

State of Alaska FY2004 Governor's Operating Budget

Department of Community & Economic Development National Program Receipts Component Budget Summary

Component: National Program Receipts

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Component Mission

1. To share with affected local governments revenues earned from activities within the Tongass and Chugach National Forests to be used for schools and roads.
2. To compensate cities in the unorganized borough for lost revenues due to the location of federal lands within their respective areas.

Component Services Provided

Direct financial assistance through the federal National Forest Receipts and Payment in Lieu of Taxes Programs.

Component Goals and Strategies

To distribute both state and federal financial assistance in an accurate, fair, and timely manner.

Key Component Issues for FY2003 – 2004

Congress has enacted legislation (HR 2389) that will stabilize future forest receipts funding. Starting in FY 02 and continuing over the next six years, the State will receive an annual payment based on the average of the three highest payment years within FFY 86-99. This will have a positive effect on the communities in Southeast Alaska which have been hit hard by the substantial decrease in timber harvesting within the Tongass National Forest. Payments received by eligible entities under the revised program must be used for schools, roads, and special forest related projects.

Major Component Accomplishments in 2002

Distributed Community Financial Assistance payments in an accurate, fair and timely manner.

Statutory and Regulatory Authority

| | |
|-------------------|--------------------------|
| AS 41.15.180 | National Forest Receipts |
| 3 AAC 32.010-.900 | National Forest Receipts |
| 3 AAC 52.100-.900 | Payment in Lieu of Taxes |

National Program Receipts
Component Financial Summary

All dollars in thousands

| | FY2002 Actuals | FY2003 Authorized | FY2004 Governor |
|--------------------------------|-----------------|-------------------|-----------------|
| Formula Program: | | | |
| Component Expenditures: | | | |
| 71000 Personal Services | 0.0 | 0.0 | 0.0 |
| 72000 Travel | 0.0 | 0.0 | 0.0 |
| 73000 Contractual | 0.0 | 0.0 | 0.0 |
| 74000 Supplies | 0.0 | 0.0 | 0.0 |
| 75000 Equipment | 0.0 | 0.0 | 0.0 |
| 76000 Land/Buildings | 0.0 | 0.0 | 0.0 |
| 77000 Grants, Claims | 13,642.6 | 15,830.0 | 16,000.0 |
| 78000 Miscellaneous | 0.0 | 0.0 | 0.0 |
| Expenditure Totals | 13,642.6 | 15,830.0 | 16,000.0 |
| Funding Sources: | | | |
| 1002 Federal Receipts | 13,642.6 | 15,830.0 | 16,000.0 |
| Funding Totals | 13,642.6 | 15,830.0 | 16,000.0 |

National Program Receipts
Proposed Changes in Levels of Service for FY2004

None.

Summary of Component Budget Changes
From FY2003 Authorized to FY2004 Governor

All dollars in thousands

| | <u>General Funds</u> | <u>Federal Funds</u> | <u>Other Funds</u> | <u>Total Funds</u> |
|---|----------------------|----------------------|--------------------|--------------------|
| FY2003 Authorized | 0.0 | 15,830.0 | 0.0 | 15,830.0 |
| Adjustments which get you to start of year: | | | | |
| -Replace receipts transferred to DOT Com Office for road maintenance. Sec 23(1), Ch 94 SLA 2002 | 0.0 | 170.0 | 0.0 | 170.0 |
| FY2004 Governor | 0.0 | 16,000.0 | 0.0 | 16,000.0 |