



28th Alaska State Legislature
House Finance Subcommittee
Department of Revenue

Chairman:

Rep. Steve Thompson
Capitol Room 500
465-3004

Members:

Rep. Pete Higgins
Capitol Room 424
465-4976

Rep. Lynn Gattis
Capitol Room 420
465-4833

Rep. Mike Hawker
Capitol Room 502
465-4949

Rep. Wes Keller
Capitol Room 120
465-2186

Rep. Chris Tuck
Capitol Room 426
465-2095

Rep. Geran Tarr
Capitol Room 114
465-3424

Committee Aide:

Brodie Anderson
465-3004

Department of Revenue
FY2015 House Finance Budget Subcommittee Narrative Report
February 25, 2014

Recommendations:

The House Finance Budget Subcommittee for the Department of Revenue submits a recommended operating budget for FY 2015 to the House Finance Committee as follows:

	(In thousands of dollars)
Unrestricted General Funds (UGF)	\$32,236.4
Designated General Funds (DGF)	\$9,722.9
Other Funds	\$252,141.3
Federal Funds	\$77,584.4
Total	\$371,685.0

Budget Action:

The House Finance Budget Subcommittee for the Department Revenue held seven meetings with the Department and analyzed all of the Governor's budget transactions. The following are the budget action highlights:

- Reducing spending by <\$754.6> thousand in Unrestricted General Funds from FY15 Adjusted Base
- A reduction of 2.3% in Unrestricted General Funds from FY2015 overall budget.

The Subcommittee recommends accepting the Governor's FY 2015 request with the following exceptions.

- Technical changes between the Office of the Commissioner and Tax Division –
 - Removing <\$24.6> thousand from the Office of the Commissioner
 - Adding \$24.6 thousand in the Tax Division
- Technical changes between Section 1 and the Language Section.

The Subcommittee recommends accepting all other Governor's FY 2015 requests.

- Reduction in Contractual Services by <\$441.5.> thousand UGF.

- Removes 6 long term vacant positions - <\$255.9> thousand UGF, <\$77.0> thousand DGF.

The Subcommittee also recommends the following changes to the Governor's FY2015 request:

- Increases Permanent Fund Dividend Division by \$28.6 thousand in DGF for Pick Click Give Programs.
- Decreases <\$28.6> thousand in UGF from Permanent Fund Dividend Division.
- Changes \$125.0 thousand from Natural Gas Commercialization base allocation to a one time increment for FY2015.

Subcommittee Recommendations:

The Subcommittee recommends that House Finance consider an amendment to the Mental Health Trust Authority to increase receipt authority for Mental Health Trust Administrative Receipts (Fund Code 1094) by \$49.9 thousand other funds.

Attached Reports:

The House Finance Budget Subcommittee for the Department of Revenue adopts the attached reports:

Subcommittee generated reports

- 1) Budget Action Worksheet

Legislative Finance Division Reports – House Structure

- 1) Agency Totals
- 2) Appropriation/Allocation Summary (All Funds)
- 3) Appropriation/Allocation Summary (GF)
- 4) Transaction Comparison between 15ADJ Base and House Sub
- 5) Transaction Comparison between GOV AMD and House Sub
- 6) Wordage Report

Subcommittee amendments

- 1) Budget amendment



Representative Steve Thompson, Chair

House Finance Budget Subcommittee for the Department of Revenue

February 24, 2014