

# **State of Alaska FY2018 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**

This component supports public assistance programs that strengthen Alaska's families.

**Core Services**

- Provide payments that replace Alaska Temporary Assistance, Adult Public Assistance, Supplemental Security Income, and Supplemental Nutrition Assistance Program benefits for individuals who would lose eligibility or whose benefits would be reduced if they received a Permanent Fund Dividend.

**Major Component Accomplishments in 2016**

- Following applicable state law and regulations, hold eligible households harmless from benefit reductions due to the receipt of Permanent Fund Dividends.

**Key Component Challenges**

- As public assistance caseloads increase, there is an increased need for Permanent Fund Dividend Hold Harmless payments required by state law. The law provides that recipients of public assistance programs would not lose benefits due to receipt of the Alaska Permanent Fund Dividend.
- Enrollment in the Supplemental Nutrition Assistance Program and Temporary Assistance programs fluctuates in response to changes in the local and regional economies.

**Significant Changes in Results to be Delivered in FY2018**

No changes in results delivered.

**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

**Contact Information**

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**Component Detail All Funds**  
**Department of Health and Social Services**

**Component:** Permanent Fund Dividend Hold Harmless (225)  
**RDU:** Public Assistance (73)

Formula Component

	FY2016 Actuals	FY2017 Conference Committee	FY2017 Authorized	FY2017 Management Plan	FY2018 Governor	FY2017 Management Plan vs FY2018 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	606.5	639.0	639.0	639.0	639.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	14,542.5	17,085.7	17,085.7	17,085.7	17,085.7	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
<b>Totals</b>	<b>15,149.0</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>0.0</b>	<b>0.0%</b>
<b>Fund Sources:</b>							
1050PFD Fund (DGF)	15,149.0	17,724.7	17,724.7	17,724.7	17,724.7	0.0	0.0%
<b>Unrestricted General (UGF)</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>Designated General (DGF)</b>	<b>15,149.0</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>17,724.7</b>	<b>0.0</b>	<b>0.0%</b>
<b>Other 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>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 Health and Social Services**

**Component:** Permanent Fund Dividend Hold Harmless (225)  
**RDU:** Public Assistance (73)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2017 Conference Committee To FY2017 Authorized *****												
FY2017 Conference Committee	ConfCom	17,724.7	0.0	0.0	639.0	0.0	0.0	17,085.7	0.0	0	0	0
1050 PFD Fund		17,724.7										
<b>Subtotal</b>		<b>17,724.7</b>	<b>0.0</b>	<b>0.0</b>	<b>639.0</b>	<b>0.0</b>	<b>0.0</b>	<b>17,085.7</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
***** Changes From FY2017 Management Plan To FY2018 Governor *****												
<b>Totals</b>		<b>17,724.7</b>	<b>0.0</b>	<b>0.0</b>	<b>639.0</b>	<b>0.0</b>	<b>0.0</b>	<b>17,085.7</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Line Item Detail (1676)**  
**Department of Health and Social Services**  
**Services**

**Component:** Permanent Fund Dividend Hold Harmless (225)

Line Number	Line Name		FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
3000	Services		606.5	639.0	639.0
Object Class	Servicing Agency	Explanation	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
<b>3000 Services Detail Totals</b>			<b>606.5</b>	<b>639.0</b>	<b>639.0</b>
3030	Inter-Agency Hearing/Mediation	Admin - Department-wide	6.5	0.0	0.0
3038	Inter-Agency Management/Consulting	H&SS - Public Assistance Field Svcs (236) RSA with the Division of Public Assistance (PA), PA Field Services component for administration and case maintenance required to operate the Permanent Fund Dividend Hold Harmless program.	600.0	639.0	639.0

**Line Item Detail (1676)**  
**Department of Health and Social Services**  
**Grants, Benefits**

**Component:** Permanent Fund Dividend Hold Harmless (225)

Line Number	Line Name		FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
7000	Grants, Benefits		14,542.5	17,085.7	17,085.7
Object Class	Servicing Agency	Explanation	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
		<b>7000 Grants, Benefits Detail Totals</b>	<b>14,542.5</b>	<b>17,085.7</b>	<b>17,085.7</b>
7002	Benefits	<p>SSI - Social Security and the Division of Public Assistance have entered into a written agreement, which operates as follows: The SSI program has a current need standard of \$579. Under SSI rules, as long as the Dividend exceeds \$579, each recipient keeps SSI eligibility through the month of receipt of the Dividend, but suffers an overpayment for that month. SSI establishes a recovery of that overpayment, drawing \$564 in full repayment from an account into which Public Assistance has deposited Hold Harmless state funds. This guarantees no service level disruption in Social Security Administration's Alaskan offices.</p> <p>RSA with the Division of Public Assistance, Adult Public Assistance (APA) component for the APA state Supplemental overpayment resulting from Dividend receipt and "recovers" this State payment with hold harmless funds.</p> <p>The Food Stamp Program defines Dividend payments in such a way that eligibility for food stamps is lost</p>	14,542.5	17,085.7	17,085.7

**Line Item Detail (1676)**  
**Department of Health and Social Services**  
**Grants, Benefits**

**Component:** Permanent Fund Dividend Hold Harmless (225)

Object Class	Servicing Agency	Explanation	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
<b>7000 Grants, Benefits Detail Totals</b>			<b>14,542.5</b>	<b>17,085.7</b>	<b>17,085.7</b>
		for the month in which applicant households receive their permanent fund dividend (PFD). PFD Hold Harmless/Food Stamp replaces 100 percent federal participation.			
		RSA with the Division of Public Assistance Alaska Temporary Assistance Program (ATAP) and Tribal Assistance for program hold harmless.			
		RSA with the Division of Public Assistance, Native Family Assistance Programs (NFAP) - Tribal Assistance component overpayment resulting from Dividend receipt replaces with hold harmless funds.			

**Revenue Detail (1681)**  
**Department of Health and Social Services**

**Component:** Permanent Fund Dividend Hold Harmless (225)

Revenue Type (OMB Fund Code) Revenue Source	Component	Comment	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
<b>6050 PFD Fund (1050 PFD Fund)</b>			<b>3.6</b>	<b>17,724.7</b>	<b>17,724.7</b>
6532 Permanent Fund Dividend Fund - Miscellaneous		Permanent fund dividend fund.	3.6	17,724.7	17,724.7



**Inter-Agency Services (1682)**  
**Department of Health and Social Services**

**Component:** Permanent Fund Dividend Hold Harmless (225)

	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
<b>Component Totals</b>	<b>606.5</b>	<b>639.0</b>	<b>639.0</b>
With Department of Administration	6.5	0.0	0.0
With Department of Health and Social Services	600.0	639.0	639.0

Object Class	Servicing Agency	Explanation	FY2016 Actuals	FY2017 Management Plan	FY2018 Governor
3030	Inter-Agency Hearing/Mediation	Admin - Department-wide	6.5	0.0	0.0
3038	Inter-Agency Management/Consulting	H&SS - Public Assistance Field Svcs (236)  RSA with the Division of Public Assistance (PA), PA Field Services component for administration and case maintenance required to operate the Permanent Fund Dividend Hold Harmless program.	600.0	639.0	639.0