

# **State of Alaska FY2008 Governor's Operating Budget**

**Dept of Commerce,Community,& Economic Development**

## Dept of Commerce,Community,& Economic Development

### Mission

To promote a healthy economy and strong communities in Alaska.

### Core Services

- Coordination, development and promotion of programs for sustainable economic growth.
- Regulation and enforcement to protect the consumer and to provide a stable business climate.
- Assist communities to achieve maximum local self-government.

End Results	Strategies to Achieve Results
<b>A: Sustainable economic growth.</b> <u>Target #1:</u> 19,000 jobs created and maintained in 4 years. <u>Measure #1:</u> Number of jobs created beginning in 2002 to 2006.	<b>A1: Implement economic development programs and projects.</b> <u>Target #1:</u> Identify and fund 50 programs and projects. <u>Measure #1:</u> Number of programs and projects funded.
End Results	Strategies to Achieve Results
<b>B: Increase number of Alaska citizens who have access to local government services.</b> <u>Target #1:</u> 100% of municipal governments provide essential public services. <u>Measure #1:</u> Percentage of municipal governments providing essential public services.	<b>B1: Improve quality of department's available resources to the public</b> <u>Target #1:</u> Increase the number of communities participating in workshops and technical training provided by the divisions. <u>Measure #1:</u> Number of communities participating in workshops and technical training.

### Major Activities to Advance Strategies

- Strengthen rural communities by providing technical assistance.
- Diversify Alaska's economic base to benefit all Alaskans.
- Market Alaska's commercial opportunities and geographic advantages to the rest of the nation and the global business community.
- Strengthen Alaska's businesses by providing technical and financial assistance.
- Maintain a fair and consistent regulatory environment.

### FY2008 Resources Allocated to Achieve Results

**FY2008 Department Budget: \$207,999,300**

**Personnel:**

Full time	511
Part time	3
<b>Total</b>	<b>514</b>

## Performance Measure Detail

### A: Result - Sustainable economic growth.

**Target #1:**19,000 jobs created and maintained in 4 years.

**Measure #1:** Number of jobs created beginning in 2002 to 2006.

#### Number of Jobs Created and Maintained

Year	YTD Total
2003	4,200
2004	4,900
2005	5,700

*In 2002, there was an average of 295,100 payroll jobs in Alaska and that has increased to 309,900 jobs in 2005. This is a three year growth rate of 5.02%. The number of jobs created in the calander year 2005 was an increase of 5,700 jobs over 2004. This is a one year growth rate of 1.8%. As of September 2006, the average number of job has increased to 6.8%*

**Analysis of results and challenges:** Continued investment in different programs and providing loans to businesses and for construction helped to stimulate the economy and create jobs. The economic study determined that in 2005 Alaska Aerospace Development Corporation's economic impact on the Kodiak economy totaled \$24 million and the corporation spent \$27.3 million in support of its overall mission, resulting in a 35% increase over 2004. This spending created 271 direct, indirect and induced jobs in Alaska and displaced employment reductions from other industries.

The Seafood industry, the Community Development Quota program, mining, and the visitor industry also created a large number of new jobs for the State in 2005. The Division of Investment has maintained the same number of jobs in 2006 through the Commercial Fishing Loan. The Southeast region experienced some increase in timber related employment.

### A1: Strategy - Implement economic development programs and projects.

**Target #1:**Identify and fund 50 programs and projects.

**Measure #1:** Number of programs and projects funded.

#### Number of Programs and Projects Funded

Fiscal Year	YTD Total
FY 2005	53
FY 2006	60

**Analysis of results and challenges:** The increase in number is due to the additional federal programs received by the department.

### B: Result - Increase number of Alaska citizens who have access to local government services.

**Target #1:**100% of municipal governments provide essential public services.

**Measure #1:** Percentage of municipal governments providing essential public services.

#### Percentage of essential public service

Fiscal Year	YTD Total
FY 2004	85%
FY 2005	80%
FY 2006	83%

**Analysis of results and challenges:** The decrease in percentage of services in 2005 was due to the reduction in police protection force and the increase of fuel cost in various rural cities. The department is implementing a

more detailed tracking system to collect information that is self reported by communities. In 2006, the Department has worked with rural cities to increase the percentage of services, such as in the election, budget, and other essential services.

### **B1: Strategy - Improve quality of department's available resources to the public**

**Target #1:** Increase the number of communities participating in workshops and technical training provided by the divisions.

**Measure #1:** Number of communities participating in workshops and technical training.

#### **Number of Communities Participating**

<b>Fiscal Year</b>	<b>YTD Total</b>
FY 2003	15
FY 2004	22 +46.67%
FY 2005	32 +45.45%
FY 2006	36 +12.50%

**Analysis of results and challenges:** The technical training provided by the department has assisted the communities to reduce financial problems.

### **Key Department Challenges**

The Department continues to realign and focus assets to concentrate on the three core functions: economic development, community advocacy, and business regulation/consumer protection.

**Economic Development:** The significant challenge for the Alaska Seafood industry is the ongoing development of aquaculture production. The tourism industry needs assistance from the State and private industry to develop strategies to attract more tourists to the State of Alaska. The mineral and timber industries always face challenges from organizations that cause delays in production.

**Community Advocacy:** Sustainability of communities is a major issue due to the increased cost of fuel and insurance and the cost to build barriers to erosion and flooding. The formation of regional governments and capacity building for smaller communities and village is a crucial issue.

**Business Regulation/Consumer Protection:** The State has an increasing lack of a healthy, competitive insurance market place. The workers compensation market is dominated by a few carriers which prevents employers in the State from obtaining a viable option for statutorily mandated coverage. Providing consumer protection and business industry regulation remains a key challenge.

### **ECONOMIC DEVELOPMENT**

#### **Mining**

An effort to attract investments in mineral projects is a key challenge. Developing economic models of projects for public education is an important issue. Lack of access, power and qualified labor presents a very expensive project scenario for mineral management. Stable and reasonable taxation is critical to attracting mining companies to the State; it can alter the economy of the projects.

#### **Fisheries development and marketing**

Competition from farmed salmon and other aquaculture product is a primary concern. The salmon industry continues to suffer from lower prices due to the increased farmed salmon in the world market. A major task for this industry and State government is to develop a response to these competitive forces before they begin to actually impact the economic value.

### Tourism

Many areas of rural Alaska continue to lack resources necessary to prepare for and attract tourism development in their communities. Those communities are requesting information as well as technical and planning assistance to help them make informed choices about tourism development. Customer service training continues to be a priority need in rural areas.

### Qualified Trade Association

Accessibility to Alaska's public lands will continue to impact Alaska tourism product offerings. Fuel prices for automobile and air transportation are expected to be of concern to visitors traveling to Alaska and for operators who provide services to Alaska. International issues such as war, homeland security and natural disasters continue to impact the travel industry.

### Investments

Promoting economic development in rural areas of Alaska presents a challenge. The Division of Investments will utilize several programs, such as Rural Development Initiative Fund, Volunteer Tax and Loan, Community Quota Entity, Small Economic Business Economic Development Fund, and Commercial Fishing Revolving Loan Fund to focus efforts on effective marketing and increasing both economic activity and employment opportunities.

### Alaska Aerospace Development (AADC)

AADC's biggest challenges in the coming year will continue to be recruiting and training the work force as well as building systems and personnel flexibility to respond to their anchor tenant's changing requirements.

### Alaska Energy Authority (AEA)

AEA's challenges include scheduling and managing Denali Commission requested Bulk Fuel and Rural Power System. The primary challenges in the training programs include high turnover in bulk fuel and utility clerk job classes, and cancellations from training participants. These issues make it difficult to fill available training slots; moreover, the increase per unit cost has increased annual demand on the bulk fuel revolving loan fund.

### Alaska Seafood Marketing institute (ASMI)

Messages in the media about actual and possible contaminants in seafood affect the consumer's image of all seafood products and make further protein market penetration by the seafood industry more difficult. International currency fluctuations, tariff and trade barriers affecting international trade affect this global industry, dictating what markets will receive various products. The harvesting and processing sectors face potentially crippling increases in fuel and fuel price driven transportation costs.

### Banking & Securities

The state regulated depository institutions and trust companies experienced severe financial hardship. A contingency fund approved by the legislature would help to absorb the costs incurred for continuous on-site regulation for an indefinite period of time.

## **Significant Changes in Results to be Delivered in FY2008**

### Community Advocacy

Communities developing new or substantially upgraded sanitation systems have funding for sanitation master planning. The division has secured federal funding to allow a select number of communities to have value added to their sanitation plans and complete a community plan including where appropriate land use planning for resolution of Alaska Claim Native Settlement act (ANCSA) land conveyances and other land title issues.

### Office of Economic Development

Developing long range plans for establishing appropriate infrastructure for mineral districts will convey a mining friendly impression to the mining companies and encourage investment in the State. Working through Minerals Commission, Legislature and supporting agencies to establish these plans will convey the appropriate impression and reality.

The fish revitalization strategy grants will continue to be measured for effectiveness, as the office shifts its focus from program development and implementation to industry and government support services in an effort to withstand potential impact of farmed salmon and other aquaculture species.

#### Alaska Aerospace Development Corporation (AADC)

The U.S. Missile Defense Agency continues to request additional launch services support and continues to increase its requirements for management data. AADC is actively marketing Kodiak launching capabilities to the space launch community to provide contracts in the future.

#### Alaska Seafood Marketing Institute (ASMI)

There will be a new emphasis on ASMI consumer campaigns designed to pull product through the marketplace such as boosting sales of frozen Alaska seafood in the U.S. through the "COOK IT FROZEN" Program. ASMI will be expanding the exploration of new U.S. markets, particularly canned pink salmon, within the Hispanic community.

#### Corporations, Business and Professional Licensing

Changes include the creation of a new database to capture information from guide hunt records, transporter activity reports, and licensing of big game outfitters and transporters through the reestablished Board. A revised regulation is required to license of dispensing opticians without a Board. A change in the regulation allows the increased enforcement and fines assessed by the Department of Labor on unlicensed construction contractors, electrical and mechanical administrators.

#### Regulatory Commission Of Alaska (RCA)

The RCA will deliver a fully integrated electronic website for utility and pipeline companies to electronically manage their tariffs, thus reducing operating costs of each regulated utility. The new electronic filing will significantly speed up document availability, and reduce the number of paper copies and delivery charges currently associated with document submittal. The development of a new regulation for small hydroelectric power will allow the State to increase the accountability, transparency and regulatory effectiveness before RCA takes over the projects from Federal Energy Regulatory Commission.

### **Major Department Accomplishments in 2006**

#### Community Advocacy

Rural Utility Business Advisor program responded to management emergencies in 10 rural communities and provided technical assistance to 150 communities including on site travel to 120 different communities.

The State Assessor completed full value determinations for 44 municipal governments and published the information in the Alaska Taxable.

The Mineral Commission prepared a report for the legislature which identified a number of critical items that impact mineral resource development. The OED presented mining opportunities in the State by participation in a number of trade shows during 2005-2006.

The State assisted in the modernization of the processing capacity of Alaska's processing sector, provided vital marketing funds to strengthen the wild seafood, and other important infrastructure and technical assistance to industry.

#### Qualified Trade Association

Alaska Tourism Industry Association (ATIA) implemented programs aimed at increasing domestic and international visitors to Alaska. ATIA conducted training seminars and renewed sponsorship of destination special Alaska course which resulted in 151 new certified travel agents. The visitors to TravelAlaska.com has increased 3% every year since implementation. ATIA has received 500,000 requests to date for Alaska trip planning information from consumers who gave a high level of interest in visiting Alaska.

#### Investments (ADI)

The Commercial Fishing Revolving Loan Fund program promoted the development of a predominantly resident fishery by providing loans to Alaskan commercial fishing harvesters. In FY2006 ADI made 153 new loans and processed 80 loan extensions and nine Small Business Economic Development loans totaling \$2.0 million which resulted in the creation/retention of 41 jobs. The investment approved rural Development Initiative Fund loans to businesses in communities with a population less than 5,000 for a total of \$1.3 million which resulted in the creation/retention of 145 jobs.

Volunteer Tax and Loan Program (VTLP) continues to focus on rural harvesting communities targeted by the IRS as having tax compliance issues. During FY2006, VTLP teams visited 69 villages in eight areas to provide tax preparation and loan application services as well as financial counseling.

#### Alaska Industrial Development and Export Authority (AIDEA)

AIDEA has funded 33 loans for a total of \$60.9 million as compared to 40 loans for a total of \$66.4 million in FY2005. AIDEA closed a conduit bond issue in August 2006 for an \$11.7 million Sportplex Facility located in Anchorage. A new shipyard operating agreement between AIDEA and Alaska ship and dry-dock in Ketchikan went into effect in 2006 that provided 50-150 jobs in Ketchikan.

#### Alaska Energy Authority (AEA)

AEA has committed 48 loans for \$7.8 million through the Bulk Fuel Revolving Loan fund program and administered bulk fuel operator training programs for 22 students. AEA's contractor has upgraded lighting and heating system in over 50 public facilities in 17 rural communities through the Village End Use Efficiency Measures program. AEA has funded and completed the 2MW South Fork Hydro Project on Prince of Wales Island and expected to displace 536,000 gallons per year of diesel for power generation.

#### Alaska Seafood Marketing Institute (ASMI)

ASMI was able to increase consumption of fresh and frozen Alaska seafood in the U.S. and the key international markets. ASMI put forth more effort on consumer campaigns and advertising for Alaska seafood products in the U.S and conducted vigorous campaigns promoting canned salmon in the U.S. Hispanic markets. These actions achieved greater alignments than ever before involving the industry trade spending.

#### Insurance

The division implemented changes to allow non-resident applicants to electronically file an application and receive approval within 24 hours. Credit card payments applied to the application fee are now accepted.

### **Prioritization of Agency Programs**

*(Statutory Reference AS 37.07.050(a)(13))*

Category A – Functions and programs that are essential to the Department's mission of promoting a healthy economy and strong communities in Alaska.

1. Local Government Development
2. Local Boundary Commission
3. Community and Business Development
4. Community Development Quota (CDQ) Program
5. Fisheries Development and Marketing
6. Development Financial Services
7. State Assessor and Property Tax
8. Land Management and Mapping
9. Rural Utility Business Advisor (RUBA)

Category B – Essential programs and functions other than those listed in Category A that are central to the Department's mission.

10. Alaska Energy Authority Programs
11. Alaska Aerospace Development

Category C – Regulatory programs established in statute to protect the consumer and to provide for a stable business climate.

12. Regulate Financial Institutions
13. Regulate Securities

14. Register Corporations
15. Regulate Insurance Industry
16. Occupational Licensing
17. Business Licensing
18. Regulate Public Utilities and Pipeline Carriers

1. Local Government Development. Ensure local governments are functioning and viable by providing advice and information regarding public services, financial management training, election information, and financial assistance.
2. Local Boundary Commission. Offer recommendations regarding municipal boundary changes and incorporations.
3. Community and Business Development. Provide grants, advice, information, financial management training, and financial assistance to tribal governments, communities and other organizations.
4. Community Development Quota (CDQ) Program. Promote commercial fisheries related economic development in western Alaska through allocation of percentages of each fisheries species to coalitions of communities.
5. Fisheries Development and Marketing. Promote economic development of Alaska's commercial fisheries and seafood industry and market Alaska seafood products domestically and overseas.
6. Development Financial Services. Provide various means of financing and facilitate the financing of businesses, commercial fisheries, and hatcheries in Alaska.
7. State Assessor and Property Tax. Assist municipalities regarding assessment and tax issues; make local property full and true value determinations; monitor local assessment practices for compliance with State law.
8. Land Management and Mapping. Ensure public projects have site control; administer the Municipal Lands Trust program; produce and provide community maps.
9. Rural Utility Business Advisor (RUBA). Encourage rural water and sewer utilities to operate as a business; offer business, finance, personnel and management assistance to local governments and organizations.
10. Alaska Energy Authority Programs. Administer rural energy programs.
11. Alaska Aerospace Development. Provide rocket launch services to government and commercial customers.
12. Regulate Financial Institutions. Regulate commercial banks, mutual savings banks, credit unions, trust companies, bank holding companies, small loan offices, premium finance offices, and Business and Industrial Development Corporations.
13. Regulate Securities. Regulate the offer and sale of securities in Alaska.
14. Register Corporations. Provide legal recognition to businesses by serving as a filing agency.
15. Regulate Insurance Industry. Develop and enforce the insurance statutes and regulations to: protect and educate the consumer; assure competitive, viable, ethical and lawful insurance is available to Alaskans; and enhance the insurance business environment
16. Occupational Licensing. Administer 38 occupational licensing programs covering 130 occupations.
17. Business Licensing. License approximately 73,000 businesses to engage in commerce in Alaska.
18. Regulate Utilities and Pipeline Carriers. Ensure affordable and reliable utility and pipeline services.

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## Department Budget Summary by RDU

All dollars shown in thousands

	FY2006 Actuals				FY2007 Management Plan				FY2008 Governor			
	General Funds	Federal Funds	Other Funds	Total Funds	General Funds	Federal Funds	Other Funds	Total Funds	General Funds	Federal Funds	Other Funds	Total Funds
<b>Formula Expenditures</b>												
Revenue Sharing	0.0	15,310.8	2,342.2	17,653.0	0.0	15,830.0	1,600.0	17,430.0	0.0	15,830.0	1,600.0	17,430.0
Alaska Energy Authority	0.0	0.0	22,020.0	22,020.0	0.0	0.0	25,294.0	25,294.0	0.0	0.0	26,173.0	26,173.0
<b>Non-Formula Expenditures</b>												
Executive Admin and Dev	1,186.7	0.0	2,536.8	3,723.5	1,333.3	0.0	3,614.1	4,947.4	1,552.9	0.0	3,986.8	5,539.7
One Time Items	1,473.8	0.0	177.0	1,650.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Comm Assist & Ec Dev	8,355.7	1,265.6	3,190.6	12,811.9	53,522.8	3,072.0	7,338.5	63,933.3	2,689.8	3,072.0	7,471.5	13,233.3
Statehood Celebration	0.0	0.0	0.0	0.0	139.4	0.0	0.0	139.4	154.2	0.0	0.0	154.2
Revenue Sharing	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	48,100.0	0.0	0.0	48,100.0
Qualified Trade Assoc. Contract	2,750.0	0.0	2,250.0	5,000.0	5,005.1	0.0	0.0	5,005.1	5,005.1	0.0	0.0	5,005.1
QTA Independent Traveler Grants	0.0	0.0	0.0	0.0	600.0	0.0	0.0	600.0	600.0	0.0	0.0	600.0
Investments	0.0	0.0	3,818.1	3,818.1	0.0	0.0	4,172.8	4,172.8	0.0	0.0	4,627.4	4,627.4
Alaska Aerospace Devel Corp	0.0	0.0	16,072.8	16,072.8	0.0	0.0	24,127.6	24,127.6	0.0	0.0	24,833.6	24,833.6
AIDEA	0.0	0.0	7,100.4	7,100.4	0.0	0.0	7,795.0	7,795.0	0.0	0.0	8,672.1	8,672.1
Alaska Energy Authority	295.5	5.0	3,289.4	3,589.9	299.3	71.9	4,300.7	4,671.9	616.3	71.9	4,517.6	5,205.8
Alaska Seafood Marketing Inst	0.0	4,434.1	10,356.1	14,790.2	1,000.0	6,200.0	9,848.5	17,048.5	1,000.0	6,200.0	10,091.7	17,291.7
Banking and Securities	0.0	0.0	2,098.2	2,098.2	0.0	0.0	2,142.1	2,142.1	0.0	0.0	2,407.4	2,407.4
CDQ Program	0.0	0.0	302.4	302.4	0.0	0.0	341.6	341.6	35.6	0.0	341.8	377.4
Insurance	0.0	0.0	5,549.8	5,549.8	0.0	0.0	5,926.9	5,926.9	0.0	0.0	6,571.4	6,571.4
Corp, Bus & Prof Licenses	0.0	0.0	8,349.2	8,349.2	0.0	0.0	9,765.7	9,765.7	0.0	0.0	10,489.2	10,489.2
Reg Comm of Ak	0.0	0.0	6,046.1	6,046.1	150.0	0.0	6,345.3	6,495.3	0.0	0.0	7,020.0	7,020.0
DCED State Facilities Rent	384.6	0.0	414.4	799.0	494.6	0.0	467.7	962.3	494.6	0.0	467.7	962.3
AK State Community Services Com	72.0	1,897.6	18.8	1,988.4	102.3	3,062.7	101.9	3,266.9	139.2	3,062.8	103.7	3,305.7
<b>Totals</b>	<b>14,518.3</b>	<b>22,913.1</b>	<b>95,932.3</b>	<b>133,363.7</b>	<b>62,646.8</b>	<b>28,236.6</b>	<b>113,182.4</b>	<b>204,065.8</b>	<b>60,387.7</b>	<b>28,236.7</b>	<b>119,374.9</b>	<b>207,999.3</b>

### Funding Source Summary

*All dollars in thousands*

<b>Funding Sources</b>	<b>FY2006 Actuals</b>	<b>FY2007 Management Plan</b>	<b>FY2008 Governor</b>
1002 Federal Receipts	22,913.1	28,236.6	28,236.7
1003 General Fund Match	382.7	767.3	777.8
1004 General Fund Receipts	14,127.9	55,934.9	53,641.6
1005 General Fund/Program Receipts	7.7	18.7	18.7
1007 Inter-Agency Receipts	9,502.4	11,244.5	11,923.9
1036 Commercial Fishing Loan Fund	3,322.5	3,532.4	3,942.2
1040 Real Estate Surety Fund	86.7	271.3	284.7
1044 Debt Retirement	177.0	73.0	
1061 Capital Improvement Project Receipts	2,965.4	3,990.4	4,397.0
1062 Power Project Loan Fund	858.9	1,056.5	1,144.4
1070 Fisheries Enhancement Revolving Loan Fund	450.0	539.1	574.9
1074 Bulk Fuel Revolving Loan Fund		53.7	53.7
1089 Power Cost Equalization Fund	22,020.0	25,294.0	26,173.0
1101 Alaska Aerospace Development Corporation Receipts	15,945.0	22,593.5	23,097.3
1102 Alaska Industrial Development & Export Authority Receipts	4,197.7	4,842.2	5,446.2
1107 Alaska Energy Authority Corporate Receipts	240.9	1,067.1	1,067.1
1108 Statutory Designated Program Receipts	4,407.1	4,468.5	4,470.8
1141 RCA Receipts	6,014.3	6,345.3	7,020.0
1156 Receipt Supported Services	20,627.9	21,836.9	23,718.4
1164 Rural Development Initiative Fund	25.0	49.5	54.0
1170 Small Business Economic Development Revolving Loan Fund	17.6	47.9	52.0
1175 Business License and Corporation Filing Fees and Taxes	4,958.9	5,741.6	5,819.5
1195 Special Vehicle Registration Receipts	115.0	135.0	135.8
1200 Vehicle Rental Tax Receipts		5,925.9	5,949.6
<b>Totals</b>	<b>133,363.7</b>	<b>204,065.8</b>	<b>207,999.3</b>

### Position Summary

<b>Funding Sources</b>	<b>FY2007 Management Plan</b>	<b>FY2008 Governor</b>
Permanent Full Time	511	511
Permanent Part Time	3	3
Non Permanent	2	1
<b>Totals</b>	<b>516</b>	<b>515</b>

## FY2008 Capital Budget Request

Project Title	General Funds	Federal Funds	Other Funds	Total Funds
Alaska Energy Authority Energy Projects	1,200,000	30,000,000	500,000	31,700,000
Community Block Grants	70,000	6,030,000	0	6,100,000
Community Development Grants	600,000	9,750,000	1,300,000	11,650,000
Fisheries Revitalization Grants	0	15,000,000	0	15,000,000
Kodiak Launch Complex Infrastructure	0	0	15,000,000	15,000,000
Manufacturing Extension Program	0	806,401	806,401	1,612,802
Language Section: Electrical Emergencies	0	0	90,000	90,000
Language Section: NPR-A Impact Grant Program	0	40,000,000	0	40,000,000
<b>Department Total</b>	<b>1,870,000</b>	<b>101,586,401</b>	<b>17,696,401</b>	<b>121,152,802</b>

*This is an appropriation level summary only. For allocations and the full project details see the capital budget.*

**Summary of Department Budget Changes by RDU**

From FY2007 Management Plan to FY2008 Governor

*All dollars shown in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2007 Management Plan</b>	<b>62,646.8</b>	<b>28,236.6</b>	<b>113,182.4</b>	<b>204,065.8</b>
<b>Adjustments which will continue current level of service:</b>				
-Executive Admin and Dev	0.3	0.0	-257.0	-256.7
-Comm Assist & Ec Dev	-51,283.1	-174.4	-196.5	-51,654.0
-Statehood Celebration	0.2	0.0	0.0	0.2
-Investments	0.0	0.0	0.2	0.2
-Alaska Aerospace Devel Corp	0.0	0.0	8.8	8.8
-AIDEA	0.0	0.0	-38.1	-38.1
-Alaska Seafood Marketing Inst	0.0	0.0	3.5	3.5
-Banking and Securities	0.0	0.0	0.2	0.2
-CDQ Program	31.1	0.0	-30.9	0.2
-Insurance	0.0	0.0	0.7	0.7
-Corp, Bus & Prof Licenses	0.0	0.0	-98.9	-98.9
-Reg Comm of Ak	-168.9	0.0	20.9	-148.0
-AK State Community Services Com	22.5	-22.3	0.0	0.2
<b>Proposed budget increases:</b>				
-Executive Admin and Dev	219.3	0.0	629.7	849.0
-Comm Assist & Ec Dev	450.1	174.4	329.5	954.0
-Statehood Celebration	14.6	0.0	0.0	14.6
-Revenue Sharing	48,100.0	0.0	0.0	48,100.0
-Investments	0.0	0.0	454.4	454.4
-Alaska Aerospace Devel Corp	0.0	0.0	697.2	697.2
-AIDEA	0.0	0.0	915.2	915.2
-Alaska Energy Authority	317.0	0.0	1,095.9	1,412.9
-Alaska Seafood Marketing Inst	0.0	0.0	239.7	239.7
-Banking and Securities	0.0	0.0	265.1	265.1
-CDQ Program	4.5	0.0	31.1	35.6
-Insurance	0.0	0.0	643.8	643.8
-Corp, Bus & Prof Licenses	0.0	0.0	822.4	822.4
-Reg Comm of Ak	18.9	0.0	653.8	672.7
-AK State Community Services Com	14.4	22.4	1.8	38.6
<b>FY2008 Governor</b>	<b>60,387.7</b>	<b>28,236.7</b>	<b>119,374.9</b>	<b>207,999.3</b>