistance to the controller in the support of equity portfolio accounting, oversight of the preparation and development of the monthly financial statements, staff supervision, administering of the accounting system, and oversight and assistance in other functions such as accounting and compliance for real estate investments and the annual audit.</i>												
<i>These positions are necessary to provide the necessary oversight and accounting of a growing multi-billion dollar fund as it transitions into alternative investment strategies.</i>												
1105 PF Gross (Other)		300.5										

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2007 Increased Due Diligence due to complex investment environment	IncOTI	376.4	0.0	21.9	352.0	12.5	-10.0	0.0	0.0	0	0	0
<i>Travel -- \$21.9 increment to allow for expanding due diligence travel to external asset managers, bank custodian, and Fund properties. This increment will also support staff travel for specialized training.</i>												
<i>Contractual -- \$352.0 increment to allow for: additional professional services costs associated with transitioning into expanded asset classes and increased audit and performance measurement costs; new investment portfolio management systems; increased IT consulting costs; additional lease cost for office space; and higher State centralized support costs; and additional funding for specialized staff training.</i>												
<i>Commodities -- \$12.5 increment for workstation replacements.</i>												
<i>Equipment -- (\$10.0) decrement based on our equipment replacement / upgrade plan.</i>												
<i>The additional funding will provide the resources necessary to manage a large multi-billion dollar fund seeking a 5% real rate of return in a complex investment environment.</i>												
1105 PF Gross (Other)		376.4										
FY2008 Salary management plan increases	Inc	239.7	239.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment is integral to the corporation's ability to attract and retain qualified investment professionals. It will fund market salary adjustments made by the Trustees which were provided primarily to investment staff in FY2006. It will also provide expected performance based increases for each permanent position in FY2008.</i>												
1105 PF Gross (Other)		239.7										
FY2008 Investment travel due diligence	Inc	19.3	0.0	19.3	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>\$13.5 increment to allow for additional staff due diligence travel to external asset managers, bank custodian, and fund properties. The Board has directed APFC staff to conduct more frequent on-site visits with the Fund's external managers. In the last two fiscal years, the actual assets under management has grown by about six (6) billion dollars. Over the same two fiscal years, changes in Fund size and strategy have lead to a 38% increase in the number of portfolio managers. Additionally, our real estate portfolio has increased in size which necessitates additional due diligence travel to review and directly monitor the management of those properties. We expect to continue our expansion into alternative investments which will require additional review and analysis given the complexity of these types of investments.</i>												
<i>\$5.8 increment will support staff specialized training and moving costs associated with recruitment and retention of specialized investment type positions.</i>												
1105 PF Gross (Other)		19.3										
FY2008 Contractual Services increments	Inc	50.2	0.0	0.0	50.2	0.0	0.0	0.0	0.0	0	0	0
<i>This increment will fund:</i>												
<i>-- Increased professional services contractual obligations for the Fund's annual audit and performance measurement contracts.</i>												
<i>-- Additional auditing work related to alternative investments.</i>												
<i>-- Maintenance, service, and support of the Corporation's phone system.</i>												
<i>-- An increase of our Juneau office lease due to a CPI adjustment.</i>												
1105 PF Gross (Other)		50.2										
FY2008 Financial network investment systems	Inc	247.3	0.0	0.0	247.3	0.0	0.0	0.0	0.0	0	0	0
<i>This increment will provide funding for increased contractual obligations and changes to existing investment</i>												

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2008 Financial network investment systems (continued)												
<i>financial network systems. These systems provide our investment officers and finance staff the tools and information required to manage and account for a \$35 billion dollar fund.</i>												
<i>Funding will also be used to purchase two new system subscriptions. \$80,000 for a new risk analytics system which will provide the investment staff with a tool set to calculate the risk of the entire portfolio and \$43,000 for a new performance measurement system -- Per Trac 6.</i>												
1105 PF Gross (Other)		247.3										
FY2008 Due Diligence Travel Costs	Inc	21.9	0.0	21.9	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This funding was approved as part of a one-time item in FY07.</i>												
<i>The Board has directed APFC staff to conduct more frequent on-site visits with the Fund external managers and properties. As the Fund has grown in size and complexity, so have the numbers of managers and properties that staff must oversee. In addition the Corporation expects to continue expansion into alternative investments which will require additional review and analysis and on-going due diligence as the investments are undertaken.</i>												
1105 PF Gross (Other)		21.9										
FY2008 Contractual Services Costs	Inc	352.0	0.0	0.0	352.0	0.0	0.0	0.0	0.0	0	0	0
<i>This funding was approved as part of a one-time item in FY07. The Corporation continues to require this funding.</i>												
<i>As part of the FY07 budget development process, the Corporation adjusted its spending plan in Contractual Services reallocating \$235.5 of expected reductions in service or excess authorization to areas that service levels or programs are anticipated to increase. This new spending plan resulted in a requested Contractual Services increment of \$352.0. This increment is needed to support additional manager searches, an increase in the cost of State support services, additional financial network informational, trading, analytical and other investment services that are necessary to properly manage the Fund's investments, on-going Investments and IT consulting services, increased audit and performance measurement contractual costs, increased cost for the Corporation's office spaces, and increased cost for specialized staff training.</i>												
1105 PF Gross (Other)		352.0										
FY2008 Workstation Equipment Upgrades	Inc	12.5	0.0	0.0	0.0	12.5	0.0	0.0	0.0	0	0	0
<i>This funding was approved as part of a one-time item in FY07. The Corporation continues to require this funding in FY08.</i>												
<i>The increment is needed to upgrade workstation equipment and laptops.</i>												
1105 PF Gross (Other)		12.5										
FY2008 Capital Outlay Reduction	Dec	-10.0	0.0	0.0	0.0	0.0	-10.0	0.0	0.0	0	0	0
<i>This decrease was approved as part of a one-time item in FY07.</i>												
1105 PF Gross (Other)		-10.0										
FY2009 Travel Increment	Inc	41.2	0.0	41.2	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This proposed travel increment will support the additional necessary due diligence and management travel to external asset managers (including international), the bank custodian, and Fund properties. This increment will also support the moving expenses associated with the recruitment of experienced investment staff.</i>												
<i>The travel budget was approved by the Board of Trustees September 25, 2007 as part of the FY2009 budget plan.</i>												
1105 PF Gross (Other)		41.2										

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2009 Contractual Services Increment	Inc	89.0	0.0	0.0	89.0	0.0	0.0	0.0	0.0	0	0	0
<i>\$89.0 represents the net increment necessary to implement the contractual services spending plan approved by the Board of Trustees on September 25, 2007 for the FY2009 budget. It includes:</i>												
<i>Increased spending (\$313.6) on: IT services, State pass-through charges, investment financial data and analytical systems, training, and meeting expenses.</i>												
<i>Decreased spending (-\$224.6) on: contractual legal services, public education program, communications, postage, printing, and leases.</i>												
1105 PF Gross (Other)		89.0										
FY2009 Salary Management Plan Increment	Inc	272.3	272.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment is integral to the Corporation's ability to attract and retain qualified investment professionals. The Alaska Permanent Fund Corporation's Board adopted compensation program allows for performance based increases for each permanent position annually. \$172.3 of this increment will fund these performance based increases for each permanent position in FY2009. This increment includes \$100.0 for implementation of potential salary adjustments that may result from a planned FY2009 market salary analysis. The \$100.0 is shown as "lump sum premium pay" in the Personal Services detail page. The Board of Trustees approved this increment on September 25, 2007 as part of the FY2009 budget.</i>												
1105 PF Gross (Other)		272.3										
FY2009 New Position - Attorney	Inc	180.9	180.9	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<i>A new position, an Attorney, is requested for the Alaska Permanent Fund Corporation. The new position will provide legal counsel for the Corporation. This position was approved by the Board of Trustees on September 25, 2007 as part of our FY2009 budget plan.</i>												
<i>The Fund has experienced tremendous growth and increased complexity over the last 10 years. Legal guidance is essential to the ongoing management of a \$40 billion public fund and a staff attorney would greatly enhance the efficiency of our corporate and investment operations.</i>												
<i>Previously, the Department of Law (DOL) has provided legal services, as well as contracted for specialized outside legal counsel for APFC legal needs. These contractual services were budgeted for as Reimbursable Service Agreements. Our FY2009 contractual services request has been decreased by \$175.0 in response to this request to fund this new position in Personal Services. If this position is not approved, APFC will still incur similar or higher outsourced legal costs which will necessitate additional funding under contractual services. In addition, we will lose the efficiencies of an attorney who is devoted with APFC issues.</i>												
<i>The Attorney position is approximately a range 25 with an estimated annual salary and benefits of approximately \$180.9. This position will be located in Juneau. Funding comes from APFC Corporate Receipts and there are no current or future GF funding impacts.</i>												
1105 PF Gross (Other)		180.9										
FY2009 Commodities & Equipment Decrement	Dec	-15.8	0.0	0.0	0.0	-10.8	-5.0	0.0	0.0	0	0	0
<i>Commodities -- (-\$10.8) decrement to reflect FY2009 spending plan approved by the Board of Trustees September 25, 2007.</i>												
<i>Equipment -- (-\$5.0) decrement to reflect FY2009 spending plan approved by the Board of Trustees September 25, 2007.</i>												
1105 PF Gross (Other)		-15.8										

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2011 New multi-year contractual arrangements for auditing, investment performance measurement, and external legal services	Inc	56.6	0.0	0.0	56.6	0.0	0.0	0.0	0.0	0	0	0
<i>This request increases the Corporation's contractual services authorization for existing business obligations.</i>												
<i>Professional services -- \$56.6. The Corporation will be entering into new multi-year contractual arrangements for auditing, investment performance measurement, and external legal services. This funding will meet the expected FY2011 service cost increases for these agreements.</i>												
<i>State support charge backs -- \$21.5. This increment will cover the increasing chargeback costs that the Department of Administration and the Department of Revenue pass through to the Corporation.</i>												
1105 PF Gross (Other)		56.6										
FY2011 Anticipated cost increases for existing investment information and analytical systems	Inc	117.0	0.0	0.0	117.0	0.0	0.0	0.0	0.0	0	0	0
<i>\$117.0 -- The Corporation has existing agreements for investment information and analytical systems which are used by staff in the Fund's investment management and decision making processes. This funding will cover the anticipated increases for these existing services.</i>												
<i>\$321.0 -- New investment risk management information and analytical services to enable our internal risk management staff to perform the risk analysis.</i>												
1105 PF Gross (Other)		117.0										
FY2011 New investment risk management information and analytical services	Inc	321.0	0.0	0.0	321.0	0.0	0.0	0.0	0.0	0	0	0
<i>\$117.0 -- The Corporation has existing agreements for investment information and analytical systems which are used by staff in the Fund's investment management and decision making processes. This funding will cover the anticipated increases for these existing services.</i>												
<i>\$321.0 -- New investment risk management information and analytical services to enable our internal risk management staff to perform the risk analysis.</i>												
1105 PF Gross (Other)		321.0										
FY2011 IT System Security Services - network security audit, and firewall security and fixed income trade system upgrades	IncOTI	80.0	0.0	0.0	80.0	0.0	0.0	0.0	0.0	0	0	0
<i>This funding will support three critical IT projects:</i>												
<i>-- A network security audit.</i>												
<i>-- Firewall security upgrades. Alaska Permanent Fund Corporation firewalls are nearing end of life status. This project will move corporate firewalls to comply with State firewall standards.</i>												
<i>-- Fixed income trade order management system enhancements to enable our internal trading staff to be more competitive through extended access opportunities.</i>												
1105 PF Gross (Other)		80.0										
FY2011 CC: Reduce funding for new investment risk management information and analytical services	Dec	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
1105 PF Gross (Other)		-150.0										
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase	FisNot	105.3	105.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2011 Ch. 56, SLA 2010 (HB 421) FY 2011 Noncovered Employees Salary Increase (continued)												
FY2011 Noncovered Employees Year 1 increase : \$105.3												
1105 PF Gross (Other)		105.3										
FY2012 Due Diligence Travel, Legal Fees, and Consultants	Inc	115.0	0.0	75.0	40.0	0.0	0.0	0.0	0.0	0	0	0
<i>Travel</i>												
<i>This increment will support due diligence travel for new and existing investments. The Board believes that a strong staff due diligence program is critical to proactively monitoring our investments and controlling investment and operational risk.</i>												
<i>This increment will also support Board travel which meets the Board's educational objectives to: a) ensure that the Board has access to the knowledge and information necessary for them to fulfill their fiduciary duties as trustees; and b) to assist them in becoming well informed in all matters pertaining to the management of a large institutional fund.</i>												
<i>Services</i>												
<i>This request increases the Corporation's authorized contractual services budget to cover existing business obligations for auditing, external legal services, and investment performance measurement.</i>												
1105 PF Gross (Other)		115.0										
FY2012 AMD: IT System Security Services - Restore OTI	IncM	80.0	0.0	0.0	80.0	0.0	0.0	0.0	0.0	0	0	0
<i>This funding will support ongoing annual network security audits and correct any deficiencies found during these audits. As a multi-billion dollar fund, the Alaska Permanent Fund is an attractive target, and the corporation's network experiences thousands of probe attempts from around the world on a daily basis. These threats are constantly changing in response to existing network defenses. Regular security audits and follow-up work are essential to help protect one of Alaska's most valuable resources.</i>												
<i>This funding was approved in FY2011 as a one-time increment, however these needs are ongoing. This project was inadvertently omitted from the FY2012 Governor's Budget, and the error was not recognized until after the December 15, 2010 release date.</i>												
1105 PF Gross (Other)		80.0										
FY2012 CC: Increase to Fill All Current Positions and Fund Salary Increases	Inc	152.0	152.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Alaska Statute 39.25.110(11)(B) exempts the APFC from the State Personnel Act. As a result, the Board is authorized to design and implement a salary program that will attract and retain staff with the necessary specialized knowledge and skills necessary to prudently manage the Permanent Fund. The requested increment will allow the Corporation to maintain a reasonable vacancy rate of 3.41%, fill all current positions, and meet its stated obligations to current staff that have met or exceeded their annual performance goals. APFC has been forced to hold an investment position open for FY2011 due to short funding in the personal services line, limiting the resources the Board has available to prudently manage the Fund's investments. If the requested increment for FY2012 is not approved, this position will have to remain open. This increases the operational risk for the Fund, as adequate staffing levels are necessary to effectively monitor the Fund's investments.</i>												
1105 PF Gross (Other)		152.0										

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2013 Merit Based and Vacancy Management Increases	Inc	185.0	185.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Alaska Statute 39.25.110(11)(B) exempts the APFC from the State Personnel Act. As a result, the Board is authorized to design and implement a salary management program that will attract and retain staff with the specialized knowledge and skills necessary to prudently manage the Permanent Fund.</i>												
<i>The requested increment will allow the Corporation to maintain a reasonable vacancy rate, fill all current positions, and meet its stated obligations to current staff that have met or exceeded their annual performance goals.</i>												
1105 PF Gross (Other)		185.0										
FY2013 AMD: Increase In-House Investment Management	Inc	295.0	295.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
<i>This request is for two new exempt positions at the Alaska Permanent Fund Corporation (APFC): a fixed income investment officer and an accountant. Together, these positions will allow the APFC to bring in-house the direct investment of the Fund's international fixed income portfolio. Both of the positions described below are required for the APFC to take on this new mandate.</i>												
<i>APFC's fixed income staff directly invests nearly \$5 billion of the Fund in domestic fixed income securities. The internal staff consistently achieves competitive returns, while saving millions of dollars in management fees compared to our external managers.</i>												
<i>APFC wishes to expand the internal staff's mandate to include direct investment of international fixed income. Currently, this portfolio is managed externally at an annual cost of about \$1.6 million. Moving these assets to our internal portfolio is expected to save a minimum of \$1.3 million annually over the cost of the two new requested positions.</i>												
<i>The new fixed income investment officer will perform the analysis, oversight, and direct investment activities for this new mandate. The APFC's current team is at capacity, so a new position is required in order to perform these tasks in-house.</i>												
<i>A new accountant will be required to handle the additional accounting tasks associated with this new mandate. Increasing in-house trading volume will directly increase the amount of review, compliance and accounting tasks that APFC's finance section must perform for the fixed income portfolio. In addition, internal fixed income trading comes with added complexities, such as foreign currencies, forward contract maintenance, and foreign brokers. The current accounting staff does not have the capacity to take on these new tasks.</i>												
<i>FY2013 December budget -- \$11,116.1</i>												
<i>FY2013 Amendments -- \$525.0</i>												
<i>TOTAL FY2013 -- \$11,411.1</i>												
1105 PF Gross (Other)		295.0										
FY2013 AMD: Co-Investment Position	Inc	230.0	230.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<i>The Alaska Permanent Fund Corporation 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, should staff think it prudent to do so, eliminating additional fees to the manager.</i>												
<i>APFC needs to develop the staff internally to be able to independently review these investments in order to take</i>												

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2013 AMD: Co-Investment Position (continued) <i>advantage of the co-investment rights. Bringing on an investment officer to begin reviewing investments in this area will lower the cost of this program in future years.</i>												
<i>FY2013 December budget -- \$11,116.1</i>												
<i>FY2013 Amendments -- \$525.0</i>												
<i>TOTAL FY2013 -- \$11,346.1</i>												
1105 PF Gross (Other)		230.0										
FY2014 AMD: Professional Services and Contractual Costs	Inc	130.0	0.0	0.0	130.0	0.0	0.0	0.0	0.0	0	0	0
<i>This amendment is a result of increased costs in the fees charged for auditing, performance measurement, manager searches, and financial networks.</i>												
<i>Contractual services cover a range of outside providers that assist the Alaska Permanent Fund Corporation (APFC) staff in the prudent management of the Fund. These services are necessary components of APFC's due diligence program to monitor investments and control investment and operational risk. This request was reconsidered as an FY2014 amendment based on additional information provided by APFC.</i>												
1105 PF Gross (Other)		130.0										
FY2014 AMD: Compensation Plan	Inc	198.0	198.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Alaska Statute 39.25.110(11)(B) exempts the Alaska Permanent Fund Corporation (APFC) from the State Personnel Act. As a result, the APFC Board (the Board) is authorized to design a salary management plan that will attract and retain staff with the specialized skills to prudently manage the Permanent Fund.</i>												
<i>This amendment will allow APFC to maintain a reasonable vacancy rate, fill all current positions, and meet its obligation to pay increases to staff that have met or exceeded their annual performance goals. The Board feels that these increases are crucial to attract, motivate, and retain qualified employees. APFC employees are not eligible for the step increases received by other State of Alaska employees. This request was reconsidered as an FY2014 amendment based on additional information provided by APFC.</i>												
1105 PF Gross (Other)		198.0										
FY2016 Investment Due Diligence and Other Program Travel	Inc	148.1	0.0	148.1	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>This item will support the necessary due diligence and other travel required of a large public investment management corporation. Travel for due diligence is an essential component of effectively managing the fund to reduce risk through proactive, rather than reactive, management of an asset. The following factors are anticipated to increase the Corporation's travel expenditure:</i>												
<i>* Broadened program of due diligence travel by the investments staff to include monitoring current investments in alternatives, particularly infrastructure and private equity, and special opportunity investments;</i>												
<i>*Increased due diligence travel to research new investment opportunities as the Corporation moves to full funding of the asset allocation categories;</i>												
<i>*International travel associated with the private markets international investing program.</i>												
1105 PF Gross (Other)		148.1										
FY2016 Increment to Manage Current Information Technology Systems	Inc	112.5	0.0	0.0	112.5	0.0	0.0	0.0	0.0	0	0	0
<i>There is a need to retrofit the old Trade Order Management System to work with various markets and asset types.</i>												
1105 PF Gross (Other)		112.5										

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2016 Senior Investment Officer for Real Estate Analysis	Inc	245.0	245.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<p><i>An investment officer is needed to help manage the Alaska Permanent Fund Corporation's (APFC) 5.9 billion real estate portfolio. This position is crucial to implement the Board's stated asset allocation for real estate.</i></p> <p><i>The APFC Board of Trustees has created a diversified asset allocation that balances the need to grow the fund with the need to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the Fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree, or move away from the Board's allocations, increasing the total investment risk of the Fund.</i></p> <p><i>Since the last real estate investment position was added in FY1998, the portfolio has more than tripled in dollar value and grown in complexity. In addition to the joint ownership of the Simpson Housing Real Estate Operating Company and the fund's first overseas investments in FY2014, the structure of the portfolio has changed to mostly wholly owned assets with controlling ownership positions. As a result, the management of existing properties and the review of potential new investments requires a great deal more time at the investment officer level.</i></p> <p><i>In addition, the growth of the fund and changes in the global real estate market have created new pressures. In order to provide sufficient diversification for a portfolio of this size, along with the difficulty in finding promising opportunities in a tight U.S. real estate market flooded with overseas investors, staff has had to start looking outside of domestic real estate to make new investments. Coming up to speed on the characteristics of new geographical regions adds a significant burden to the workload of APFC's single real estate investment officer.</i></p> <p><i>Efficiencies created by incorporating new technology allowed the portfolio to grow under the present staffing level. However, these efficiencies have been exhausted and the workload is beginning to exceed the capacity of APFC's real estate staff, while the asset class is expected to grow in coming years along with the value of the fund. If this request is not approved, the Board will have to consider moving away from its direct real estate allocation and into assets which may not provide the same risk and return benefits to the Permanent Fund.</i></p>												
1105 PF Gross (Other)		245.0										
FY2016 Senior Investment Officer for Implementation of Special Opportunity Internal Investing	Inc	245.0	245.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<p><i>An additional investment officer is needed for the existing special opportunities and alternative investments program. This position will assist with managing existing investments, as well as increasing the time available to review new opportunities.</i></p> <p><i>The Alaska Permanent Fund Corporation (APFC) Board of Trustees has created a diversified asset allocation that balances the statutory direction to grow the fund with the direction to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree; or move away from the Board's allocations, increasing the total investment risk of the fund.</i></p> <p><i>The single investment officer for APFC's alternative investments and special opportunities program oversees 8.3 billion in commitments. He spends 60 percent of his time managing the current holdings, leaving the balance to review new opportunities. Many of the opportunities that are offered to the APFC do not receive even a preliminary review due to the volume of incoming deals compared to the time available in which to review them. This not only leaves promising deals on the table, but lowers the chances that APFC will be included in future</i></p>												

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Alaska Permanent Fund Corporation (continued)

APFC Operations (continued)

FY2016 Senior Investment Officer for
Implementation of Special Opportunity Internal
Investing (continued)
offers.

Historically, APFC has relied on outside gatekeepers to make alternative and special opportunity investments on behalf of the fund. This incurs management fees that are paid directly on an annual basis, as well as underlying carrying costs that are incurred when the assets are sold. In order to lower these costs and thus maximize the value of the fund, the Board directed staff to begin making a portion of these investments in-house.

In FY2014, APFC was able to bring four special opportunities to fruition. In one, the fund made a direct investment to a biotech partnership. Because it was a direct investment, saving underlying management fees and carrying costs, the fund is expected to save 65 million in underlying costs over the life of the investment. In another commitment, staff was able to negotiate a significantly lower fee structure on a 1 billion investment that is expected to save 275 million. As a result, in five years the Permanent Fund could have an additional 340 million in value compared to what would be expected if these investments had been made through external managers. The other two commitments are expected to provide similar cost savings per dollar invested over time.

Not only does it take time to review and negotiate such deals, but once in place the management of these investments creates an on-going time burden for both the investment officer and finance staff. In a separate change record, APFC has requested a new accountant that for private asset investments that will also assist with the oversight of this program's investments.

1105 PF Gross (Other) 245.0

FY2016 Investment Analyst and Accountant for Implementation of Private Markets Internal Investing	Inc	289.7	240.0	27.4	0.0	22.3	0.0	0.0	0.0	2	0	0
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The Alaska Permanent Fund Corporation (APFC) needs two (2) new positions, an investment analyst and an accountant, to expand the internal private assets investment program. This will provide an initial estimated cost savings of 900,000 in directly paid management fees per year. The accountant will support both special opportunity and private equity markets programs.

The APFC Board of Trustees has created a diversified asset allocation that balances the statutory direction to grow the fund with the direction to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree; or move away from the Board's allocations, increasing the total investment risk of the fund.

APFC's private equity and infrastructure program has two investment officers to oversee a combined value of 8.0 billion in commitments. The comparably-sized infrastructure program alone at CalSTRS has 5 investment staff.

Historically, APFC has relied on outside gatekeepers to make the investment commitments on behalf of the fund. This incurs management fees that are paid directly on an annual basis, as well as underlying carrying costs that are incurred when the assets are sold. In order to lower these costs and thus maximize the value of the Permanent Fund, the Board directed staff to begin making a portion of these investments in-house.

Staff estimates they spend 50-75 percent of their time managing the existing portfolio, leaving the balance to

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2016 Investment Analyst and Accountant for Implementation of Private Markets Internal Investing (continued)												
<i>review new investment opportunities. Staff initially screens 60 opportunities, and more closely reviews 12 of them to make 6 commitments per year. Many opportunities go by as staff simply does not have time to consider them. In order to keep up with asset class growth using lower-cost internal programs, APFC must expand the available staff time for reviewing new opportunities.</i>												
<i>The APFC is requesting an investment analyst to provide day-to-day management of the Permanent Fund's existing private equity and infrastructure investments, freeing time for the investment officers to review incoming opportunities. We estimate that this will allow the investment officers to make three additional co-investments each year, providing 1 million in annual savings in directly paid management fees, as well as up to 18 million in carrying costs over five years. As new investments are made in subsequent years, additional fees savings will be realized.</i>												
<i>The increase in internal investment activity creates a corresponding increase in workload for APFC's finance department to monitor and account for these investments. An additional accountant is required to move forward with expanding the Permanent Fund's internal private assets investment program.</i>												
	1105 PF Gross (Other)	289.7										
FY2017 Staff Retention Funding	Inc	216.0	216.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Alaska Statute 39.25.110(11)(B) exempts the Alaska Permanent Fund Corporation from the State Personnel Act. As a result, the Alaska Permanent Fund Board of Trustees is authorized to design and implement a salary management program that will attract and retain staff with the necessary skills and specialized knowledge to prudently invest and manage the Permanent Fund.</i>												
<i>The requested increment will provide the resources necessary to retain the skilled professionals critical to managing and growing the Alaska Permanent Fund.</i>												
	1105 PF Gross (Other)	216.0										
FY2017 Add Investment Analyst for Special Opportunity Internal Investing	Inc	145.0	145.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
<i>The Alaska Permanent Fund Corporation (APFC) will add an additional Investment Analyst position to expand the special opportunities and alternative investments program. Until 2012, APFC relied exclusively on outside gatekeepers to make alternative and special opportunity investments on behalf of the Fund. Fees paid for external management of alternatives are typically some of the highest in the investment industry.</i>												
<i>In FY2015, APFC committed \$1.6 billion to new Special Opportunities investments. APFC staff made two direct venture capital investments which will be managed in-house, saving typical management and carrying cost fees. In addition, APFC staff made three investments in private equity funds and successfully negotiated advantageous fee structures for each fund. As a result, the APFC expects to save at least \$220 million in fees due to the work of internal staff over the life of these five investments.</i>												
<i>The special opportunities portfolio can comprise up to 20 percent of the Fund's assets. The investments in this portfolio, such as private equity, hedge funds, and venture capital are some of the most complex in the Fund. Not only does it take time to review and negotiate such deals, but once in place the management of these investments creates on-going monitoring responsibilities for the two Special Opportunities investment staff.</i>												

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Alaska Permanent Fund Corporation (continued)												
APFC Operations (continued)												
FY2017 Add Investment Analyst for Special Opportunity Internal Investing (continued)												
<i>The requested analyst position will assist the two senior Special Opportunities investment officers with the more routine tasks of the portfolio, such as initial screening and due diligence, investment monitoring, and presentation and report preparation. This will allow the two senior officers to focus on sourcing, analyzing and executing on other new investment opportunities.</i>												
1105 PF Gross (Other)		145.0										
FY2017 Quantitative Equities Program Investment and Support Staff	Inc	885.0	885.0	0.0	0.0	0.0	0.0	0.0	0.0	5	0	0
<i>The Alaska Permanent Fund Corporation (APFC) will bring portions of the equities and absolute return portfolios in-house through the Quantitative Equities Program. This new program will benefit the State by developing the ability to achieve returns comparable to external managers at a lower cost and redirecting dollars to Alaskan jobs instead of spending outside of Alaska.</i>												
<i>APFC's current capacity and staffing is not adequate to execute this program. Five (5) positions at a cost of \$885,000 are requested to staff this program. If the new staff positions are not funded, APFC will not be able to implement the Quantitative Equities Program, and the related decrement of \$3.2 million put forth in the Investment Management Fees budget unit will not be realized.</i>												
<i>APFC is requesting the following staff to support this program:</i>												
<i>Two (2) Senior Investment Officers -- These investment professionals will research, develop and test quantitative strategies and determine the algorithms necessary to execute those strategies. The team will oversee the day-to-day management of the portfolio.</i>												
<i>Two (2) Investment Analysts -- One analyst will execute and monitor the trading activities of the portfolio. The second analyst will support risk management functions.</i>												
<i>One (1) IT Specialist -- The IT specialist will support both the Information Technology and data management needs of the Corporation. The quantitative equities program will require direct IT support in both data management and programming tasks.</i>												
1105 PF Gross (Other)		885.0										
* Allocation Total *		7,030.0	4,523.0	408.5	2,095.0	28.5	-25.0	0.0	0.0	16	0	0
APFC Investment Management Fees												
FY2006 Increased Manager Fees	Inc	1,500.0	0.0	0.0	1,500.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are based on the value of assets under management. As the Fund grows the manager fees increase. This increment is based on a median case growth assumption provided by our consultant.</i>												
1105 PF Gross (Other)		1,500.0										
FY2006 AMD: Increase in Investment Management Fees	Inc	6,500.0	0.0	0.0	6,500.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are calculated based on the market value of assets under management. The FY2006 budget projection for this RDU was prepared utilizing median return assumptions provided by our external consultant. The first 6-months return for FY2005 has exceeded our budgetary return assumptions which will carry forward and create an understatement in our estimate of the beginning FY2006 market value. Additionally, the Corporation has funded higher cost asset classes from asset classes with lower fee structures which also contributes to this request for an additional</i>												
<i>appropriation.</i>												

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Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2006 AMD: Increase in Investment Management Fees (continued)												
<i>Mission and Measures: Integral to the achievement of our mission to maximize the value of the Permanent Fund within return objectives.</i>												
1105 PF Gross (Other)		6,500.0										
FY2007 Increased Manager Fees	Inc	13,470.0	0.0	0.0	13,470.0	0.0	0.0	0.0	0.0	0	0	0
<i>The increment in manager fees is to fund expected market growth and to fund higher fees associated with expanding the investment strategy to include additional types of fixed income and alternative investments. The additional funds are necessary to maintain and expand the Fund's external investment managers whose expertise is necessary to achieve the goal of a 5% real rate of return.</i>												
1105 PF Gross (Other)		13,470.0										
FY2008 Increased Manager Fees	Inc	6,600.0	0.0	0.0	6,600.0	0.0	0.0	0.0	0.0	0	0	0
<i>The increment in manager fees is to fund increases in fees based on projected asset value growth, and to fund higher fees associated with potential changes to the Fund's structure and strategies. The funds are necessary to maintain and expand the Fund's external investment managers whose expertise is necessary to achieve the goal of a 5% real rate of return.</i>												
1105 PF Gross (Other)		6,600.0										
FY2008 AMD: Increase in Investment Management Fees	Inc	4,000.0	0.0	0.0	4,000.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are calculated based on the market value of assets under management. The FY2008 budget projection was prepared utilizing median return assumptions provided by our external consultant. The first 7-months of FY2007 have exceeded our budgetary return assumptions which will carry forward and create an understatement in our estimate of the FY2008 market value. Additionally, the Corporation is moving part of the portfolio into higher cost investment strategies.</i>												
<i>Mission and Measures: Integral to the achievement of our mission to maximize the value of the Permanent Fund within return objectives.</i>												
1105 PF Gross (Other)		4,000.0										
FY2009 Investment Manager Fees Increment	Inc	18,615.0	0.0	0.0	18,615.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are calculated based on the market value of assets under management. This increment in manager fees is to fund increases in fees based on projected asset value growth, and to fund higher fees associated with changes to the Fund's structure and strategies. This funding is necessary to maintain and expand the Fund's external investment managers whose expertise is necessary to achieve the goal of a 5% real rate of return.</i>												
<i>This appropriation will fund the cost of investment management fees that the Corporation pays directly from corporate receipts. It does not include funding for fees where the industry practice is to retain the fees by netting them against either income or assets.</i>												
1105 PF Gross (Other)		18,615.0										
FY2010 AMD: Decrement - Investment Manager Fees	Dec	-10,000.0	0.0	0.0	-10,000.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are based on the market value of the assets under management. The value of the Fund has decreased and less funding will be required in this component.</i>												
1105 PF Gross (Other)		-10,000.0										

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Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2011 Manager Fee Decrement	Dec	-14,240.0	0.0	0.0	-14,240.0	0.0	0.0	0.0	0.0	0	0	0
<i>Management fees are projected to be significantly lower than the FY2010 authorization given the Fund's lower beginning market value based on median Fund growth expectations.</i>												
1105 PF Gross (Other)		-14,240.0										
FY2011 AMD: Manager Fees Adjustment	Inc	8,000.0	0.0	0.0	8,000.0	0.0	0.0	0.0	0.0	0	0	0
<i>This increment (or reduction to our original decrement request) is the result of a stronger than projected market recovery and some changes to the Fund's portfolio structure. Over the last twelve months the Fund's performance was 18.87%, compared to the median rate of return of approximately 9% which was used to develop the original budget request.</i>												
1105 PF Gross (Other)		8,000.0										
FY2012 Investment Management and Third Party Fiduciary Fees	IncM	14,125.0	0.0	0.0	14,125.0	0.0	0.0	0.0	0.0	0	0	0
<i>Manager fees are calculated based on the market value of assets under management. This increment in manager fees is to fund increases in fees based on projected asset value growth, and to fund higher fees associated with changes to the Fund's structure and strategies. The Fund's external investment managers provide expertise and services that are essential in allowing the Fund to achieve the Board's long-term investment goals.</i>												
<i>This increment also supports additional third party fiduciary work that is anticipated to be required in FY2012. This work will provide the Board with additional assistance in evaluating investment strategies, investments, and investment managers.</i>												
1105 PF Gross (Other)		14,125.0										
FY2012 Moving to Language Section - Investment Management and Third Party Fiduciary Fees	Dec	-90,300.0	0.0	0.0	-90,300.0	0.0	0.0	0.0	0.0	0	0	0
<i>The fees paid by this appropriation are calculated based on contracted rates applied to the assets under management at the time the fees are invoiced. Projected fees for the operating budget have historically been based on the Fund's mid-case projections for assets under management for the fiscal year. However, markets are unpredictable and projections have to be made up to 24 months in advance to meet the budget cycle. At times fees have exceeded the budgeted amount, requiring a supplemental budget request to meet the shortfall.</i>												
<i>In the past, the Legislature has been receptive to supplemental requests for this appropriation, understanding that markets are unpredictable. However, even with this understanding, supplemental requests add to the work load for a number of people in the Legislative and Executive Branch. As a result, APFC has provided a range for this appropriation for FY12, rather than a single number. The low end of the range is based on mid-case projections (as has been done in the past) while the high end of the range is based on higher-end projections for both FY11 and FY12. There is still a slight chance that fees could exceed the range if markets show unexpected, remarkable growth leading up to the end of FY12.</i>												
1105 PF Gross (Other)		-90,300.0										
L FY2012 Investment Management and Third Party Fiduciary Fees	Lang	90,300.0	0.0	0.0	90,300.0	0.0	0.0	0.0	0.0	0	0	0
<i>The fees paid by this appropriation are calculated based on contracted rates applied to the assets under management at the time the fees are invoiced. Projected fees for the operating budget have historically been based on the Fund's mid-case projections for assets under management for the fiscal year. However, markets are unpredictable and projections have to be made up to 24 months in advance to meet the budget cycle. At times fees have exceeded the budgeted amount, requiring a supplemental budget request to meet the shortfall.</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2012 Investment Management and Third Party Fiduciary Fees (continued)												
<i>In the past, the Legislature has been receptive to supplemental requests for this appropriation, understanding that markets are unpredictable. However, even with this understanding, supplemental requests add to the work load for a number of people in the Legislative and Executive Branch. As a result, APFC has provided a range for this appropriation for FY12, rather than a single number. The low end of the range is based on mid-case projections (as has been done in the past) while the high end of the range is based on higher-end projections for both FY11 and FY12. There is still a slight chance that fees could exceed the range if markets show unexpected, remarkable growth leading up to the end of FY12.</i>												
	1105 PF Gross (Other)	90,300.0										
L	FY2012 Align the appropriation with the amount necessary to pay custody and investment management fees for FY12	Lang	5,000.0	0.0	0.0	5,000.0	0.0	0.0	0.0	0	0	0
	1105 PF Gross (Other)	5,000.0										
	FY2013 Custody and Management fee (estimated)	IncM	106,600.0	0.0	0.0	106,600.0	0.0	0.0	0.0	0	0	0
	<i>Management fees were moved from number section to language section in FY12, in an attempt to provide a range in which fees can be paid. The estimated amounts for the range were 90.3 to 130.0. The legislature opposed the use of fee range. Therefore the question remains as to whether or not this should be a language item.</i>											
	<i>(e) The amount necessary to pay the custody, investment management, and third-party fiduciary fees of the Alaska permanent fund (art. IX, sec. 15, Constitution of the State of Alaska), ESTIMATED TO BE \$108,200,000, is appropriated for that purpose from the receipts of the Alaska Permanent Fund Corporation to the Alaska Permanent Fund Corporation for the fiscal year ending June 30, 2013.</i>											
	1105 PF Gross (Other)	106,600.0										
	FY2014 Increased Investment Management Fees	Inc	8,200.0	0.0	0.0	8,200.0	0.0	0.0	0.0	0	0	0
	<i>Manager fees are calculated based on the market value of assets under management. This increment in manager fees is to fund increases in fees based on projected asset value growth, and to fund higher fees associated with changes to the Fund's structure and strategies. The Fund's external investment managers provide expertise and services that are essential in allowing the Fund to achieve the Board's long-term investment goals.</i>											
	<i>Funding in this authorization is also used to secure third party fiduciary evaluations of investment strategies, investments, and investment managers.</i>											
	1105 PF Gross (Other)	8,200.0										
	FY2015 External Management, Custody, and Due Diligence Fees	Inc	23,775.0	0.0	0.0	23,775.0	0.0	0.0	0.0	0	0	0
	<i>Funding is requested for the following activities:</i>											
	<i>\$17,000,000 for investment manager fees. These fees are calculated based on the market value of assets under management and vary by investment type. The requested increment is based on projected asset value growth, changes within the asset allocation that produces a higher fee structure, and projected incentive fees. The Permanent Fund's (APFC) external investment managers provide expertise and services that are essential in allowing the Fund to achieve the Board's long term investment goals.</i>											

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2015 External Management, Custody, and Due Diligence Fees (continued)												
<i>\$6,675,000 for investment and legal due diligence. APFC has begun an internal investment program that allows staff to approve co-investments an direct investment in private market assets. These investment opportunities require external subject matter specialists, third party fiduciaries, and legal review in order to ensure full and complete due diligence in the review phase, and to ensure the Fund's interests are protected in the resulting contracts.</i>												
<i>\$100,000 for custody fees. This is the anticipated increase in the fees paid to the Permanent Fund's custodian, Bank of New York Mellon.</i>												
	1105 PF Gross (Other)	23,775.0										
FY2016 Specialized Consulting Work for Risk Management	Inc	455.0	0.0	0.0	455.0	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the investment management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.</i>												
<i>To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.</i>												
<i>Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</i>												
<i>Transferred Funding Includes:</i>												
<i>Performance Measurement: \$477.0</i>												
<i>Manager Searches: \$186.0</i>												
<i>Financial Network Services: \$1,898.5</i>												
<i>Incremental Funding in APFC Custody and Management Fees Include:</i>												
<i>Performance Measurement: \$23.0</i>												
<i>Manager Searches: \$94.0</i>												
<i>Specialized Consulting Work For Risk: \$455.0</i>												
<i>Financial Network Services: \$482.5</i>												
	1105 PF Gross (Other)	455.0										
FY2016 Performance Measurement	Inc	23.0	0.0	0.0	23.0	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the investment management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.</i>												
<i>To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base</i>												

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	<u>Trans</u>	<u>Total</u>	<u>Personal</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Capital</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>
	<u>Type</u>	<u>Expenditure</u>	<u>Services</u>				<u>Outlay</u>					
Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2016 Performance Measurement (continued)												
<i>funding from the Operations appropriation to the Investment Management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.</i>												
<i>Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</i>												
<i>Transferred Funding Includes:</i>												
<i>Performance Measurement: \$477.0</i>												
<i>Manager Searches: \$186.0</i>												
<i>Financial Network Services: \$1,898.5</i>												
<i>Incremental Funding in APFC Custody and Management Fees Include:</i>												
<i>Performance Measurement: \$23.0</i>												
<i>Manager Searches: \$94.0</i>												
<i>Specialized Consulting Work For Risk: \$455.0</i>												
<i>Financial Network Services: \$482.5</i>												
1105 PF Gross (Other)		23.0										
FY2016 Manager Searches	Inc	94.0	0.0	0.0	94.0	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the Investment Management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.</i>												
<i>To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.</i>												
<i>Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</i>												
<i>Transferred Funding Includes:</i>												
<i>Performance Measurement: \$477.0</i>												
<i>Manager Searches: \$186.0</i>												
<i>Financial Network Services: \$1,898.5</i>												
<i>Incremental Funding in APFC Custody and Management Fees Include:</i>												
<i>Performance Measurement: \$23.0</i>												
<i>Manager Searches: \$94.0</i>												
<i>Specialized Consulting Work For Risk: \$455.0</i>												
<i>Financial Network Services: \$482.5</i>												
1105 PF Gross (Other)		94.0										
FY2016 Investment Manager Fees	Inc	9,200.0	0.0	0.0	9,200.0	0.0	0.0	0.0	0.0	0	0	0
<i>This incremental funding is for \$9,200,000 for investment manager fees. These fees are calculated based primarily on the market value of assets under management and vary by investment type. The requested increment</i>												

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	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2016 Investment Manager Fees (continued)												
<i>is based on projected asset value growth, changes within the asset allocation that produces a higher fee structure, and projected incentive fees. The Alaska Permanent Fund Corporation's (APFC) external investment managers provide expertise and services that are essential in allowing the Fund to achieve the Board's long-term investment goals.</i>												
	1105 PF Gross (Other)	9,200.0										
	FY2016 Financial Network Services	Inc 482.5	0.0	0.0	482.5	0.0	0.0	0.0	0.0	0	0	0
<i>Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the Investment Management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.</i>												
<i>To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.</i>												
<i>Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</i>												
<i>Transferred Funding Includes:</i>												
<i>Performance Measurement: \$477.0</i>												
<i>Manager Searches: \$186.0</i>												
<i>Financial Network Services: \$1,898.5</i>												
<i>Incremental Funding in APFC Custody and Management Fees Include:</i>												
<i>Performance Measurement: \$23.0</i>												
<i>Manager Searches: \$94.0</i>												
<i>Specialized Consulting Work For Risk: \$455.0</i>												
<i>Financial Network Services: \$482.5</i>												
	1105 PF Gross (Other)	482.5										
	FY2017 External Investment Management Fees	Dec -3,200.0	0.0	0.0	-3,200.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Board of Trustees' strategic plan maximizes the Fund's value by directly managing investments in-house in areas where it is prudent to do so. In FY2017, the plan calls for bringing portions of the equities and absolute return portfolios in-house through the Quantitative Equities Program. The program benefits the State by developing the ability to achieve returns comparable to external managers at a lower cost and redirecting dollars to Alaskan jobs instead of spending those dollars outside the State on external management fees.</i>												
<i>Alaska Permanent Fund Corporation's (APFC) current capacity and staffing are not adequate to execute this program. Additional positions will have to be funded in the FY2017 budget process to implement the program and achieve the expected external management fee savings. Five positions at a cost of \$885,000 are requested in the APFC Operations appropriation to staff and support the program.</i>												
<i>If the new staff positions in the Alaska Permanent Fund Corporation Operations budget request are not funded, APFC will not be able to implement the Quantitative Equities Program, and this cost savings will not be realized.</i>												

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Alaska Permanent Fund Corporation (continued)												
APFC Investment Management Fees (continued)												
FY2017 External Investment Management Fees (continued)												
1105 PF Gross (Other)		-3,200.0										
* Allocation Total *		199,199.5	0.0	0.0	199,199.5	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		206,229.5	4,523.0	408.5	201,294.5	28.5	-25.0	0.0	0.0	16	0	0
Agency Unallocated Appropriation												
Agency Unallocated Appropriation												
FY2015 Unallocated Travel Reduction	Unalloc	-33.5	0.0	-33.5	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		-33.5										
FY2015 CC: Restore portion of the \$33.5 Unallocated Travel Reduction	Unalloc	16.8	0.0	16.8	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund (UGF)		16.8										
FY2016 Target Reduction	Unalloc	-525.0	0.0	0.0	0.0	0.0	0.0	0.0	-525.0	0	0	0
1004 Gen Fund (UGF)		-525.0										
FY2016 AMD: Align Authority for FY2016 Unallocated Reduction	Unalloc	525.0	0.0	0.0	0.0	0.0	0.0	0.0	525.0	0	0	0
<i>Align Authority for FY2016 Unallocated Reduction</i>												
1004 Gen Fund (UGF)		525.0										
FY2016 Cost Control and Operational Efficiencies	Unalloc	-150.0	0.0	0.0	0.0	0.0	0.0	0.0	-150.0	0	0	0
1004 Gen Fund (UGF)		-150.0										
FY2017 Reduction Equal to the UGF Portion of FY16 Salary OTIs that the Governor Restored in the FY2017 Budget Request	Unalloc	-532.2	-532.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Administrative Services (125) = 44.9.0</i>												
<i>AHFC Operations (110) = 937.0</i>												
<i>AK Corp for Affordable Housing (3048) = 6.0</i>												
<i>AK Retirement Management Board (2813) = 66.9</i>												
<i>AMBBA Operations (108) = 4.0</i>												
<i>APFC Operations (109) = 164.0</i>												
<i>Child Support Services (111) = 396.7</i>												
<i>Commissioner's Office (123) = 17.8</i>												
<i>Criminal Investigations Unit (2993) = 30.7</i>												
<i>Long Term Care Ombudsman Office (2749) = 14.9</i>												
<i>Mental Health Trust Operations (1423) = 50.0</i>												
<i>Permanent Fund Dividend Division (981) = 121.2</i>												
<i>Tax Division (2476) = 322.6</i>												
<i>Treasury Division (121) = 137.6</i>												
<i>Unclaimed Property (2938) = 8.4</i>												
1003 G/F Match (UGF)		-134.2										
1004 Gen Fund (UGF)		-389.2										
1037 GF/MH (UGF)		-8.8										
FY2017 LFD: Correcting Transaction to Match Governor's Budget	MisAdj	2.2	0.0	0.0	2.2	0.0	0.0	0.0	0.0	0	0	0

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	<u>Trans Type</u>	<u>Total Expenditure</u>	<u>Personal Services</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Capital Outlay</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>
Agency Unallocated Appropriation (continued)												
Agency Unallocated Appropriation (continued)												
FY2017 LFD: Correcting Transaction to Match												
Governor's Budget (continued)												
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
	1004 Gen Fund (UGF)	2.2										
	FY2017 LFD Technical Correction: Adjustment to Match											
	MisAdj	4.5	4.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Governor's Budget												
<i>Restore UGF FY2016 Salary Increases because cuts taken in other expenditure lines.</i>												
	1004 Gen Fund (UGF)	4.5										
	* Allocation Total *	-692.2	-527.7	-16.7	2.2	0.0	0.0	0.0	-150.0	0	0	0
	** Appropriation Total **	-692.2	-527.7	-16.7	2.2	0.0	0.0	0.0	-150.0	0	0	0
	*** Agency Total ***	457,860.4	24,727.9	1,289.6	293,686.3	1,529.1	245.5	103,055.0	33,327.0	36	-1	2
	**** All Agencies Total ****	457,860.4	24,727.9	1,289.6	293,686.3	1,529.1	245.5	103,055.0	33,327.0	36	-1	2

Column Definitions

06-17Inc/Dec/ (06-17Inc/Dec/FndChanges) - 17GInc/Dec/Fn+06Inc/Dec/F+07Inc/Dec/F+08Inc/Dec/F+09Inc/Dec/F+10Inc/Dec/F+11Inc/Dec/F+12Inc/Dec/F+13IncDecFnd+14IncDecFnd+15Inc/Dec/F+16Inc/Dec/F