

**State of Alaska  
FY2013 Governor's Operating Budget**

**Department of Revenue  
Alaska Retirement Management Board  
Component Budget Summary**

**Component: Alaska Retirement Management Board**

## Contribution to Department's Mission

The mission of the Alaska Retirement Management Board is to manage the state's retirement and benefit plan funds.

## Core Services

- Invest the funds of the state pension and benefit plans: Public Employees' Retirement System, Teachers' Retirement System, Judicial Retirement System, and Alaska National Guard and Alaska Naval Militia Retirement System
- Select and monitor appropriate investment options for Supplemental Benefits System (SBS), Deferred Compensation Plans, and Defined Contribution Plans
- Report to the governor, legislature, individual employers and other stakeholders the financial condition of the systems with regard to: valuation of trust fund assets and liabilities; current investment policies adopted by the board; a summary of assets held in trust listed by the categories of investment; the income and expenditures for the previous fiscal year; and 1-year, 3-year, 5-year and 10-year investment performance for each of the funds entrusted to the board

## Results at a Glance

(Additional performance information is available on the web at <http://omb.alaska.gov/results>.)

### **End Result A: Improve the risk adjusted return of funds under the stewardship of the ARMB by continually improving investment returns.**

Target #1: Exceed 1-year, 3-year and 5-year target returns.

Status #1: FY2011 target returns were not exceeded, however all funds had a higher 1-year actual return than the prior year.

#### **Strategy A1: Recognize possible improvements to asset allocation decisions through evaluation of greater diversification by expanding the number of asset classes. (NOTE: Asset allocation is the single largest contributor to total return.)**

Target #1: Perform in-depth education on and analysis of at least one investment approach.

Status #1: Multiple investment opportunities were studied during the annual education meeting.

## Key Component Challenges

- Managing investment risk during times of market volatility.
- Achieving actuarial rate of return or greater over long periods of time.
- Evaluating asset allocation and new investment opportunities for both defined benefit and defined contribution plans.

## Significant Changes in Results to be Delivered in FY2013

- Subscription to risk monitoring software will enable the board to assess the impact of changing economic conditions on the risk and return profile of the portfolio.

## Major Component Accomplishments in 2011

- The Alaska Retirement Management Board continues to improve investment options for participants across all defined contribution plans: supplemental annuity plan, deferred compensation, and the defined contribution plan established in 2005 under Chapter 9, FSSLA 2005 (SB 141).

- ARMB earned over 21% on invested assets in 2011, which was a positive period for most investment categories.
- Financial statements were redesigned to be more user friendly.

### Statutory and Regulatory Authority

AS 37.10.210-390 Alaska Retirement Management Board

| Contact Information   |
|---|
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**Alaska Retirement Management Board  
Component Financial Summary**

*All dollars shown in thousands*

|   | <b>FY2011 Actuals</b> | <b>FY2012<br/>Management Plan</b> | <b>FY2013 Governor</b> |
|---|-----------------------|-----------------------------------|------------------------|
| <b>Non-Formula Program:</b>                           |                       |                                   |                        |
| <b>Component Expenditures:</b>                        |                       |                                   |                        |
| 71000 Personal Services                               | 62.9                  | 74.8                              | 74.8                   |
| 72000 Travel  | 234.5                 | 124.0                             | 124.0                  |
| 73000 Services  | 5,544.4               | 7,912.4                           | 8,014.6                |
| 74000 Commodities                                     | 61.3                  | 7.5                               | 7.5                    |
| 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>5,903.1</b>        | <b>8,118.7</b>                    | <b>8,220.9</b>         |
| <b>Funding Sources:</b>                               |                       |                                   |                        |
| 1004 General Fund Receipts                            | 27.0                  | 381.6                             | 381.6                  |
| 1017 Benefits Systems Receipts                        | 1,112.7               | 1,611.5                           | 1,627.8                |
| 1029 Public Employees Retirement System Fund          | 3,280.5               | 4,034.1                           | 4,094.7                |
| 1034 Teachers Retirement System Fund                  | 1,432.7               | 1,958.0                           | 1,982.4                |
| 1042 Judicial Retirement System                       | 40.3                  | 46.7                              | 47.4                   |
| 1045 National Guard & Naval Militia Retirement System | 9.9                   | 86.8                              | 87.0                   |
| <b>Funding Totals</b>                                 | <b>5,903.1</b>        | <b>8,118.7</b>                    | <b>8,220.9</b>         |

**Estimated Revenue Collections**

| <b>Description</b>              | <b>Master<br/>Revenue<br/>Account</b> | <b>FY2011 Actuals</b> | <b>FY2012<br/>Management Plan</b> | <b>FY2013 Governor</b> |
|---------------------------------|---------------------------------------|-----------------------|-----------------------------------|------------------------|
| <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>      |                                       |                       |                                   |                        |
| Benefits System Receipts        | 51390                                 | 1,112.7               | 1,611.5                           | 1,627.8                |
| <b>Restricted Total</b>         |                                       | <b>1,112.7</b>        | <b>1,611.5</b>                    | <b>1,627.8</b>         |
| <b>Total Estimated Revenues</b> |                                       | <b>1,112.7</b>        | <b>1,611.5</b>                    | <b>1,627.8</b>         |

**Summary of Component Budget Changes  
From FY2012 Management Plan to FY2013 Governor**

*All dollars shown in thousands*

|  | <u>Unrestricted<br/>Gen (UGF)</u> | <u>Designated<br/>Gen (DGF)</u> | <u>Other Funds</u> | <u>Federal<br/>Funds</u> | <u>Total Funds</u> |
|--|-----------------------------------|---------------------------------|--------------------|--------------------------|--------------------|
| <b>FY2012 Management Plan</b>  | <b>381.6</b>                      | <b>0.0</b>                      | <b>7,737.1</b>     | <b>0.0</b>               | <b>8,118.7</b>     |
| <b>Adjustments which will<br/>continue current level of<br/>service:</b> |                                   |                                 |                    |                          |                    |
| -Funding for Investment Staff<br>FY2013 Personal Services<br>Increases   | 0.0                               | 0.0                             | 102.2              | 0.0                      | 102.2              |
| <b>FY2013 Governor</b>   | <b>381.6</b>                      | <b>0.0</b>                      | <b>7,839.3</b>     | <b>0.0</b>               | <b>8,220.9</b>     |

**Component Detail All Funds**  
**Department of Revenue**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

|                                   | <b>FY2011 Actuals</b> | <b>FY2012 Conference Committee</b> | <b>FY2012 Authorized</b> | <b>FY2012 Management Plan</b> | <b>FY2013 Governor</b> | <b>FY2012 Management Plan vs FY2013 Governor</b> |             |
|-----------------------------------|-----------------------|------------------------------------|--------------------------|-------------------------------|------------------------|--|-------------|
| 71000 Personal Services           | 62.9                  | 74.8                               | 74.8                     | 74.8                          | 74.8                   | 0.0  | 0.0%        |
| 72000 Travel                      | 234.5                 | 124.0                              | 124.0                    | 124.0                         | 124.0                  | 0.0  | 0.0%        |
| 73000 Services                    | 5,544.4               | 7,912.4                            | 7,912.4                  | 7,912.4                       | 8,014.6                | 102.2  | 1.3%        |
| 74000 Commodities                 | 61.3                  | 7.5                                | 7.5                      | 7.5                           | 7.5                    | 0.0  | 0.0%        |
| 75000 Capital Outlay              | 0.0                   | 0.0                                | 0.0                      | 0.0                           | 0.0                    | 0.0  | 0.0%        |
| 77000 Grants, Benefits            | 0.0                   | 0.0                                | 0.0                      | 0.0                           | 0.0                    | 0.0  | 0.0%        |
| 78000 Miscellaneous               | 0.0                   | 0.0                                | 0.0                      | 0.0                           | 0.0                    | 0.0  | 0.0%        |
| <b>Totals</b>                     | <b>5,903.1</b>        | <b>8,118.7</b>                     | <b>8,118.7</b>           | <b>8,118.7</b>                | <b>8,220.9</b>         | <b>102.2</b>                                     | <b>1.3%</b> |
| <b>Fund Sources:</b>              |                       |                                    |                          |                               |                        |  |             |
| 1004 Gen Fund (UGF)               | 27.0                  | 381.6                              | 381.6                    | 381.6                         | 381.6                  | 0.0  | 0.0%        |
| 1017 Ben Sys (Other)              | 1,112.7               | 1,611.5                            | 1,611.5                  | 1,611.5                       | 1,627.8                | 16.3   | 1.0%        |
| 1029 P/E Retire (Other)           | 3,280.5               | 4,034.1                            | 4,034.1                  | 4,034.1                       | 4,094.7                | 60.6   | 1.5%        |
| 1034 Teach Ret (Other)            | 1,432.7               | 1,958.0                            | 1,958.0                  | 1,958.0                       | 1,982.4                | 24.4   | 1.2%        |
| 1042 Jud Retire (Other)           | 40.3                  | 46.7                               | 46.7                     | 46.7                          | 47.4                   | 0.7  | 1.5%        |
| 1045 Nat Guard (Other)            | 9.9                   | 86.8                               | 86.8                     | 86.8                          | 87.0                   | 0.2  | 0.2%        |
| <b>Unrestricted General (UGF)</b> | <b>27.0</b>           | <b>381.6</b>                       | <b>381.6</b>             | <b>381.6</b>                  | <b>381.6</b>           | <b>0.0</b>                                       | <b>0.0%</b> |
| <b>Designated General (DGF)</b>   | <b>0.0</b>            | <b>0.0</b>                         | <b>0.0</b>               | <b>0.0</b>                    | <b>0.0</b>             | <b>0.0</b>                                       | <b>0.0%</b> |
| <b>Other Funds</b>                | <b>5,876.1</b>        | <b>7,737.1</b>                     | <b>7,737.1</b>           | <b>7,737.1</b>                | <b>7,839.3</b>         | <b>102.2</b>                                     | <b>1.3%</b> |
| <b>Federal Funds</b>              | <b>0.0</b>            | <b>0.0</b>                         | <b>0.0</b>               | <b>0.0</b>                    | <b>0.0</b>             | <b>0.0</b>                                       | <b>0.0%</b> |
| <b>Positions:</b>                 |                       |                                    |                          |                               |                        |  |             |
| Permanent Full Time               | 0                     | 0                                  | 0                        | 0                             | 0                      | 0  | 0.0%        |
| Permanent Part Time               | 0                     | 0                                  | 0                        | 0                             | 0                      | 0  | 0.0%        |
| Non Permanent                     | 0                     | 0                                  | 0                        | 0                             | 0                      | 0  | 0.0%        |

**Change Record Detail - Multiple Scenarios With Descriptions**  
**Department of Revenue**

**Component:** Alaska Retirement Management Board (2813)

**RDU:** Taxation and Treasury (510)

| Scenario/Change<br>Record Title   | Trans<br>Type | Totals         | Personal<br>Services | Travel       | Services       | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions |          | NP       |
|---|---------------|----------------|----------------------|--------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
|   |               |                |                      |              |                |             |                |                  |               | PFT       | PPT      |          |
| ***** Changes From FY2012 Conference Committee To FY2012 Authorized ***** |               |                |                      |              |                |             |                |                  |               |           |          |          |
| <b>FY2012 Conference Committee</b>  |               |                |                      |              |                |             |                |                  |               |           |          |          |
|   | ConfCom       | 8,118.7        | 74.8                 | 124.0        | 7,912.4        | 7.5         | 0.0            | 0.0              | 0.0           | 0         | 0        | 0        |
| 1004 Gen Fund   |               | 381.6          |                      |              |                |             |                |                  |               |           |          |          |
| 1017 Ben Sys  |               | 1,611.5        |                      |              |                |             |                |                  |               |           |          |          |
| 1029 P/E Retire   |               | 4,034.1        |                      |              |                |             |                |                  |               |           |          |          |
| 1034 Teach Ret  |               | 1,958.0        |                      |              |                |             |                |                  |               |           |          |          |
| 1042 Jud Retire   |               | 46.7           |                      |              |                |             |                |                  |               |           |          |          |
| 1045 Nat Guard  |               | 86.8           |                      |              |                |             |                |                  |               |           |          |          |
| <b>Subtotal</b>   |               | <b>8,118.7</b> | <b>74.8</b>          | <b>124.0</b> | <b>7,912.4</b> | <b>7.5</b>  | <b>0.0</b>     | <b>0.0</b>       | <b>0.0</b>    | <b>0</b>  | <b>0</b> | <b>0</b> |
| ***** Changes From FY2012 Authorized To FY2012 Management Plan *****      |               |                |                      |              |                |             |                |                  |               |           |          |          |
| <b>Subtotal</b>   |               | <b>8,118.7</b> | <b>74.8</b>          | <b>124.0</b> | <b>7,912.4</b> | <b>7.5</b>  | <b>0.0</b>     | <b>0.0</b>       | <b>0.0</b>    | <b>0</b>  | <b>0</b> | <b>0</b> |
| ***** Changes From FY2012 Management Plan To FY2013 Governor *****        |               |                |                      |              |                |             |                |                  |               |           |          |          |
| <b>Funding for Investment Staff FY2013 Personal Services Increases</b>    |               |                |                      |              |                |             |                |                  |               |           |          |          |
|   | SalAdj        | 102.2          | 0.0                  | 0.0          | 102.2          | 0.0         | 0.0            | 0.0              | 0.0           | 0         | 0        | 0        |
| 1017 Ben Sys  |               | 16.3           |                      |              |                |             |                |                  |               |           |          |          |
| 1029 P/E Retire   |               | 60.6           |                      |              |                |             |                |                  |               |           |          |          |
| 1034 Teach Ret  |               | 24.4           |                      |              |                |             |                |                  |               |           |          |          |
| 1042 Jud Retire   |               | 0.7            |                      |              |                |             |                |                  |               |           |          |          |
| 1045 Nat Guard  |               | 0.2            |                      |              |                |             |                |                  |               |           |          |          |
| <b>Totals</b>   |               | <b>8,220.9</b> | <b>74.8</b>          | <b>124.0</b> | <b>8,014.6</b> | <b>7.5</b>  | <b>0.0</b>     | <b>0.0</b>       | <b>0.0</b>    | <b>0</b>  | <b>0</b> | <b>0</b> |

The Department of Revenue requests an increase in pension funds in the Alaska Retirement Management Board (ARMB) component to correspond with the interagency receipts being added to the Treasury component for FY13 wage and benefit increases. Treasury's interagency receipts are collected from the pension funds managed by ARMB; if additional funds are not available for ARMB to pay for the increases, then Treasury's funding for investment staffing costs will be uncollectible.

**Line Item Detail**  
**Department of Revenue**  
**Travel**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| Line Number                       | Line Name                             |   | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
|-----------------------------------|---------------------------------------|---|----------------|------------------------|-----------------|
| 72000                             | Travel                                |   | 234.5          | 124.0                  | 124.0           |
| Expenditure Account               | Servicing Agency                      | Explanation   | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| <b>72000 Travel Detail Totals</b> |                                       |   | <b>234.5</b>   | <b>124.0</b>           | <b>124.0</b>    |
| 72110                             | Employee Travel (Instate)             | Instate airfare, surface transportation, lodging, meals & incidentals   | 40.3           | 15.0                   | 15.0            |
| 72120                             | Nonemployee Travel (Instate Travel)   | Instate airfare, surface transportation, lodging, meals & incidentals for Alaska Retirement Management Board Members and Investment Advisory Council Members.     | 53.6           | 20.0                   | 20.0            |
| 72410                             | Employee Travel (Out of state)        | Out of state airfare, surface transportation, lodging, meals & incidentals  | 108.3          | 75.0                   | 75.0            |
| 72420                             | Nonemployee Travel (Out of state Emp) | Out of state airfare, surface transportation, lodging, meals & incidentals for Alaska Retirement Management Board Members and Investment Advisory Council Members | 32.3           | 14.0                   | 14.0            |



**Line Item Detail**  
**Department of Revenue**  
**Services**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| Line Number                         | Line Name                    |   | FY2011 Actuals  | FY2012 Management Plan | FY2013 Governor |      |
|-------------------------------------|------------------------------|---|---|------------------------|-----------------|------|
| 73000                               | Services                     |   | 5,544.4   | 7,912.4                | 8,014.6         |      |
| Expenditure Account                 | Servicing Agency             | Explanation   | FY2011 Actuals  | FY2012 Management Plan | FY2013 Governor |      |
| <b>73000 Services Detail Totals</b> |                              |   | <b>5,544.4</b>  | <b>7,912.4</b>         | <b>8,014.6</b>  |      |
| 73025                               | Education Services           | Training, conferences, memberships, and employee tuition  | 62.3  | 65.0                   | 65.0            |      |
| 73050                               | Financial Services           | Accounting, auditing, management and consulting services  | 1,136.5   | 2,105.0                | 2,105.0         |      |
| 73075                               | Legal & Judicial Svc         | Transcription services  | 35.4  | 36.0                   | 36.0            |      |
| 73150                               | Information Technlgy         | IT consulting, software licensing, and software maintenance including investment management tools   | 721.0   | 1,148.1                | 1,148.1         |      |
| 73156                               | Telecommunication            | Local, long distance, cellular and telecommunications equipment charges; data/network; and television   | 25.1  | 38.3                   | 38.3            |      |
| 73225                               | Delivery Services            | Delivery and courier services; use of services fluctuates depending on the needs of the board trustees, number of trustees, and number of meetings held | 4.0   | 13.0                   | 13.0            |      |
| 73450                               | Advertising & Promos         | Advertising and public notice   | 9.0   | 15.0                   | 15.0            |      |
| 73525                               | Utilities                    | Document disposal   | 0.9   | 0.4                    | 0.4             |      |
| 73650                               | Struc/Infstruct/Land         | Repairs, maintenance, rentals and/or leases of structures or infrastructure   | 23.1  | 35.0                   | 35.0            |      |
| 73675                               | Equipment/Machinery          | Repairs, maintenance, rentals and/or leases of office furniture and equipment   | 61.9  | 30.0                   | 30.0            |      |
| 73750                               | Other Services (Non IA Svcs) | Professional management and consulting services; printing and copying services  | 4.2   | 0.0                    | 0.0             |      |
| 73805                               | IT-Non-Telecommunication     | Admin   | ETS chargeback for computer services (including EPR, MICS charges for mainframe usage, and VPN) | 14.3                   | 15.0            | 15.0 |
| 73806                               | IT-Telecommunication         | Admin   | ETS chargeback for telecommunications EPR, line fees and service requests                       | 35.4                   | 35.0            | 35.0 |
| 73808                               | Building Maintenance         | Admin   | Maintenance and upgrades on state-owned facility  | 0.3                    | 0.4             | 0.4  |
| 73809                               | Mail                         | Admin   | Central mailroom services including pick up and   | 6.4                    | 6.1             | 6.1  |

**Line Item Detail**  
**Department of Revenue**  
**Services**

**Component:** Alaska Retirement Management Board (2813)

**RDU:** Taxation and Treasury (510)

| Expenditure Account                 | Servicing Agency            | Explanation   | FY2011 Actuals  | FY2012<br>Management Plan | FY2013 Governor |         |
|-------------------------------------|-----------------------------|---|---|---------------------------|-----------------|---------|
| <b>73000 Services Detail Totals</b> |                             |   | <b>5,544.4</b>  | <b>7,912.4</b>            | <b>8,014.6</b>  |         |
|                                     |                             | delivery of U.S. mail, postage, mailing of state warrants |   |                           |                 |         |
| 73810                               | Human Resources             | Admin   | Human resource and payroll services provided by the Division of Personnel                                       | 17.7                      | 16.0            | 16.0    |
| 73811                               | Building Leases             | Admin   | Cost of space in state owned facility   | 94.4                      | 90.0            | 90.0    |
| 73812                               | Legal                       | Law   | Legal services provided by the Department of Law  | 122.1                     | 195.0           | 195.0   |
| 73814                               | Insurance                   | Admin   | Risk Management   | 0.2                       | 0.3             | 0.3     |
| 73815                               | Financial                   | Admin   | Division of Finance AKSAS/AKPAY   | 30.3                      | 30.0            | 30.0    |
| 73816                               | ADA Compliance              | Labor   | Share of cost for ADA compliance  | 0.2                       | 0.4             | 0.4     |
| 73818                               | Training (Services-IA Svcs) | Admin   | Training provided by state agencies   | 0.6                       | 0.4             | 0.4     |
| 73819                               | Commission Sales (IA Svcs)  | Admin   | State Travel Office fees  | 1.9                       | 1.9             | 1.9     |
| 73827                               | Safety (IA Svcs)            | Admin   | Building security services  | 0.8                       | 1.0             | 1.0     |
| 73979                               | Mgmt/Consulting (IA Svcs)   | Admin   | Investment auditing and consulting services provided by Retirement & Benefits                                   | 86.7                      | 89.4            | 89.4    |
| 73979                               | Mgmt/Consulting (IA Svcs)   | Admin   | Actuarial consulting  | 22.4                      | 80.0            | 80.0    |
| 73979                               | Mgmt/Consulting (IA Svcs)   | Revenue-Treasury  | Staffing provided by Treasury Division  | 2,885.9                   | 3,668.9         | 3,771.1 |
| 73979                               | Mgmt/Consulting (IA Svcs)   | Revenue-ASD   | Support services provided by the Administrative Services Division including fiscal, budget, IT, and procurement | 91.7                      | 154.9           | 154.9   |
| 73979                               | Mgmt/Consulting (IA Svcs)   | Revenue-CO  | Support services provided by the Commissioner's Office  | 49.7                      | 41.9            | 41.9    |

**Line Item Detail**  
**Department of Revenue**  
**Commodities**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| Line Number                            | Line Name           |  | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
|--|---------------------|--|----------------|------------------------|-----------------|
| 74000                                  | Commodities         |  | 61.3           | 7.5                    | 7.5             |
| Expenditure Account                    | Servicing Agency    | Explanation  | FY2011 Actuals | FY2012 Management Plan | FY2013 Governor |
| <b>74000 Commodities Detail Totals</b> |                     |  | <b>61.3</b>    | <b>7.5</b>             | <b>7.5</b>      |
| 74200                                  | Business            | Business supplies including books and educational; equipment and furniture; office supplies; desktop computers, printers and IT equipment less than \$5,000 per item; and subscriptions including electronic access to information | 50.1           | 6.5                    | 6.5             |
| 74480                                  | Household & Instit. | Institutional supplies   | 11.2           | 1.0                    | 1.0             |

**Restricted Revenue Detail**  
**Department of Revenue**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| <b>Master Account</b>     | <b>Revenue Description</b>  |                  |                         | <b>FY2011 Actuals</b> | <b>FY2012 Management Plan</b> | <b>FY2013 Governor</b>        |                        |
|---------------------------|---|------------------|-------------------------|-----------------------|-------------------------------|-------------------------------|------------------------|
| 51390                     | Benefits System Receipts  |                  |                         | 1,112.7               | 1,611.5                       | 1,627.8                       |                        |
| <b>Detail Information</b> |   |                  |                         |                       |                               |                               |                        |
| <b>Revenue Amount</b>     | <b>Revenue Description</b>  | <b>Component</b> | <b>Collocation Code</b> | <b>AKSAS Fund</b>     | <b>FY2011 Actuals</b>         | <b>FY2012 Management Plan</b> | <b>FY2013 Governor</b> |
| 51390                     | Benefits System Rec<br>Fees applicable to management of Retiree Health funds                                      |                  | 04704130                | 11100                 | 19.7                          | 24.2                          | 24.4                   |
| 51390                     | Benefits System Rec<br>Fees applicable to management of Deferred Compensation funds are received from Great West. |                  | 04704140                | 11100                 | 178.4                         | 395.1                         | 399.1                  |
| 51390                     | Benefits System Rec<br>Fees applicable to management of SBS funds   |                  | 04704180                | 11100                 | 914.6                         | 1,192.2                       | 1,204.3                |

**Inter-Agency Services**  
**Department of Revenue**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| Expenditure Account                                | Service Description         | Service Type  | Servicing Agency | FY2012           |                 |                 |                |
|--|-----------------------------|---|------------------|------------------|-----------------|-----------------|----------------|
|  |                             |   |                  | FY2011 Actuals   | Management Plan | FY2013 Governor |                |
| 73805  | IT-Non-Telecommunication    | ETS chargeback for computer services (including EPR, MICS charges for mainframe usage, and VPN)                 | Inter-dept       | Admin            | 14.3            | 15.0            | 15.0           |
| <b>73805 IT-Non-Telecommunication subtotal:</b>    |                             |   |                  |                  | <b>14.3</b>     | <b>15.0</b>     | <b>15.0</b>    |
| 73806  | IT-Telecommunication        | ETS chargeback for telecommunications EPR, line fees and service requests                                       | Inter-dept       | Admin            | 35.4            | 35.0            | 35.0           |
| <b>73806 IT-Telecommunication subtotal:</b>        |                             |   |                  |                  | <b>35.4</b>     | <b>35.0</b>     | <b>35.0</b>    |
| 73808  | Building Maintenance        | Maintenance and upgrades on state-owned facility  | Inter-dept       | Admin            | 0.3             | 0.4             | 0.4            |
| <b>73808 Building Maintenance subtotal:</b>        |                             |   |                  |                  | <b>0.3</b>      | <b>0.4</b>      | <b>0.4</b>     |
| 73809  | Mail                        | Central mailroom services including pick up and delivery of U.S. mail, postage, mailing of state warrants       | Inter-dept       | Admin            | 6.4             | 6.1             | 6.1            |
| <b>73809 Mail subtotal:</b>                        |                             |   |                  |                  | <b>6.4</b>      | <b>6.1</b>      | <b>6.1</b>     |
| 73810  | Human Resources             | Human resource and payroll services provided by the Division of Personnel                                       | Inter-dept       | Admin            | 17.7            | 16.0            | 16.0           |
| <b>73810 Human Resources subtotal:</b>             |                             |   |                  |                  | <b>17.7</b>     | <b>16.0</b>     | <b>16.0</b>    |
| 73811  | Building Leases             | Cost of space in state owned facility   | Inter-dept       | Admin            | 94.4            | 90.0            | 90.0           |
| <b>73811 Building Leases subtotal:</b>             |                             |   |                  |                  | <b>94.4</b>     | <b>90.0</b>     | <b>90.0</b>    |
| 73812  | Legal                       | Legal services provided by the Department of Law  | Inter-dept       | Law              | 122.1           | 195.0           | 195.0          |
| <b>73812 Legal subtotal:</b>                       |                             |   |                  |                  | <b>122.1</b>    | <b>195.0</b>    | <b>195.0</b>   |
| 73814  | Insurance                   | Risk Management   | Inter-dept       | Admin            | 0.2             | 0.3             | 0.3            |
| <b>73814 Insurance subtotal:</b>                   |                             |   |                  |                  | <b>0.2</b>      | <b>0.3</b>      | <b>0.3</b>     |
| 73815  | Financial                   | Division of Finance AKSAS/AKPAY   | Inter-dept       | Admin            | 30.3            | 30.0            | 30.0           |
| <b>73815 Financial subtotal:</b>                   |                             |   |                  |                  | <b>30.3</b>     | <b>30.0</b>     | <b>30.0</b>    |
| 73816  | ADA Compliance              | Share of cost for ADA compliance  | Inter-dept       | Labor            | 0.2             | 0.4             | 0.4            |
| <b>73816 ADA Compliance subtotal:</b>              |                             |   |                  |                  | <b>0.2</b>      | <b>0.4</b>      | <b>0.4</b>     |
| 73818  | Training (Services-IA Svcs) | Training provided by state agencies   | Inter-dept       | Admin            | 0.6             | 0.4             | 0.4            |
| <b>73818 Training (Services-IA Svcs) subtotal:</b> |                             |   |                  |                  | <b>0.6</b>      | <b>0.4</b>      | <b>0.4</b>     |
| 73819  | Commission Sales (IA Svcs)  | State Travel Office fees  | Inter-dept       | Admin            | 1.9             | 1.9             | 1.9            |
| <b>73819 Commission Sales (IA Svcs) subtotal:</b>  |                             |   |                  |                  | <b>1.9</b>      | <b>1.9</b>      | <b>1.9</b>     |
| 73827  | Safety (IA Svcs)            | Building security services  | Inter-dept       | Admin            | 0.8             | 1.0             | 1.0            |
| <b>73827 Safety (IA Svcs) subtotal:</b>            |                             |   |                  |                  | <b>0.8</b>      | <b>1.0</b>      | <b>1.0</b>     |
| 73979  | Mgmt/Consulting (IA Svcs)   | Investment auditing and consulting services provided by Retirement & Benefits                                   | Inter-dept       | Admin            | 86.7            | 89.4            | 89.4           |
| 73979  | Mgmt/Consulting (IA Svcs)   | Actuarial consulting  | Inter-dept       | Admin            | 22.4            | 80.0            | 80.0           |
| 73979  | Mgmt/Consulting (IA Svcs)   | Staffing provided by Treasury Division  | Intra-dept       | Revenue-Treasury | 2,885.9         | 3,668.9         | 3,771.1        |
| 73979  | Mgmt/Consulting (IA Svcs)   | Support services provided by the Administrative Services Division including fiscal, budget, IT, and procurement | Intra-dept       | Revenue-ASD      | 91.7            | 154.9           | 154.9          |
| 73979  | Mgmt/Consulting (IA Svcs)   | Support services provided by the Commissioner's Office  | Intra-dept       | Revenue-CO       | 49.7            | 41.9            | 41.9           |
| <b>73979 Mgmt/Consulting (IA Svcs) subtotal:</b>   |                             |   |                  |                  | <b>3,136.4</b>  | <b>4,035.1</b>  | <b>4,137.3</b> |

**Inter-Agency Services**  
**Department of Revenue**

**Component:** Alaska Retirement Management Board (2813)  
**RDU:** Taxation and Treasury (510)

| <u>Expenditure Account</u> | <u>Service Description</u> | <u>Service Type</u> | <u>Servicing Agency</u>                   | <u>FY2011 Actuals</u> | <u>FY2012 Management Plan</u> | <u>FY2013 Governor</u> |
|----------------------------|----------------------------|---------------------|---|-----------------------|-------------------------------|------------------------|
|                            |                            |                     | Alaska Retirement Management Board total: | 3,461.0               | 4,426.6                       | 4,528.8                |
|                            |                            |                     | Grand Total:                              | 3,461.0               | 4,426.6                       | 4,528.8                |