

# **State of Alaska FY2006 Governor's Operating Budget**

## **Department of Revenue Commissioner's Office Component Budget Summary**

## Component: Commissioner's Office

### Contribution to Department's Mission

The mission of the Department of Revenue is to collect, distribute and invest funds for public purposes.

### Core Services

- Management oversight of division programs
- Coordination, development and promotion of programs for collection and investment of public funds
- Formulation of specific recurring revenue sources
- Provide controls and enforcement for the collection, investment and payment of funds (Permanent Fund Dividend, Child Support Services, Tax and Treasury Divisions)

### FY2006 Resources Allocated to Achieve Results

<b>FY2006 Component Budget: \$1,463,100</b>	<b>Personnel:</b>	
	Full time	5
	Part time	0
	<b>Total</b>	<b>5</b>

### Key Component Challenges

- The role of the Commissioner of Revenue and the department has been and continues to be important in providing revenue information to Executive and Legislative policy makers.
- The Department will continue to work with the Departments of Law and Natural Resources on Stranded Gas Act Implementation.
- Key debt issues include maintenance of the State's credit ratings with Standard and Poor's, Fitch Ratings, and Moody's Investors Service. Regular communication of State current events to the rating analysts as well as ensuring analysts' concerns are relayed to the State's leadership are key to meeting this challenge.

### Significant Changes in Results to be Delivered in FY2006

- In FY2006, the Office of the Commissioner will continue to operate and manage much as it has done in the current fiscal year. The Commissioner's office will devote much of its time working to commercialize the vast amounts of North Slope natural gas and support efforts to construct a gas pipeline to bring gas to market.
- This will be the first full year that the hearing officer staff will be in the Department of Administration.

### Major Component Accomplishments in 2004

- HB486 Mine Reclamation Trust, SB231 Unclaimed Property Reporting and SB393 PFD for University Fees all passed.
- The department worked closely with the legislature on the passage of HB513 (Child Support Enforcement Division) name change/drivers license suspension and HB514 child support enforcement crimes. The legislation changes compromise of arrears and created a felony criminal non-support for aiding and abetting someone in their failure to pay.
- Last year saw passage of SB203 hearing officer transfer which will transfer the three hearing officers and two staff from the Department of Revenue to the Department of Administration.

**Statutory and Regulatory Authority**

AS 04  
AS 09.25.100  
AS 09.50  
AS 10.25.570  
AS 14.25.180  
AS 16.10.265  
AS 16.10.290  
AS.18.26  
AS 18.56  
AS 25.25  
AS 25.27  
AS 34.45  
AS 37.05.200  
AS 37.10  
AS 37.10.050-.087  
AS 37.13  
AS 37.14.011  
AS 37.14.110  
AS 37.14.120  
AS 37.14.200  
AS 37.15  
AS 37.17  
AS 38.05.036  
AS 39.35.110  
AS 43  
AS 44.25  
AS 44.82  
AS 44.83.386  
AS 44.85  
AS 45.98.050

**Contact Information**

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**Commissioner's Office  
Component Financial Summary**

*All dollars shown in thousands*

	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	800.9	654.2	466.1
72000 Travel	52.3	38.0	36.3
73000 Services	1,712.3	7,539.3	941.8
74000 Commodities	16.9	19.6	18.9
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>2,582.4</b>	<b>8,251.1</b>	<b>1,463.1</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	922.4	4,402.6	190.8
1007 Inter-Agency Receipts	362.7	289.8	241.2
1105 Alaska Permanent Fund Corporation Receipts	0.0	900.0	0.0
1108 Statutory Designated Program Receipts	780.5	2,250.0	750.0
1133 CSSD Administrative Cost Reimbursement	516.8	408.7	281.1
<b>Funding Totals</b>	<b>2,582.4</b>	<b>8,251.1</b>	<b>1,463.1</b>

**Estimated Revenue Collections**

Description	Master Revenue Account	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
<b>Unrestricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Interagency Receipts	51015	362.7	289.8	241.2
Statutory Designated Program Receipts	51063	780.5	2,250.0	750.0
Indirect Cost Reimbursement	51115	516.8	408.7	281.1
Permanent Fund Earnings Reserve Account	51373	0.0	900.0	0.0
<b>Restricted Total</b>		<b>1,660.0</b>	<b>3,848.5</b>	<b>1,272.3</b>
<b>Total Estimated Revenues</b>		<b>1,660.0</b>	<b>3,848.5</b>	<b>1,272.3</b>

**Summary of Component Budget Changes  
From FY2005 Management Plan to FY2006 Governor**

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2005 Management Plan</b>	<b>4,402.6</b>	<b>408.7</b>	<b>3,439.8</b>	<b>8,251.1</b>
<b>Adjustments which will continue current level of service:</b>				
-FY 05 Bargaining Unit Contract Terms: GGU	0.2	0.7	0.5	1.4
-Delete ADN 04-5-1011 North Slope Natural Gas Sec26(e) Ch159 SLA2004 P83 L23 (SB283)	-900.0	0.0	-800.0	-1,700.0
-Delete ADN 04-5-1012 North Slope Natural Gas Carry-forward Sec26(d) Ch159 SLA2004 P83 L16 (SB283)	-1,800.0	0.0	-1,600.0	-3,400.0
-Delete ADN 04-5-1013 North Slope Natural Gas Carry-forward Ch14 SLA2004 P1 L4 (SB241)	-1,494.6	0.0	0.0	-1,494.6
-FY06 Cost Increases for Bargaining Units and Non-Covered Employees	5.3	0.0	3.3	8.6
<b>Proposed budget decreases:</b>				
-2nd Year Fiscal Note for Hearing Officer Transfer SB203 SLA2004 (Ch 158 SLA2004 Sec2 P40 L30)	-22.7	-128.3	-52.4	-203.4
<b>FY2006 Governor</b>	<b>190.8</b>	<b>281.1</b>	<b>991.2</b>	<b>1,463.1</b>

**Commissioner's Office  
Personal Services Information**

<b>Authorized Positions</b>		<b>Personal Services Costs</b>		
	<u>FY2005</u> <u>Management</u> <u>Plan</u>	<u>FY2006</u> <u>Governor</u>		
Full-time	5	5	Annual Salaries	345,843
Part-time	0	0	COLA	954
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	151,374
			<i>Less 1.56% Vacancy Factor</i>	<i>(7,771)</i>
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>5</b>	<b>5</b>	<b>Total Personal Services</b>	<b>490,400</b>

**Position Classification Summary**

<b>Job Class Title</b>	<b>Anchorage</b>	<b>Fairbanks</b>	<b>Juneau</b>	<b>Others</b>	<b>Total</b>
Commissioner	0	0	1	0	1
Dep Commissioner	0	0	1	0	1
Exec Secretary II	0	0	1	0	1
Project Coord	1	0	0	0	1
Spec Asst To The Comm II	0	0	1	0	1
<b>Totals</b>	<b>1</b>	<b>0</b>	<b>4</b>	<b>0</b>	<b>5</b>