

State of Alaska

Fiscal 2008 Governor Fiscal Summary

(dollars shown in millions)

	FY2007 Authorized				FY2008 Governor			
	General Fund	Federal Funds	Other Funds	Total Funds	General Fund	Federal Funds	Other Funds	Total Funds
1 Revenues								
2 Unrestricted General Fund Revenues (Spring 2006 Forecast) (A)	4,912.3			4,912.3	3,911.1			3,911.1
3 New Legislation - Tire Tax Repeal					(1.8)			(1.8)
4 Reappropriations and Carry Forward (B)	592.4	0.2	31.3	623.8	509.1			509.1
5 Corporate Bond Proceeds(C)			170.0	170.0			0.0	0.0
6 Corporate Dividends (D)			67.2	67.2			86.5	86.5
7 Federal and Other State Funds		3,068.6	1,079.6	4,148.3		2,558.1	1,168.5	3,726.7
8 Total Revenues	5,504.7	3,068.8	1,348.1	9,921.6	4,418.4	2,558.1	1,255.0	8,231.6
9 Authorization to Spend								
10 Operating	3,068.6	1,755.9	904.3	5,728.8	3,451.7	1,816.0	955.4	6,223.1
11 Unallocated Efficiencies and Spending Reductions					(150.0)			(150.0)
12 Agency Operations (Non-formula)	1,571.9	844.2	1,478.0	3,894.2	1,857.1	840.7	1,558.0	4,255.9
13 Formula Programs	519.2	911.7	87.5	1,518.4	597.4	975.3	92.3	1,665.0
14 Public Education Fund, K-12 School Grants and TRS Costs (E)	846.4	0.0	0.0	846.4	1,147.3			1,147.3
15 Public Education Fund - New Legislation	131.0			131.0				0.0
16 Duplicated Authorizations (F)			(661.1)	(661.1)			(695.0)	(695.0)
17 Capital	730.2	1,273.5	273.6	2,277.2	181.4	708.9	119.4	1,009.7
18 Project Appropriations & Revised Programs	705.1	1,273.5	482.5	2,461.1	91.7	708.9	175.9	976.4
19 DEED Major Maintenance Grants Fund Capital Projects (G)	25.1			25.1				0.0
20 DEED School Construction Grant Fund (H)				0.0	89.7			89.7
21 Duplicated Authorizations (F)			(208.9)	(208.9)			(56.5)	(56.5)
22 Debt and Other Statewide Appropriations	354.7	39.4	170.2	564.3	142.3	33.3	180.2	355.8
23 Debt Service (I)	13.7	0.0	208.4	222.1	17.4	0.0	208.6	226.0
24 Debt Retirement Fund Capitalization (I)	41.5	9.3	43.6	94.3	58.1	11.8	55.9	125.8
25 Power Cost Equalization Endowment	182.7	5.0		187.7	0.0			0.0
26 Other Fund Capitalization (J)	56.8	25.1	53.3	135.3	36.8	21.5	22.7	81.0
27 New Legislation				0.0				0.0
28 AK Capital Income Fund Capitalization (Am Hess)			28.0	28.0			28.0	28.0
29 <u>Supplementals</u>								
30 Operating Supplementals	60.0			60.0	30.0			30.0
31 Capital Supplementals				0.0				0.0
32 Fund Capitalization Supplementals				0.0				0.0
33 Duplicated Authorizations (F)			(163.0)	(163.0)			(135.0)	(135.0)
34 Total Authorization to Spend	4,153.4	3,068.8	1,348.1	8,570.4	3,775.4	2,558.1	1,255.0	7,588.6
35 PF Dividends/PFD Division Operations (K)			878.0	878.0			1,072.0	1,072.0
36 PF Inflation Proofing			732.0	732.0			765.0	765.0
37 Total AK Permanent Fund			1,610.0	1,610.0			1,837.0	1,837.0
38 Totals with Permanent Fund	4,153.4	3,068.8	2,958.1	10,180.4	3,775.4	2,558.1	3,092.0	9,425.6
39 Budget Surplus to the Constitutional Budget Reserve Fund	1,351.2				643.0			

Notes are on page 2.

State of Alaska

Notes

A Unrestricted General Fund Revenues: FY2007 Unrestricted Revenues are based on an ANS West Coast oil price of \$59.15 per barrel and estimated production of .740 million barrels per day. FY2008 is projected at \$51.25 per barrel and .782 million barrels per day.

B Reappropriations and Carry Forward: Includes fund sources for reappropriations and other appropriations (typically roll-forwards of prior year authorizations) that were posted to FY2007 subsequent to the FY2007 Conference Committee, and that do not require additional FY2007 revenue. The amount for FY2008 Continuation is the carry forward amount of the Public Education Fund being spent in FY2008.

C Corporate Bond Proceeds: Corporate Proceeds are bond proceeds from the sale of \$170.0 million Northern Tobacco Securitization Corporation (NTSC) bonds.

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 (AHFC) and Alaska Student Loan Corporation (ASLC). The AIDEA dividend is \$16.6 million for FY2007 and \$10.0 million for FY2008. The total AHFC transfer for dividend, capital projects, loan programs and debt service is \$80.6 million for FY2007 and \$84.4 million for FY2008. Since AHFC's debt payments for general government purpose bonds do not require appropriation, the net transfers appropriated here are \$48.7 million for FY2007 and \$75.3 million for FY2008. The ASLC Dividend is \$1.9 million for FY2007 and \$1.2 million for FY2008.

E Public Education Fund: Legislation in the 2005 session established the Public Education Fund (PEF). One of the effects of this legislation was to remove expenditures for K-12 foundation program and pupil transportation from operating formula programs (line 13), since expenditures from the fund do not require appropriation.

The FY2007 and FY2008 proposed Education K-12 Formula and Pupil Transportation expenditures are shown as funds expended from the Public Education Fund on lines 14 and 15. The Public Education Fund for FY2007 is capitalized with the FY2006 investment surplus of \$565 million GF, FY2006 projected roll-forward of \$3.4 million GF, and FY2007 capitalization of \$278 million GF, as shown on line 14. The amounts for FY2008 Continuation include roll forward of FY2006 PEF capitalization of \$509.1 million and FY2008 capitalization of \$395.7 million GF. The FY2008 amount also includes \$35 million GF appropriation for K-12 cost factor and school improvement grants and \$207.4 for school districts' increased retirement costs.

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 DEED Major Maintenance Grants Fund Capital Projects: The FY2007 amount shown on line 19 for the DEED Major Maintenance Grants Fund Capital Projects is appropriated in FSSLA 2005, Chapter 3, Section 60.

H DEED School Construction Grants Fund Capital Projects: The FY2008 amount shown on line 20 for the DEED School Construction Grants Fund Capital Projects is appropriated in SLA 2006, Chapter 82, Section 13.

I Debt Service/Debt Retirement Fund Capitalization: The Debt Service line (line 23) 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 (line 24) identifies various funding sources used to pay debt from the Debt Retirement Fund.

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

K PF Dividends/PFD Division Operations: Line 35 includes both the amounts for Permanent Fund Dividend (PFD) checks and other State operating costs of the PFD. In FY2007 the State will spend \$19.4 million for Department of Revenue Division of Permanent Fund Dividends operations (\$6.5 million) and DHSS Public Assistance PFD Hold Harmless (\$12.9 million). In FY2008 the amounts will be \$20.2 million for Department of Revenue Division of Permanent Fund Dividends operations (\$7.3 million), and DHSS Public Assistance PFD Hold Harmless (\$12.9 million).