

Short Fiscal Summary - FY20/FY21 Budget

	(\$ Millions) (Non-duplicated Funds)	FY20		FY21		Change in UGF		Change in All Funds	
		UGF	All Funds	UGF	All Funds				
1	Revenue	4,560.5	11,176.5	4,244.3	10,419.3	(316.2)	-7%	(757.3)	-7%
2	UGF Revenue (Spring 2020 Forecast)	1,589.2	1,589.2	1,152.8	1,152.8	(436.4)	-27%	(436.4)	-27%
3	POMV Draw	2,933.1	2,933.1	3,091.5	3,091.5	158.4	5%	158.4	5%
4	Misc/Adjust/Non-UGF Revenue	38.2	6,654.2	-	6,175.0	(38.2)		(479.3)	-7%
5	Appropriations	5,830.8	12,371.7	5,159.6	11,263.5	(671.2)	-12%	(1,108.2)	-9%
6	Operating Budget	4,584.5	9,834.7	4,359.3	9,319.2	(225.2)	-5%	(515.5)	-5%
7	Agency Operations	3,739.1	8,498.3	3,913.0	8,664.8	173.9	5%	166.4	2%
8	Statewide Items	479.4	780.2	446.3	654.4	(33.1)	-7%	(125.7)	-16%
9	Supplemental Appropriations	366.0	556.2	-	-	(366.0)		(556.2)	
10	Capital Budget	177.5	1,396.8	120.3	1,196.4	(57.2)	-32%	(200.4)	-14%
11	Current Year Appropriations	144.3	1,310.9	120.3	1,196.4	(24.0)	-17%	(114.5)	-9%
12	Supplemental Appropriations	33.2	85.9	-	-	(33.2)		(85.9)	
13	Permanent Fund	1,068.9	1,140.2	680.0	747.9	(388.9)	-36%	(392.3)	-34%
14	Permanent Fund Dividends	1,068.9	1,068.9	680.0	680.0	(388.9)	-36%	(388.9)	-36%
15	Inflation Proofing/Other Deposits	4,757.7	4,829.0	-	67.9				
16	Pre-Transfer Surplus/(Deficit)	(1,270.3)		(915.3)					
17	Other Fund Transfers	15.8		30.4					
18	Direct SBR Appropriations	(172.4)		-					
19	Post-Transfer Surplus/(Deficit)	(1,113.7)		(945.7)					
20	CBR Direct Appropriations	(196.3)		(979.7)					
21	Draw After Direct CBR Appropriations	(917.4)		34.0					
22	Total CBR Draw	(1,113.7)		(945.7)					
23	Total CBR/SBR Draw	(1,286.1)		(945.7)					

Reserve Balances (EOY)		
	FY20	FY21
SBR (1)	-	-
CBR (2)	1,448.1	586.9
ERA (3)	12,784.6	14,026.4

(1) The SBR balance of \$172.4 million at the beginning of FY20 was fully appropriated in FY20 leaving a zero EOY balance.
(2) The CBR balance in this summary includes \$464.9 million that is currently held in the General Fund as short-term cashflow borrowing. Excluding that amount, the CBR balance would be \$122.0 million.
(3) The ERA balance in this summary is based on Alaska Permanent Fund Corporation (APFC) preliminary actuals for for FY20 and their median projection for FY21.

State of Alaska Detailed Fiscal Summary--FY20 and FY21
(\$ millions)

	FY20 Budget					FY21 Enacted					Change in UGF	
	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	\$	%
REVENUE	4,560.5	1,137.5	808.6	4,670.0	11,176.5	4,244.3	1,035.7	748.7	4,390.5	10,419.3	(316.2)	-6.9%
Unrestricted General Fund Revenue (Spring 20 Forecast) (1)	1,589.2	-	-	-	1,589.2	1,152.8	-	-	-	1,152.8		
Royalties Beyond 25% Constitutional Dedication (2)	-	71.3	-	-	71.3	-	67.9	-	-	67.9		
POMV Payout from ERA	2,933.1	-	-	-	2,933.1	3,091.5	-	-	-	3,091.5		
Carryforward, Repeals, and Reappropriations (3)	38.2	55.8	0.7	46.1	140.7	-	-	-	-	-		
Restricted Revenue (4)	-	1,010.4	807.9	4,624.0	6,442.2	-	967.8	748.7	4,390.5	6,107.1		
APPROPRIATIONS												
TOTAL OPERATING APPROPRIATIONS	4,584.5	944.3	736.3	3,569.7	9,834.7	4,359.3	871.7	710.8	3,377.4	9,319.2	(225.2)	-4.9%
Agency Operations	4,092.4	827.7	630.5	3,488.4	9,038.9	3,913.0	794.4	612.2	3,345.2	8,664.8	(179.4)	-4.4%
Current Fiscal Year Appropriations	3,739.1	819.9	621.7	3,317.7	8,498.3	3,913.0	794.4	612.2	3,345.2	8,664.8	173.9	4.7%
Agency Operations (Non-Formula) (9)	1,796.1	768.7	591.8	973.6	4,130.2	1,835.9	753.2	566.4	974.9	4,130.4	39.8	2.2%
K-12 Foundation and Pupil Transportation (Formula) (5)	1,279.8	-	22.0	20.8	1,322.6	1,260.5	-	30.3	20.8	1,311.6	(19.3)	-1.5%
Medicaid Services (Formula)	516.3	0.9	7.9	1,596.6	2,121.7	644.1	0.9	15.5	1,748.2	2,408.7	127.8	24.8%
Other Formula Programs	146.8	50.2	-	95.7	292.8	157.0	47.7	-	96.2	300.9	10.1	6.9%
Revised Programs Legislatively Approved (RPLs)	-	-	-	631.0	631.0	-	-	-	502.5	502.5	-	-
Fiscal Notes (FY20 notes are included in MP)	-	-	-	-	-	15.5	(7.4)	-	2.6	10.8	15.5	
Vetoed (non-additive)	-	-	-	-	-	(73.7)	(3.6)	(6.4)	(3.8)	(87.6)		
Duplicated Authorization (non-additive) (6)	-	-	893.3	-	893.3	-	-	877.4	-	877.4		
Supplemental Appropriations (Agency Operations)	353.3	7.8	8.7	170.7	540.6	-	-	-	-	-	(353.3)	
Supplemental Appropriations	353.3	7.8	-	170.7	540.6	-	-	-	-	-		
Vetoed (non-additive)	(14.1)	2.7	-	(17.0)	(28.4)	-	-	-	-	-		
Statewide Items	492.1	116.6	105.8	81.3	795.8	446.3	77.3	98.6	32.2	654.4	(45.7)	-9.3%
Current Fiscal Year Appropriations	479.4	116.6	105.8	78.3	780.2	446.3	77.3	98.6	32.2	654.4	(33.1)	-6.9%
Debt Service	149.8	16.5	40.2	5.2	211.8	100.7	0.0	39.3	5.2	145.3	(49.0)	-32.7%
Fund Capitalizations	21.7	12.7	31.4	31.2	97.0	0.0	40.7	26.4	26.9	94.0	(21.7)	-99.9%
Community Assistance	-	-	-	-	-	-	28.7	-	-	28.7	-	-
REAA School Fund	19.7	-	-	-	19.7	-	-	-	-	-	(19.7)	-100.0%
Other Fund Capitalization	2.0	12.7	31.4	31.2	77.3	0.0	11.9	26.4	26.9	65.3	(2.0)	-98.5%
State Payments to Retirement Systems (9)	307.9	-	-	-	307.9	345.6	-	-	-	345.6	37.6	12.2%
Shared Taxes	-	33.9	34.2	-	68.1	-	36.6	32.9	-	69.5	-	-
Alaska Comprehensive Insurance Program	-	53.5	-	41.8	95.4	-	-	-	-	-	-	-
Vetoed (non-additive)	-	-	-	-	-	(123.4)	(17.2)	-	-	(140.6)		
Duplicated Authorization (non-additive) (6)	-	-	730.8	-	730.8	-	-	16.0	-	16.0		
Supplemental Appropriations (Statewide Items)	12.6	-	-	3.0	15.6	-	-	-	-	-		
Supplemental Appropriations	12.6	-	-	3.0	15.6	-	-	-	-	-		
Vetoed (non-additive)	(30.0)	-	-	-	(30.0)	-	-	-	-	-		
TOTAL CAPITAL APPROPRIATIONS	177.5	47.6	71.3	1,100.3	1,396.8	120.3	25.2	37.7	1,013.1	1,196.4	(57.2)	-32.2%
Current Fiscal Year Appropriations	144.3	37.9	71.3	1,057.4	1,310.9	120.3	25.2	37.7	1,013.1	1,196.4	(24.0)	-16.6%
Project Appropriations & RPLs	144.3	37.9	71.3	1,022.1	1,275.7	120.3	25.2	37.4	983.3	1,166.2	(24.0)	
Revised Programs Legislatively Approved (RPLs)	-	-	-	35.2	35.2	-	-	0.3	29.9	30.2	-	
Duplicated Authorization (non-additive) (6)	-	-	40.4	-	40.4	-	-	17.7	-	17.7	-	
Supplemental Appropriations (Capital)	33.2	9.7	-	43.0	85.9	-	-	-	-	-	(33.2)	
Capital Projects	33.2	9.7	-	43.0	85.9	-	-	-	-	-	(33.2)	-100.0%
Capital Vetoed (non-additive)	(3.4)	(16.2)	(7.5)	-	(27.1)	(12.8)	-	(5.0)	-	(17.8)		
Money on the Street (includes all fund sources) (7)	177.5	47.6	111.8	1,100.3	1,437.2	120.3	25.2	55.4	1,013.1	1,214.1		
Pre-Permanent Fund Authorization (unduplicated)	4,761.9	991.9	807.6	4,670.0	11,231.5	4,479.6	897.0	748.5	4,390.5	10,515.6	(282.3)	-5.9%
Revenue less operating and capital appropriations	(201.5)	-	-	-	-	(235.3)	-	-	-	-		
Permanent Fund Appropriations	1,068.9	71.3	-	-	1,140.2	680.0	67.9	-	-	747.9	(388.9)	-36.4%
Permanent Fund Dividends from GF	896.5	-	-	-	896.5	680.0	-	-	-	680.0	(216.5)	-24.1%
Permanent Fund Dividends from SBR	172.4	-	-	-	172.4	-	-	-	-	-		
Inflation Proofing Deposits to Principal	4,757.7	-	-	-	4,757.7	-	-	-	-	-		
Inflation Proofing Deposits from ERA	(4,757.7)	-	-	-	(4,757.7)	-	-	-	-	-		
Royalty Deposits over 25% (2)	-	71.3	-	-	71.3	-	67.9	-	-	67.9		
Pre-Transfers Authorization (unduplicated)	5,830.8	1,063.2	807.6	4,670.0	12,371.7	5,159.6	964.9	748.5	4,390.5	11,263.5	(671.2)	-11.5%
Pre-Transfer Surplus/(Deficit) (8)	(1,270.3)	Revenue =	78.2%	of Appropriations		(915.3)	Revenue =	82.3%	of Appropriations			

State of Alaska Detailed Fiscal Summary--FY20 and FY21

(\$ millions)

	FY20 Budget					FY21 Enacted					Change in UGF	
	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	\$	%
												September 15, 2020
55 Fund Transfers (8)	(156.6)	2.9	0.2	-	(153.5)	30.4	2.9	0.2	-	33.6	187.0	
56 Current Fiscal Year Transfers	(156.6)	2.9	0.2	-	(153.5)	30.4	2.9	0.2	-	33.6	187.0	
57 Statutory Budget Reserve Fund	(172.4)	-	-	-	(172.4)	-	-	-	-	-	172.4	
58 AMHS Fund	-	-	-	-	-	14.5	-	-	-	14.5	14.5	
59 Oil & Hazardous Substance Fund	15.5	1.9	-	-	17.4	15.6	1.9	-	-	17.5	0.1	0.6%
60 Other Fund Transfers	0.3	1.0	0.2	-	1.6	0.4	1.0	0.2	-	1.6	0.0	
61 Vetoes (non-additive)	-	(2.8)	-	-	(2.8)	-	(0.5)	-	-	(0.5)		
62 Post-Transfers Authorization (unduplicated)	5,674.2	1,066.2	807.9	4,670.0	12,218.3	5,190.0	967.8	748.7	4,390.5	11,297.0	(484.2)	-8.5%
63 Post-Transfer Surplus/(Deficit) to/(from) CBR (9)	(1,113.7)	Revenue =	80.4%	of Appropriations		(945.7)	Revenue =	81.8%	of Appropriations			
64 FISCAL YEAR SUMMARY	5,674.2	1,066.2	807.9	4,670.0	12,218.3	5,190.0	967.8	748.7	4,390.5	11,297.0	(484.2)	-8.5%
65 Agency Operations	4,092.4	827.7	630.5	3,488.4	9,038.9	3,913.0	794.4	612.2	3,345.2	8,664.8	(179.4)	-4.4%
66 Statewide Items	492.1	116.6	105.8	81.3	795.8	446.3	77.3	98.6	32.2	654.4	(45.7)	-9.3%
67 Permanent Fund Appropriations	1,068.9	71.3	-	-	1,140.2	680.0	67.9	-	-	747.9	(388.9)	-36.4%
68 Total Operating	5,653.3	1,015.6	736.3	3,569.7	10,974.9	5,039.3	939.6	710.8	3,377.4	10,067.1	(614.0)	-10.9%
69 Capital	177.5	47.6	71.3	1,100.3	1,396.8	120.3	25.2	37.7	1,013.1	1,196.4	(57.2)	-32.2%
70 Transfers	(156.6)	2.9	0.2	-	(153.5)	30.4	2.9	0.2	-	33.6	187.0	

Notes:

September 15, 2020

- (1) The Department of Revenue's Spring 2020 oil forecast for FY20 is 0.500 mbd at \$51.65 per barrel; the FY21 forecast is 0.502 mbd at \$37.00 per barrel. The corporate income tax revenue forecast does not include potential reductions to state revenue due to loss carry-back provisions of the CARES Act passed by Congress in late March, 2020. Initial, but highly speculative, estimate is \$100 million for both FY21 and FY22.
- (2) The Constitution mandates that 25% of mineral royalties be deposited in the Permanent Fund. These dedicated royalties are excluded from both revenue and expenditures. Non-mandatory deposits to the Permanent Fund may occur by appropriation. Prior to FY20, these were counted differently depending on whether they were appropriated to the Permanent Fund. Beginning in FY20, these are counted as designated general fund regardless of their disposition.
- (3) Carryforward is money that was appropriated in a prior year that is made available for spending in a later year via multiyear appropriations. Repeals increase revenue by reducing prior year authorization. Total carryforward into FY21 will be unknown until the close of FY20. Reappropriations to operating budget funds are counted as UGF revenue.
- (4) Restricted revenue equals spending for each category. Designated general funds include 1) program receipts that are restricted to the program that generates the receipts and 2) revenue that is statutorily designated for a specific purpose. Note: Designated general funds now include Alaska Capital Income Fund appropriations based on SB107 in SLA18 designating Amerada Hess earnings be used for deferred maintenance. Other funds have stricter restrictions on usage, and federal funds originate from the federal government and can be used only for a particular purpose. Several appropriations for federal receipts include "open ended" authorization that allow the agencies to accept any amount of federal funds received in connection to COVID-19 response (Medicaid, Public Health Emergency Programs, Disaster Relief Fund, Unemployment Insurance, and Workforce Services). The amount of actual FY20/FY21 federal receipts for COVID-19 response may be greater than shown.
- (5) The figure for FY20 K-12 funding includes \$30 million distributed outside of the formula.
- (6) Duplicated authorization is in the budget twice, such as when funds flow in and out of a holding account or one agency pays another for services provided. Duplicated authorization also includes the expenditure of bond proceeds when debt service on bonds will be reflected in future operating budgets.
- (7) Including duplicated fund sources in the amount of capital spending provides a valuable measure of "money on the street" because it includes projects funded with bond proceeds and other duplicated fund sources.
- (8) "Fund Transfers" refer to appropriations that move money from one fund to another within the Treasury. Although transfers are not true expenditures, they reduce the amount of money available for other purposes so must be included in the calculation of the surplus/deficit. For reserve accounts, a positive number indicates a deposit and a negative number indicates a withdrawal. When money is withdrawn and spent, the expenditure is included in the operating or capital budget, as appropriate. For example, the appropriation to transfer court filing fees from the general fund to the civil legal services fund.
- (9) Based on language in FY20's capital budget and the FY21 budget, the General Fund deficit for FY20 and FY21 will be drawn from the Constitutional Budget Reserve Fund. The CBR balance is estimated to be \$586.9 million at the end of FY21, however general fund borrowing reduces the cash balance by approximately \$500 million for cash flow purposes. This CBR balance includes \$464.9 million that is currently held in the General Fund as short-term cashflow borrowing. Excluding that amount, the CBR cash balance would be \$122 million.

Direct appropriations from the Constitutional Budget Reserve (CBR) are classified as unrestricted general funds. FY20 CBR appropriations are: \$142.8 million in capital appropriations reduced by \$26.5 million in fund changes to AHFC dividends in the supplemental budget to \$116.3, million plus \$80 million in operating COVID-19-related supplemental appropriations. FY21 CBR appropriations are: \$575.1 million agency operating appropriations, \$84.6 for State Retirement appropriations, and \$320 million for permanent fund dividends.

Differences in revenue and actual spending of appropriations impact the actual CBR balance. Operating appropriations may not be fully spent, capital appropriations are not fully spent in the fiscal year appropriated, settlements and investment income can be different than projected, disasters can occur, and appropriations based on estimates or based on actual revenue received can be different than estimated. Uncertainty associated with the COVID 19 pandemic, both on State income and expenditures, along with the impact of the federal response, may result in a change in the CBR draw and balance. This fiscal summary includes appropriations and RPLs authorized through the date of publication in September of 2020.

Whatever the scenario, it is unlikely that the CBR will have sufficient cash to cover appropriations or general fund cash borrowing beyond FY21.

CBR Direct Appropriations	FY20	FY21
FY20 Capital/FY21 Agency Operations	142.8	575.1
Capital Supplemental Fund Changes	(26.5)	0.0
Operating Supplemental COVID-19-Related Appropriations	80.0	0.0
State Retirement System	0.0	84.6
Permanent Fund Dividends	0.0	320.0
Total CBR Direct Appropriations	196.3	979.7

Projected Fund Balances -- FY20 and FY21

(\$ millions)

	FY20				FY21				
	BoY Balance	In	Out	EoY Balance	BoY Balance	In	Out	EoY Balance	
Total Budget Reserves and Designated Funds	22,468.7	3,632.7	10,390.1	15,711.5	15,711.5	5,835.1	5,418.4	16,128.2	
Undesignated Reserves	2,466.3	268.1	1,286.1	1,448.3	1,448.3	84.5	945.7	587.1	
Constitutional Budget Reserve Fund	2,293.7	268.1	1,113.7	1,448.1	1,448.1	84.5	945.7	586.9	
Statutory Budget Reserve Fund	172.4	-	172.4	0.0	0.0	-	-	0.0	
Alaska Housing Capital Corporation Fund	0.2	-	-	0.2	0.2	-	-	0.2	
Select Designated Funds	20,002.4	3,364.6	9,104.0	14,263.2	14,263.2	5,750.6	4,472.7	15,541.1	
Total Excluding Permanent Fund	1,521.7	106.5	149.7	1,478.6	1,478.6	144.7	108.5	1,514.7	
Alaska Capital Income Fund	7.5	20.5	33.4	(5.4)	(5.4)	29.7	8.2	16.1	
Alaska Higher Education Investment Fund	347.1	21.4	22.5	346.0	346.0	21.4	21.0	346.3	
Community Assistance Fund	90.0	-	30.0	60.0	60.0	28.9	20.0	68.9	
Power Cost Equalization Endowment	1,077.2	64.6	63.8	1,078.1	1,078.1	64.7	59.3	1,083.4	
Permanent Fund Earnings Reserve Account	18,480.7	2,015.2	7,711.3	12,784.6	12,784.6	4,363.0	3,121.2	14,026.4	
Unrestricted General Fund Appropriations				5,674.2					5,190.0
Reserves Ratio (Undesignated Reserves / Pre-Transfer Budget)				26%					11%
Pre-Transfer Deficit				(1,270.3)					(915.3)
Years of Deficit Coverage (Undesignated Reserves / Pre-Transfer Deficit)				1.14					0.64
Permanent Savings									
Permanent Fund Principal -- Market Value (no appropriations allowed)	47,819.6	4,142.8	0.0	51,962.4	51,962.4	115.0	0.0	52,077.4	