

FY 2012 OPERATING BUDGET AMENDMENT

OFFERED IN: The Senate Finance Committee

TO: CSHB 108(FIN)/CSHB 109(FIN)

OFFERED BY:

DEPARTMENT: Labor and Workforce Development
APPROPRIATION: Alaska Vocational Technical Center
ALLOCATION: Alaska Vocational Technical Center
ADD: \$163,800 General Funds (1004)

EXPLANATION:

The State of Alaska’s Department of Administration has reached an agreement on a three-year successor contract with the Alaska Vocational Technical Center Teachers’ Association (AVTECTA) covering the period of July 1, 2011 through June 30, 2014.

The agreement contains the following FY 2012 provisions:

- 2% salary increase beginning July 1, 2011.
- Beginning July 1, 2011, employer health insurance premium contribution increases by \$162.00 per member, per month

This request includes a fund source change from the original calculation due to unrealizable fund sources. The original calculation was”

\$143,900	General Funds (1004)
1,700	General Fund Program Receipts (1005)
18,200	Interagency Receipts (1007)

This fund source change is needed to replace the unrealizable General Fund Program Receipts (GF/PR) and Inter-Agency Receipts that were built into the AVTECTA salary increases. Increases to AVTEC’s GF/PR revenue is based on tuition and fees charged to students, and tuition rates have not increased. Inter-Agency receipts are negotiated with other agencies and are not a guaranteed basis for funding AVTEC personal services cost increases. In fact, the federal funding behind many of the reimbursable services agreements is actually declining.

FY 2012 OPERATING BUDGET AMENDMENT

OFFERED IN: The Senate Finance Committee

TO: CSHB 108(FIN)/CSHB 109(FIN)

OFFERED BY:

DEPARTMENT: University
APPROPRIATION: Budget Reductions/Additions

ALLOCATION: Budget Reductions/Additions - Systemwide
ADD: \$465,900 General Funds (1004)
\$ 55,700 University Receipts (1048)

EXPLANATION:

The University of Alaska has reached an agreement on a two-year successor contract with the Alaska Higher Education Crafts and Trades Employees (AHECTE) covering the period of July 1, 2011 through June 30, 2013.

The agreement contains the following FY 2012 provisions:

- 1% grid adjustment, with a step for eligible employees in December 2011;