

# State of Alaska

## Fiscal 2006 Conference Committee Less Vetoes Fiscal Summary

(dollars shown in millions)

	FY2005 Authorized				FY2006 Conference Committee Less Vetoes			
	General Fund	Federal Funds	Other Funds	Total Funds	General Fund	Federal Funds	Other Funds	Total Funds
<b>1 Revenues</b>								
2 Unrestricted General Fund Revenues (A)	2,946.9			2,946.9	2,664.0			2,664.0
3 Revised Revenue Forecast (A)	97.4			97.4				0.0
4 Reappropriations and Carry Forward (B)	10.4	11.1	6.0	27.4	414.2			414.2
5 Corporate Bond Proceeds(C)			120.0	120.0			85.0	85.0
6 Corporate Dividends (D)			76.7	76.7			55.0	55.0
7 Federal and Other State Funds		3,235.3	1,003.0	4,238.3		2,755.0	1,146.2	3,901.2
8 <b>Total Revenues</b>	<b>3,054.7</b>	<b>3,246.4</b>	<b>1,205.8</b>	<b>7,506.8</b>	<b>3,078.2</b>	<b>2,755.0</b>	<b>1,286.2</b>	<b>7,119.4</b>
<b>9 Authorization to Spend</b>								
10 <b>Operating</b>	<b>2,267.3</b>	<b>1,592.5</b>	<b>828.3</b>	<b>4,688.0</b>	<b>2,558.1</b>	<b>1,637.7</b>	<b>873.1</b>	<b>5,068.9</b>
11 Agency Operations (non-formula)	1,116.4	814.2	1,309.4	3,240.0	1,298.2	819.0	1,345.0	3,462.1
12 Formula Programs	1,150.9	778.3	148.6	2,077.8	405.3	797.9	130.0	1,333.2
13 Public Education Fund (E)				0.0	854.6	20.8	11.9	887.4
14 Duplicated Authorizations (F)			(629.8)	(629.8)			(613.8)	(613.8)
15 <b>Capital</b>	<b>8.8</b>	<b>1,458.8</b>	<b>153.5</b>	<b>1,621.1</b>	<b>338.7</b>	<b>1,075.9</b>	<b>238.4</b>	<b>1,653.1</b>
16 Project Appropriations & Revised Programs	8.8	1,458.8	200.7	1,668.3	338.7	1,075.9	511.6	1,926.3
17 Duplicated Authorizations (F)			(47.2)	(47.2)			(273.2)	(273.2)
18 <b>Debt and Other Statewide Appropriations</b>	<b>770.0</b>	<b>195.1</b>	<b>224.0</b>	<b>1,189.1</b>	<b>141.6</b>	<b>41.4</b>	<b>174.7</b>	<b>357.6</b>
19 Debt Service (G)	2.7	0.0	179.9	182.6	6.2	0.0	183.2	189.3
20 Debt Retirement Fund Capitalization (G)	0.0	8.6	70.1	78.7	45.8	8.0	58.0	111.8
21 Other Fund Capitalization (H)	51.7	32.6	27.7	112.0	18.2	35.6	15.3	69.1
22 Operating Supplemental Appropriations	186.7	61.2	20.3	268.3				0.0
23 Capital Supplemental Appropriations	128.8	92.6	74.3	295.7				0.0
24 Supplemental Appropriations (placeholder)				0.0	60.0			60.0
25 Capitalize Public Education Fund (I)	400.0			400.0				0.0
26 AK Capital Income Fund Capitalization (Am Hess)			26.0	26.0			30.0	30.0
27 New Legislation	0.0			0.0	11.4	(2.3)	17.6	26.7
28 Duplicated Authorizations (F)			(174.2)	(174.2)			(129.4)	(129.4)
29 <b>Total Authorization to Spend</b>	<b>3,046.1</b>	<b>3,246.4</b>	<b>1,205.8</b>	<b>7,498.2</b>	<b>3,038.4</b>	<b>2,755.0</b>	<b>1,286.2</b>	<b>7,079.6</b>
30 PF Dividends/PFD Division operations) (J)			607.0	607.0			690.0	690.0
31 PF Inflation Proofing			640.0	640.0			651.0	651.0
32 Total AK Permanent Fund			1,247.0	1,247.0			1,341.0	1,341.0
33 <b>Totals with Permanent Fund</b>	<b>3,046.1</b>	<b>3,246.4</b>	<b>2,452.8</b>	<b>8,745.2</b>	<b>3,038.4</b>	<b>2,755.0</b>	<b>2,627.2</b>	<b>8,420.6</b>
34 <b>Draw from CBR to Balance Budget/(Surplus)</b>	<b>(8.5)</b>				<b>(39.8)</b>			

**Notes**

**A Unrestricted General Fund Revenues:** FY2006 Unrestricted Revenues are based on an oil price of \$38.60 per barrel and estimated production of .911 million barrels per day. The amounts include projections from the Department of Revenue administrative ruling for ELF Aggregation of \$55.4 million in FY2005 and \$148.9 million in FY2006. The revised revenue forecast on line 3 reflects an increase from the spring forecast of \$41.75/bbl to \$43.46/bbl.

**B Reappropriations and Carry Forward:** Includes fund sources for reappropriations and other appropriations (typically roll-forwards of prior year authorizations) that were

posted to FY2005 subsequent to the FY2005 Conference Committee, and that do not require additional FY2005 revenue. In FY2006, the balance of the Public Education Fund of \$414.2 million is rolled forward from FY2005.

**C Corporate Bond Proceeds:** Corporate Proceeds are bond proceeds from the sale of Alaska Student Loan Corporation (ASLC) bonds of \$85 million in FY2006. FY2005 includes \$45 million in Alaska Housing Finance Corporation (AHFC) bond proceeds and \$75 million ASLC bond proceeds.

*Notes continued on page 2*

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**D Corporate Dividends:** Include funds made available to the State by the boards of the Alaska Industrial Development and Export Authority (AIDEA), Alaska Housing Finance Corporation and Alaska Student Loan Corporation. The AIDEA dividend for FY2006 \$8.8 million and FY2005 \$22 million. The total AHFC transfer for dividend, capital projects, loan programs and debt service is \$103 million for FY2006 and FY2005. Since AHFC's debt payments for general government purpose bonds do not require appropriation, the net transfers appropriated here are \$43.1 million for FY2006 and \$49.1 million for FY2005. The ASLC Dividend is \$3.1 million for FY2006 and \$5.6 million for FY2005.

**E Public Education Fund:** Legislation was passed in the 2005 session that established the Public Education Fund (see note I). One of the effects of this legislation was to remove expenditures for K-12 foundation program and pupil transportation from operating formula programs (line 12) (expenditures from the fund do not require appropriation). This reduced the amount shown in the FY2006 formula line by \$854.6 million GF, \$20.8 million federal, and \$11.9 other state funds. The 854.6 million GF includes the FY2006 capitalization of the Public Education Fund of \$440.4 million, the roll forward from FY2005 of \$400 million, and a reappropriation of \$14.2 million.

**F Duplicated Authorizations:** These appropriations are in the budget twice, such as when funds flow in and out of a holding account or one agency pays another for services provided. The most significant examples of these type of expenditures include operating payments from Interagency Receipts, and debt payments from the Debt Retirement Fund.

**G Debt Service/Debt Retirement Fund Capitalization:** The Debt Service line includes actual payment of debt obligations, primarily general obligation bonds, certificates of participation (lease-financing), and International Airports revenue bonds. Some of these debt payments are made from the Debt Retirement Fund, which is capitalized from a variety of fund sources. The Debt Retirement Fund Capitalization line identifies various funding sources used to pay debt from the Debt Retirement Fund.

**H Other Fund Capitalization:** Other Fund Capitalization includes capitalization of various State operating funds, such as the Fish and Game Fund, Senior Care Fund, Power Cost Equalization and Rural Electric Capitalization Fund, and several others.

**I Capitalize Public Education Fund:** The Public Education Fund (SLA 2005, Chapter 4) was established this legislative session into which the Legislature appropriated FY2005 surplus revenues to help pay for FY2006 K-12 costs. The amount appropriated to capitalize the fund in FY2006 is included in line 13, to assist in comparisons between fiscal years.

**J PF Dividends/PFD Division Operations:** In FY2006 the State will spend \$19 million for Department of Revenue Division of Permanent Fund Dividends operations (\$6 million), DHSS Public Assistance PFD Hold Harmless (\$12.9 million), and Department of Administration Administrative Hearings (\$113.4 thousand). The FY2005 amount is \$21.5 million.