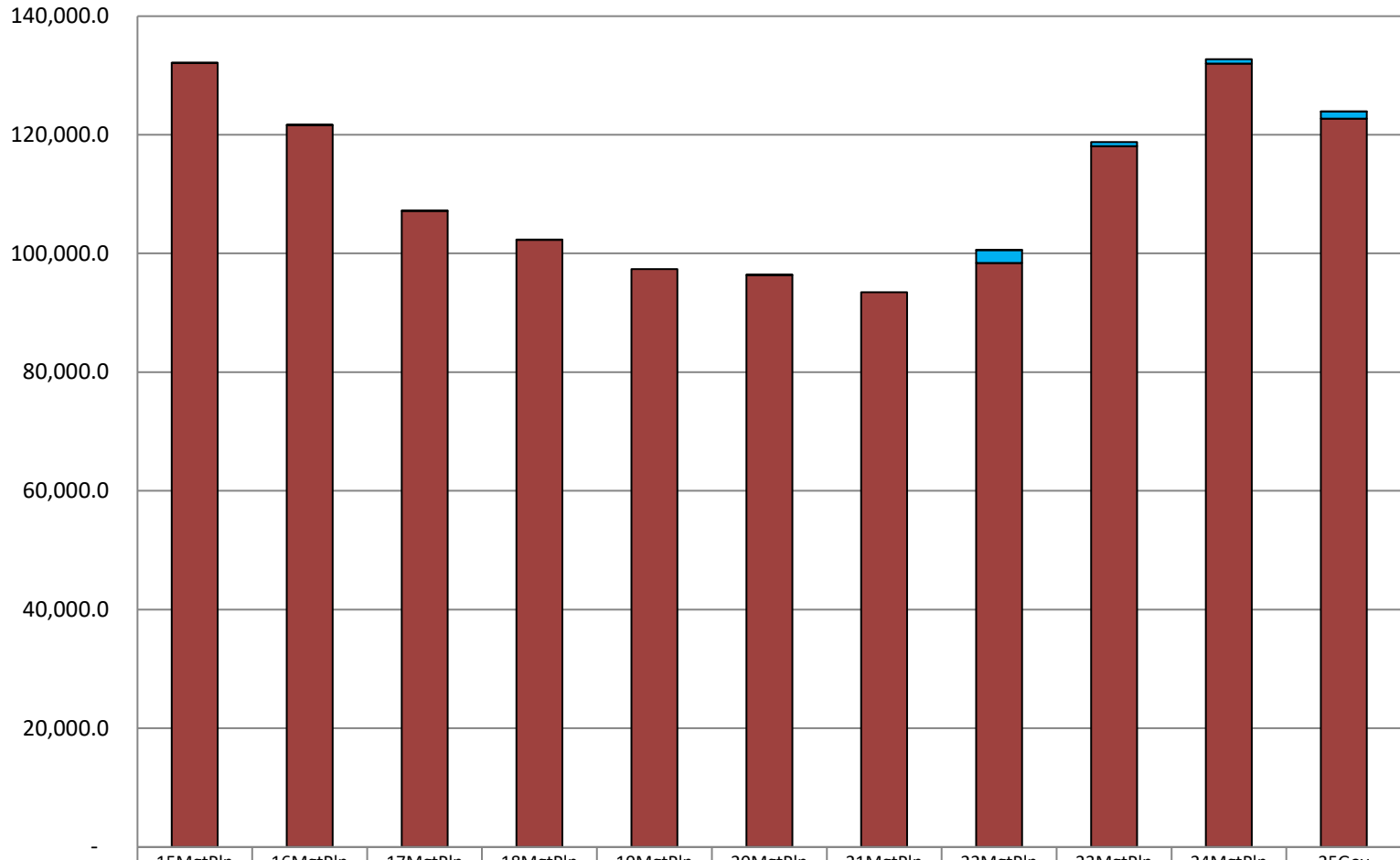


Commerce, Community and Economic Development Total General Fund Budget (\$ Thousands)

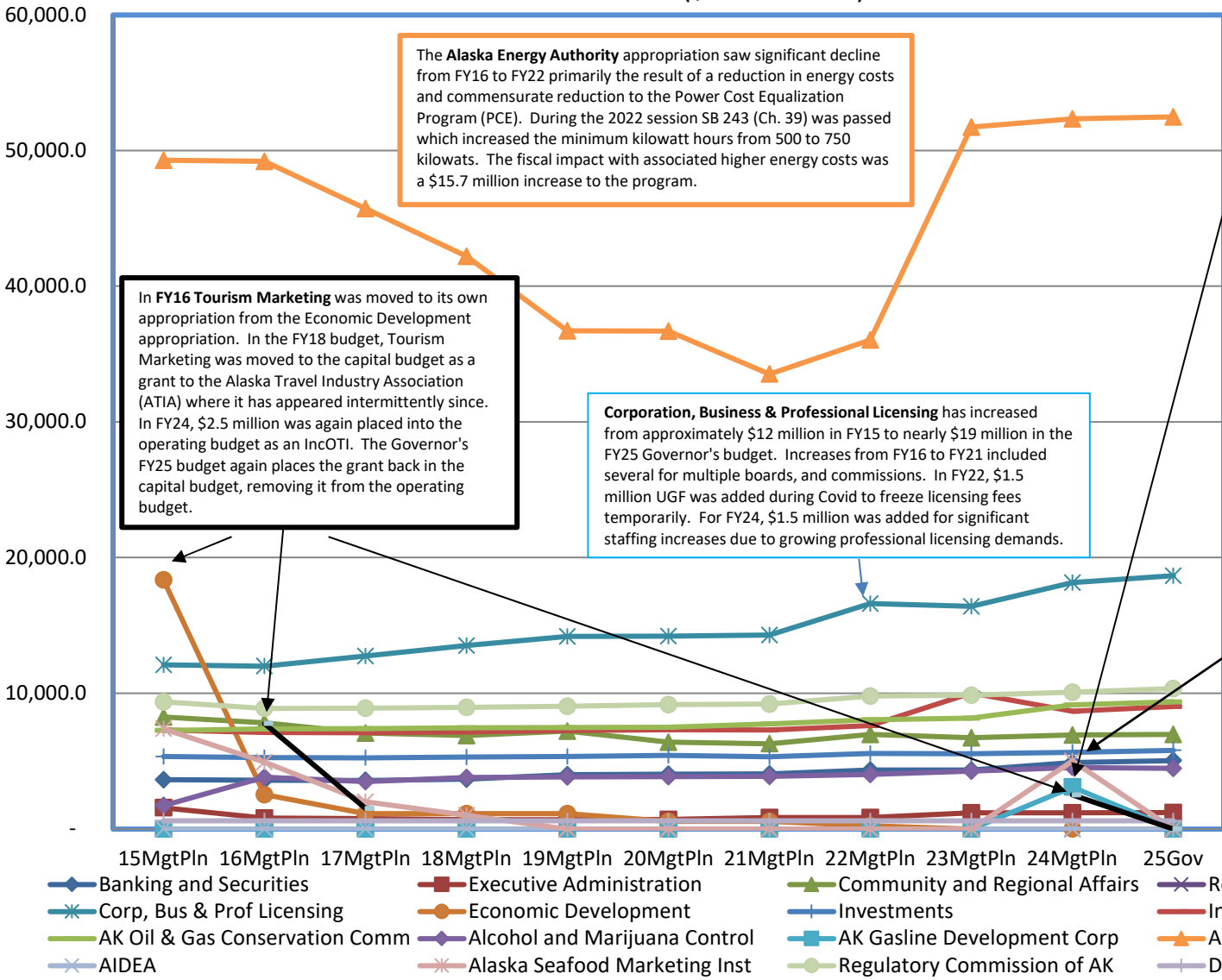
The Department's GF budget decreased by \$9.4 million between FY15 and FY25 Governor - an average annual decline rate of 0.7%.

The FY25 GF budget equates to **\$167 per Alaskan**, based on a population projection of 736,812.



	15MgtPln	16MgtPln	17MgtPln	18MgtPln	19MgtPln	20MgtPln	21MgtPln	22MgtPln	23MgtPln	24MgtPln	25Gov
□ % of All Agencies' Budgets	2.5%	2.5%	2.3%	2.2%	2.1%	2.1%	1.9%	2.2%	2.4%	2.6%	2.4%
■ Average of SB55	-	-	-	-	-	-	-	2,207.2	711.0	711.0	1,218.1
■ Total Agency Budget (GF Only)	132,087.4	121,626.1	107,174.1	102,302.7	97,382.8	96,353.2	93,478.6	98,371.7	118,062.6	131,998.4	122,695.5

Commerce, Community and Economic Development Appropriations within - GF Only (\$ Thousands)



The **Alaska Energy Authority** appropriation saw significant decline from FY16 to FY22 primarily the result of a reduction in energy costs and commensurate reduction to the Power Cost Equalization Program (PCE). During the 2022 session SB 243 (Ch. 39) was passed which increased the minimum kilowatt hours from 500 to 750 kilowatts. The fiscal impact with associated higher energy costs was a \$15.7 million increase to the program.

In **FY16 Tourism Marketing** was moved to its own appropriation from the Economic Development appropriation. In the FY18 budget, Tourism Marketing was moved to the capital budget as a grant to the Alaska Travel Industry Association (ATIA) where it has appeared intermittently since. In FY24, \$2.5 million was again placed into the operating budget as an IncOTI. The Governor's FY25 budget again places the grant back in the capital budget, removing it from the operating budget.

Corporation, Business & Professional Licensing has increased from approximately \$12 million in FY15 to nearly \$19 million in the FY25 Governor's budget. Increases from FY16 to FY21 included several for multiple boards, and commissions. In FY22, \$1.5 million UGF was added during Covid to freeze licensing fees temporarily. For FY24, \$1.5 million was added for significant staffing increases due to growing professional licensing demands.

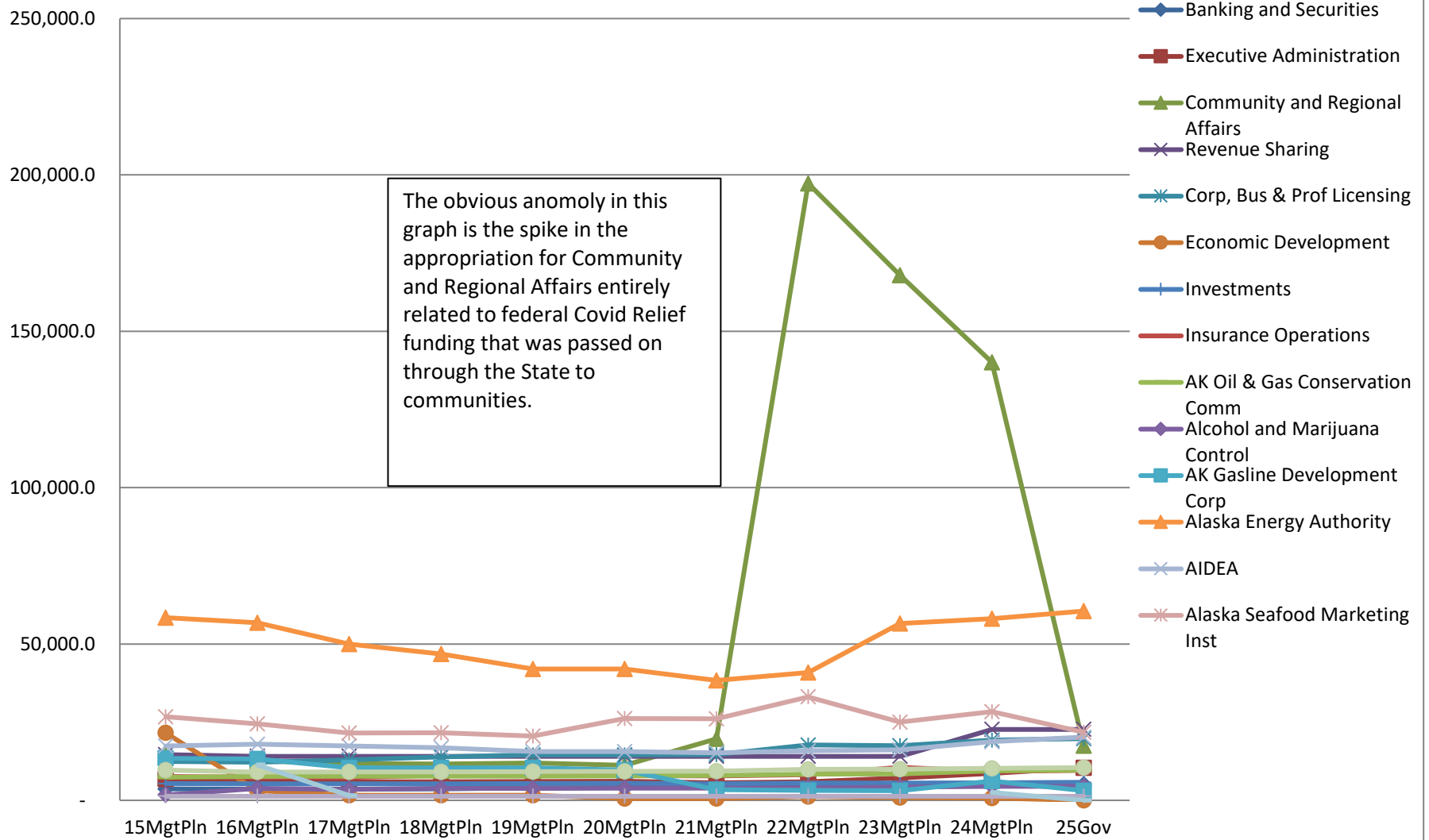
The Governor's FY24 budget included a fund source change from the AK-LNG Fund to UGF. **Alaska Gasline Development Corporation (AGDC)** operations have historically been funded from the balance of the AK-LNG Fund which has been capitalized multiple times over the years. The fund balance was projected to go negative in FY24, so the Governor proposed to fund operations with a UGF base budget adjustment of \$3.1 million. The legislature ended up making it a one-time increment.

For the FY25 proposal, the \$3.1 million UGF OTI is removed and is replaced with a fund capitalization of the same amount in the language section (section 31(u)) to the AK-LNG fund. Essentially, reverting

Last session, the Governor put forth a one-time FY24 increment of \$5 million UGF for the **Alaska Seafood Marketing Institute (ASMI)**, which was approved by the legislature. ASMI had not received UGF since FY18 and had primarily relied on the Alaska Seafood Marketing Assessment and competitive federal grant funding. For FY25, this one-time funding is removed and no amount of additional state funding is included.

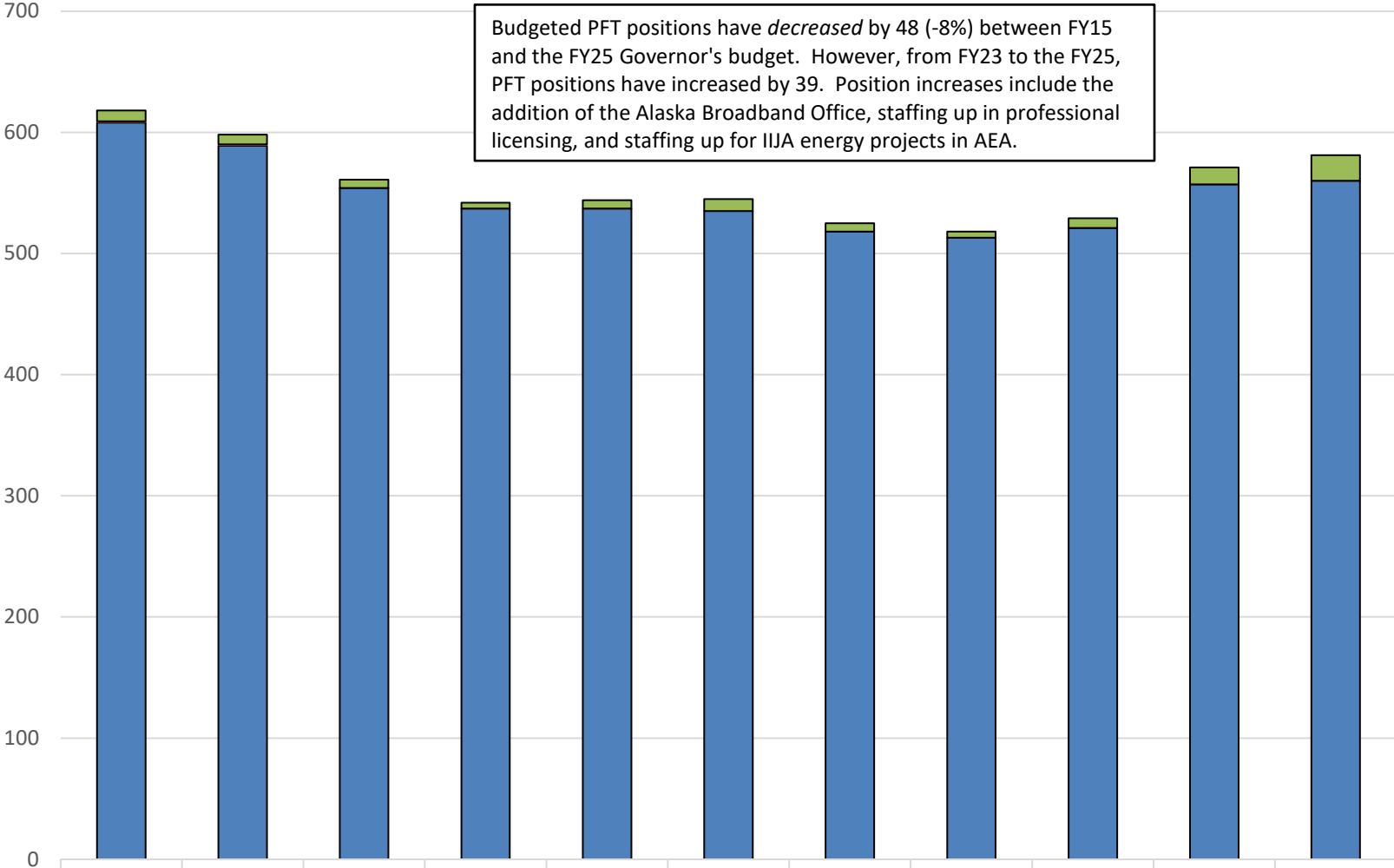
With the ASMI budget, however, is recurring language that allows for seafood assessment revenue carry-forward. The revenue carry-forward for FY24 is \$15.8 million

Commerce, Community and Economic Development Appropriations within - All Funds (\$ Thousands)



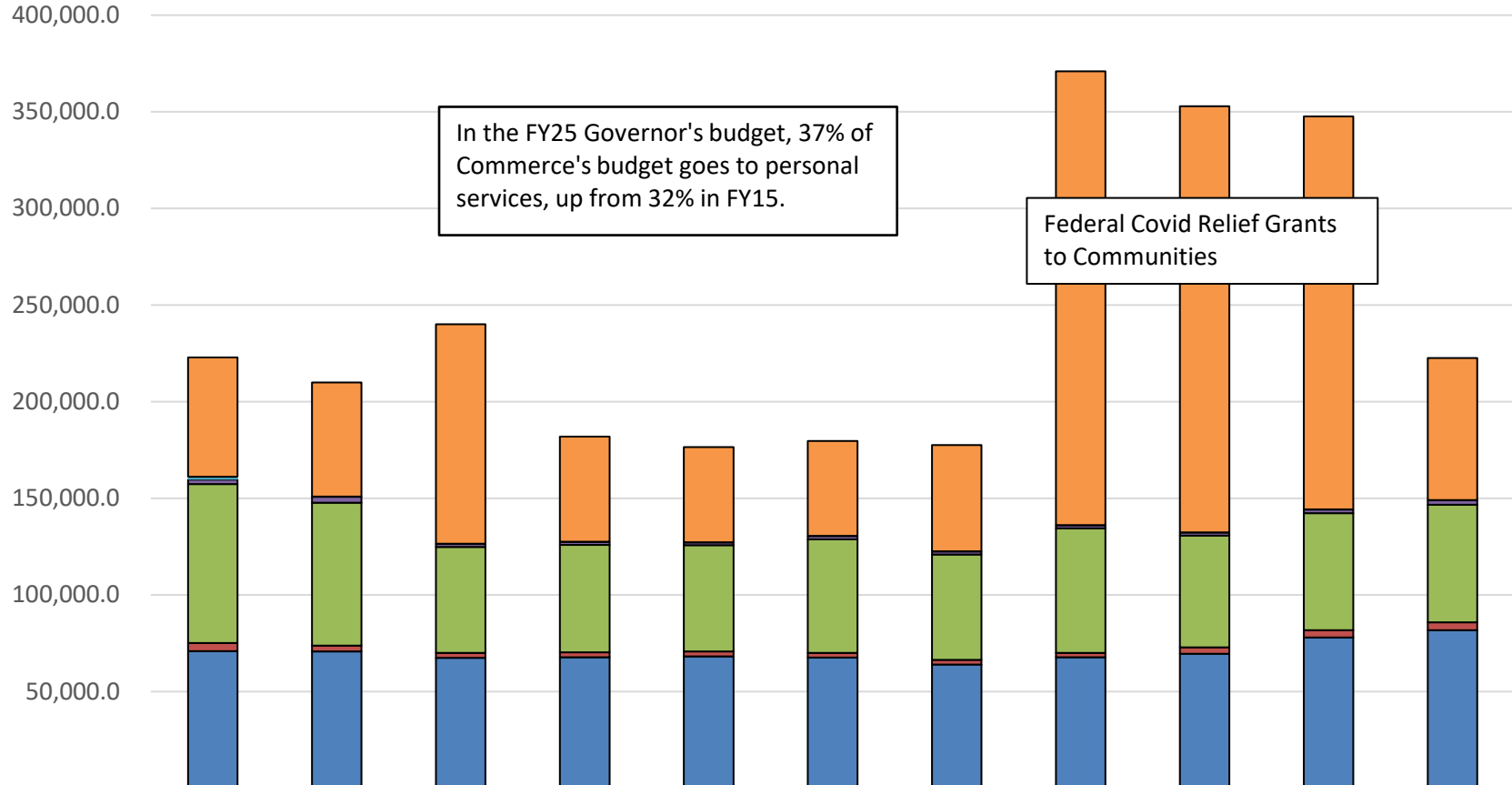
The obvious anomaly in this graph is the spike in the appropriation for Community and Regional Affairs entirely related to federal Covid Relief funding that was passed on through the State to communities.

Commerce, Community and Economic Development Budgeted Positions



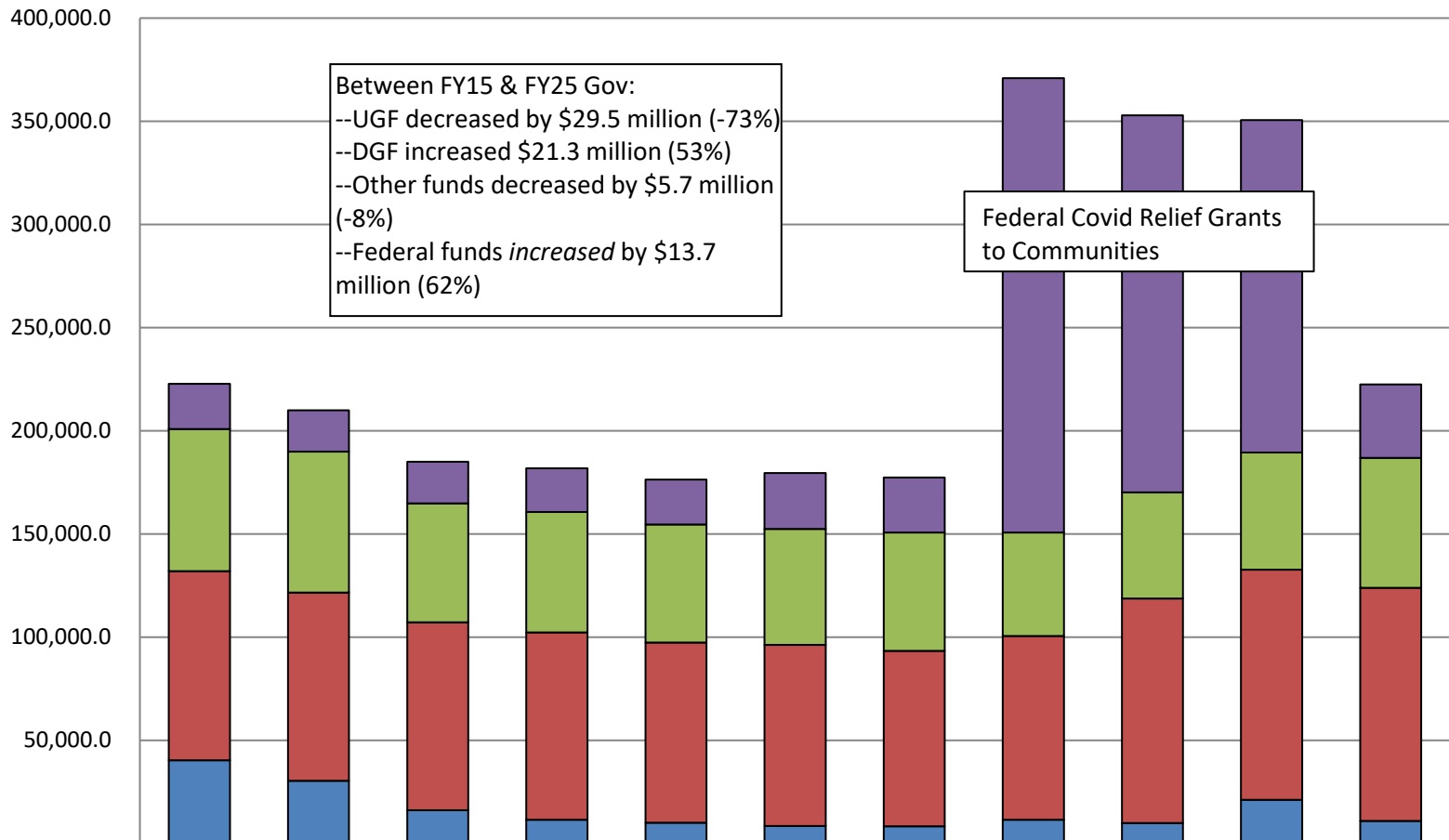
	15MgtPln	16MgtPln	17MgtPln	18MgtPln	19MgtPln	20MgtPln	21MgtPln	22MgtPln	23MgtPln	24MgtPln	25Gov
■ Temporary	9	8	7	5	7	10	7	5	8	14	21
■ Perm Part Time	1	1	0	0	0	0	0	0	0	0	0
■ Perm Full Time	608	589	554	537	537	535	518	513	521	557	560

Commerce, Community and Economic Development Budget by Line Item - All Funds



	15MgtPln	16MgtPln	17MgtPln	18MgtPln	19MgtPln	20MgtPln	21MgtPln	22MgtPln	23MgtPln	24MgtPln	25Gov
7 Grants, Benefits	61,636.0	59,068.7	113,544.6	54,302.4	49,112.7	49,121.5	54,972.7	234,804.7	220,569.3	203,357.1	73,451.2
5 Capital Outlay	1,542.8	162.8	150.6	162.6	162.5	137.1	125.1	125.1	125.1	150.1	220.1
4 Commodities	2,297.6	3,081.8	1,546.6	1,445.6	1,445.3	1,643.9	1,443.3	1,451.9	1,506.4	1,712.2	2,170.5
3 Services	82,266.7	73,910.2	54,839.3	55,537.2	54,906.3	58,633.8	54,559.5	64,433.0	57,799.9	60,529.3	60,950.5
2 Travel	4,196.8	2,941.4	2,486.8	2,627.5	2,633.5	2,436.3	2,362.9	2,389.7	3,335.7	3,882.0	4,054.0
1 Personal Services	70,843.3	70,788.0	67,501.4	67,733.4	68,121.3	67,623.5	63,992.2	67,670.2	69,507.3	77,898.7	81,686.4

Commerce, Community and Economic Development Total Funding Comparison by Fund Group - All Funds (\$ Thousands)



	15MgtPln	16MgtPln	17MgtPln	18MgtPln	19MgtPln	20MgtPln	21MgtPln	22MgtPln	23MgtPln	24MgtPln	25Gov
Federal Receipts (Fed)	21,924.0	20,015.9	20,186.0	21,091.2	21,758.8	27,106.8	26,740.3	220,110.7	182,637.3	161,049.2	35,591.6
Other State Funds (Other)	68,771.8	68,310.9	57,710.8	58,414.8	57,240.0	56,136.1	57,236.8	50,185.0	51,432.8	56,856.9	63,027.5
Designated General (DGF)	91,633.1	91,147.8	90,949.3	90,716.1	87,281.2	87,830.7	85,016.6	88,997.4	108,759.1	111,549.2	112,953.2
Unrestricted General (UGF)	40,454.3	30,478.3	16,224.8	11,586.6	10,101.6	8,522.5	8,462.0	11,581.5	10,014.5	21,160.2	10,960.4