

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

## **Department of Health and Social Services Permanent Fund Dividend Hold Harmless Component Budget Summary**

## Component: Permanent Fund Dividend Hold Harmless

### Contribution to Department's Mission

The Permanent Fund Dividend Hold Harmless (PFDHH) component was established in law in 1982 to protect needy elderly, disabled and low-income Alaskan families from losing public assistance and medical benefits due to receipt of a permanent fund dividend.

### Core Services

Permanent Fund Dividend Hold Harmless payments replace Alaska Temporary Assistance Program, Adult Public Assistance, Supplemental Security Income, and Food Stamp benefits when receiving the Permanent Fund Dividend causes individuals to lose eligibility or to have benefits reduced.

### FY2008 Resources Allocated to Achieve Results

<b>FY2008 Component Budget: \$12,884,700</b>	<b>Personnel:</b>	
	Full time	0
	Part time	0
	<b>Total</b>	<b>0</b>

### Key Component Challenges

None

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

No major change in service is anticipated.

### Major Component Accomplishments in 2006

- The process used to provide hold harmless benefits to food stamp households has continued to be automated to help reduce case work burden. The process includes a computer match with the Department of Revenue to identify households that are eligible for permanent fund dividend hold harmless benefits.
- A 2004 Food Stamp Program policy change continues to result in fewer households losing eligibility for food stamps because of receipt of the Permanent Fund Dividend. More food stamp households remain eligible for the federally financed food stamp benefit. Fewer cases were placed in hold harmless status, with approximately \$1.8 million in hold harmless benefits being issued in FY06.

### Statutory and Regulatory Authority

AS 43.23.075 Eligibility for Public Assistance  
 AS 43.23.085 Eligibility for State Programs  
 7 AAC 38 Permanent Fund Dividend Distribution

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**Permanent Fund Dividend Hold Harmless  
Component Financial Summary**

*All dollars shown in thousands*

	<b>FY2006 Actuals</b>	<b>FY2007 Management Plan</b>	<b>FY2008 Governor</b>
<b>Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	407.3	455.0	455.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	11,735.3	12,429.7	12,429.7
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>12,142.6</b>	<b>12,884.7</b>	<b>12,884.7</b>
<b>Funding Sources:</b>			
1050 Permanent Fund Dividend Fund	12,142.6	12,884.7	12,884.7
<b>Funding Totals</b>	<b>12,142.6</b>	<b>12,884.7</b>	<b>12,884.7</b>

**Summary of Component Budget Changes  
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>0.0</b>	<b>0.0</b>	<b>12,884.7</b>	<b>12,884.7</b>
<b>FY2008 Governor</b>	<b>0.0</b>	<b>0.0</b>	<b>12,884.7</b>	<b>12,884.7</b>