

Office of Management and Budget: FY2019 Capital Budget Summary

Introduction

The Governor's FY2019 capital budget totals \$1,285,215.6 with \$150,063.8 in unrestricted general funds (UGF), \$24,696.1 in designated general funds (DGF), \$100,028.7 in other state funds, and \$1,010,427.0 in federal funds.

The Governor's FY2019 capital budget prioritizes annual federal match programs, housing, energy, maintenance, and information technology investment.

Priority Area	UGF	All Funds
Federal Match & Leverage	\$103,430.6	\$1,108,607.6
Housing	\$14,950.0	\$30,250.0
Energy	\$1,330.0	\$34,230.0
Maintenance	\$16,323.6	\$24,526.4
Information Technology	\$14,029.7	\$87,601.7
Total	\$150,063.8	\$1,285,215.6

Dollars in thousands

Federal Match and Leverage

The state's transportation program is the single largest component in the capital budget. The \$71,230.6 UGF matches \$838,500.0 in federal funds to preserve and develop our highways, bridges, ferries, public transportation, and airport systems.

Village safe water and wastewater infrastructure projects assist rural communities to plan, design, and construct water and sewer system improvements. \$12,080.0 UGF matches \$52,250.0 in federal funds to provide safe drinking water and sanitation for our rural communities.

Housing

The Governor's FY2019 capital budget includes a number of Alaska Housing Finance Corporation (AHFC) projects aimed at the housing needs of the homeless, teachers, health and public safety professionals, and victims of domestic violence and sexual assault. Other AHFC projects provide state match to federal Housing and Urban Development (HUD) funds aimed at expanding the supply of affordable, low- and moderate- income housing within the state. Housing projects through AHFC total \$14,200.0 UGF and leverage \$13,250.0 in federal funds.

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Energy

Energy projects through the Alaska Energy Authority (AEA) prioritize programs such as renewable energy project grants and rural power systems upgrades aimed at reducing the cost of energy in Alaska. These projects total \$22,000.0 DGF and leverage \$10,900.0 in federal funds.

The Cold Climate Housing Research Center performs research and testing of affordable energy efficiency designs that can be implemented by the housing industry. \$1,000.0 UGF is included as a grant to the research center.

Maintenance, Repair, Security and Equipment

Annual Alaska Marine Highway System (AMHS) vessel overhaul, certification, and shoreside facilities rehabilitation is a maintenance priority for offering timely ferry service to communities. \$13,500.0 UGF is included to maintain the proper vessel certifications needed to operate.

Other critical maintenance projects include security improvements for statewide Office of Children's Services offices (\$888.6 UGF) and Department of Corrections inmate facilities (\$1,6000.0 UGF).

Information Technology

The Governor's FY2019 capital budget includes investments in information technology (IT) systems and assets totaling \$14,029.7 UGF and \$87,601.7 in all funds to improve the State's retirement, financial, and health programs. The State's IT organization is going through a transformation to yield a Smarter Alaska by reducing IT costs, strengthening IT functions, and maximizing efficiency. Reorganizing IT programs under a statewide system allows all state agencies to benefit from common architecture, increases economies of scale, reduces redundant functions, and allows for greater adherence to adopted best practices. The Governor's proposed budget groups IT projects at a statewide level. Through setting project management expectations for successful project completion, and by leveraging equipment, hardware and software licensing, the Administration is committed to achieving a ten percent general fund savings across these seven projects, to be allocated based on the specific savings achieved by each individual IT project.