

State of Alaska
Fiscal Year 2019 Governor Fiscal Summary
(dollars shown in millions)

	FY2018 Management Plan plus Supplementals					FY2019 Governor					UGF Change	UGF % Change	Total % Change
	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Funds	Total Funds	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Funds	Total Funds			
1 REVENUE	2,891.8	1,018.5	736.3	3,965.8	8,612.4	4,924.6	820.7	1,126.9	3,670.5	10,542.8			
2 Total Unrestricted General Fund Revenues (A) (\$56.00, \$57.00)	2,081.6				2,081.6	2,047.1				2,047.1			
3 Revenue Adjustments (B)					0.0	56.1				56.1			
4 Transfer from ERA for Amerada Hess Settlement	26.0				26.0	28.0				28.0			
5 Amerada Hess Earnings Appropriated as Capital Projects	25.0				25.0	42.0				42.0			
6 Transfer from AHFC Subsidiary (AHCC) for Capital Projects					0.0	21.8				21.8			
7 ERA Draw for Permanent Fund Dividend	760.0				760.0					0.0			
8 ERA Transfer to the General Fund					0.0	2,729.6				2,729.6			
9 Carryforward and Reappropriations (C)	24.2	35.0	0.0	0.6	59.8					0.0			
10 Restricted Revenue (D)		983.5	736.3	3,965.2	5,685.0		820.7	1,126.9	3,670.5	5,618.2			
11 APPROPRIATIONS													
12 Total Operating	4,360.7	990.4	662.5	2,777.4	8,791.0	4,033.0	796.1	1,059.4	2,660.1	8,548.6	(327.7)	-7.5%	-2.8%
13 Agency Operations	3,890.7	822.6	583.6	2,749.8	8,046.6	3,917.3	773.7	605.8	2,632.2	7,929.0	26.6	0.7%	-1.5%
14 Agency Operations (Non-formula)	1,654.8	765.3	555.1	925.6	3,900.8	1,654.5	721.8	574.3	920.1	3,870.7	(0.3)	0.0%	-0.8%
15 FY2018 Management Plan/FY2019 Governor	1,615.2	764.9	555.1	924.9	3,860.2	1,654.5	721.8	574.3	920.1	3,870.7			
16 FY2018 Supplementals	39.6	0.4	0.0	0.6	40.6					0.0			
17 Legislature and Judiciary Operations	168.4	1.1	0.8	1.2	171.6	170.0	0.8	0.8	1.2	172.9	1.6	1.0%	0.8%
18 Total K-12 Foundation and Pupil Transportation (E)	1,255.5	0.0	20.0	20.8	1,296.3	1,249.9	0.0	23.3	20.8	1,294.0	(5.6)	-0.4%	-0.2%
19 Agency Operations (Formula)	811.9	56.2	6.7	1,274.2	2,149.0	842.8	51.1	7.4	1,690.0	2,591.4	30.9	3.8%	20.6%
20 FY2018 Management Plan/FY2019 Governor	711.9	56.2	6.7	1,274.2	2,049.0	842.8	51.1	7.4	1,690.0	2,591.4			
21 FY2018 Supplementals	100.0				100.0					0.0			
22 Revised Programs Legislatively Approved - formula and non-formula			1.0	528.0	529.0					0.0			
23 Duplicated Authorizations Non-additive (F)			786.1		786.1			772.7		772.7			
24 Statewide Operations	470.0	167.8	79.0	27.6	744.4	115.8	22.3	453.6	27.9	619.6	(354.3)	-75.4%	-16.8%
25 Debt Service (G) (H)	209.4	18.6	72.7	5.2	306.0	113.7	22.2	162.1	5.2	303.3	(95.7)	-45.7%	-0.9%
26 Retirement Systems Payments	163.5	29.0			192.5			245.5		245.5	(163.5)	-100.0%	27.5%
27 Fund Capitalizations (I)	2.1	0.1	6.2	22.4	30.9	2.0	(39.6)	46.1	22.7	31.2	(0.0)	-1.1%	1.1%
28 FY2018 Management Plan/FY2019 Governor	2.1	0.1	6.2	22.4	30.9	2.0	(39.6)	46.1	22.7	31.2			
29 FY2018 Supplementals			0.0		0.0					0.0			
30 Community Assistance (J)	8.0	30.0			38.0					0.0			
31 FY2018 Management Plan/FY2019 Governor	8.0				8.0					0.0			
32 FY2018 Supplemental		30.0			30.0					0.0			
33 Oil and Gas Tax Credits (H)	57.0				57.0					0.0			
34 REAA/Small Municipal School District Fund (H) (K)	40.6				40.6		39.7			39.7			
35 Public Education Fund - Current Year Draw (E)	(1,255.5)				(1,255.5)	(1,249.9)				(1,249.9)			
36 Public Education Fund - Current Year Deposit (E)	1,238.5				1,238.5	1,249.9				1,249.9			
37 Judgments, Claims and Settlements	6.1				6.1					0.0			
38 FY2018 Management Plan	5.7				5.7					0.0			
39 FY2018 Supplementals	0.3				0.3					0.0			
40 Alaska Comprehensive Insurance Program		90.0			90.0					0.0			
41 Klutina Lake Road Survey	0.4				0.4					0.0			
42 Duplicated Authorizations Non-additive (F)			14.4		14.4			13.9		13.9			
43 Total Capital	138.0	28.2	73.7	1,188.4	1,428.3	150.1	24.7	67.5	1,010.4	1,252.6	12.1	8.7%	-12.3%
44 Project Appropriations	138.0	28.2	73.7	1,188.4	1,428.3	150.1	24.7	67.5	1,010.4	1,252.6	12.1	8.7%	-12.3%
45 FY2018 Enacted/FY2019 Governor	132.0	28.2	65.6	1,188.4	1,414.1	150.1	24.7	67.5	1,010.4	1,252.6			
46 FY2018 Supplementals	6.0		8.1		14.1					0.0			
47 Duplicated Authorizations Non-additive (F)			19.6		19.6			32.6		32.6			
48 Total Operating and Capital Appropriations	4,498.7	1,018.5	736.3	3,965.8	10,219.3	4,183.1	820.7	1,126.9	3,670.5	9,801.3	(315.6)	-7.0%	-4.1%
49 Permanent Fund Dividend	760.0	0.0	0.0	0.0	760.0	818.9	0.0	0.0	0.0	818.9			
50 Permanent Fund Dividend Transfer	760.0				760.0	818.9				818.9			
51 Total Including the Permanent Fund Dividend	5,258.7	1,018.5	736.3	3,965.8	10,979.3	5,002.0	820.7	1,126.9	3,670.5	10,620.2	(256.7)	-4.9%	-3.3%
52 (from) Statutory Budget Reserve Fund SBR (L)	(95.6)				(95.6)	(77.4)				(77.4)			
53 (from) Constitutional Budget Reserve Fund CBR (H)			(2,271.3)		(2,271.3)			(400.0)		(400.0)			
54 Fund Transfers	73.9	27.7			101.6	42.6	13.4			56.0			
55 AK Capital Income Fund (Am Hess) (M)	34.1				34.1	28.0				28.0			
56 Other Transfers (N)	39.8	27.7			67.5	14.6	13.4			28.0			
57 FY2018 Management Plan/FY2019 Governor	15.9	13.7			29.6	14.6	13.4			28.0			
58 FY2018 Supplementals (J)	23.9	14.0			37.9					0.0			
59 REVENUE (O)						800.0				800.0			
60 Payroll Tax FY2019						160.0				160.0			
61 Payroll Tax FY2020						320.0				320.0			
62 Payroll Tax FY2021						320.0				320.0			
63 APPROPRIATIONS (O)						800.0	8.0	0.0	98.0	1,352.0			
64 Capital													
65 Alaska Economic Recovery Act Projects FY2019						280.0	8.0		98.0	386.0			
66 Economic Recovery Plan FY2020						270.0				493.0			
67 Economic Recovery Plan FY2021						250.0				473.0			

Notes

A Total Unrestricted General Fund Revenue: Line 2 is based on information from the Department of Revenue Fall 2017 Revenue Forecast.

Unrestricted General Fund Revenue	FY2018	FY2019
Oil Price (ANS West Coast Spot per barrel)	\$56.00	\$57.00
Average ANS oil production (ths barrels/day)	533.4	525.7
Unrestricted General Fund Revenue	\$2,081.6	\$2,047.1

Corporate Dividends	FY2018	FY2019
Alaska Industrial Development and Export Authority	\$12.9	\$4.8
Alaska Housing Finance Corporation for Projects	\$18.4	\$17.4
Alaska Student Loan Corporation	\$1.2	\$0.0
Total as Unrestricted General Funds	\$32.5	\$22.2

B Revenue Adjustments: Historically 25% of all royalties received (constitutional requirement) plus 50% of post-1979 royalties (statutory requirement) were deposited into the Permanent Fund annually. The FY2018 and FY2019 budgets only appropriates the 25% constitutional minimum to the Permanent Fund. This is reflected as additional unrestricted general fund revenue of \$56.1 million in FY2019. The royalties amount of \$63.2 million for FY2018 is reflected in the Total Unrestricted General Fund Revenues line for FY2018.

C Carryforward and Reappropriations: Includes fund sources for reappropriations and other appropriations (typically roll-forwards of prior year multi-year appropriations) that do not require additional FY2018 or FY2019 revenue.

D Restricted Revenue: Other revenue not included as Unrestricted General Fund Revenues in the Revenue Sources Book, such as Federal Receipts and University Receipts.

E Public Education Fund: Legislation in 2005 established the Public Education Fund (PEF). One of the effects of this legislation was to remove expenditures for K-12 Public Education from Agency Operations (Formula) on line 19. The FY2018 and FY2019 proposed total K-12 Foundation Program and Pupil Transportation expenditures is shown on line 18. The table below shows the amount of K-12 Foundation Formula and Pupil Transportation being expensed from the Public Education Fund, since expenditures from the fund do not require appropriation. Note that additional formula programs with the department of Education and Early Development are included on line 19.

Public Education Fund Expenditures	FY2018	FY2019
K-12 Foundation Formula	\$1,176,466.6	\$1,171,677.4
Pupil Transportation	\$79,029.6	\$78,184.6
Public Education Fund Total	1,255,496.2	1,249,862.0

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 Capital Improvement Project Receipts.

G Debt Service: The Debt Service line includes actual payment of debt obligations, primarily General Obligation Bonds, State debt reimbursement programs such as School Debt reimbursement, Certificates of Participation (lease-financing), and International Airports Revenue Bonds. FY2019 also includes a \$27 million appropriation for financing a proposed Oil and Gas Tax Credit Purchase Program.

H Constitutional Budget Reserve (CBR) Fund: In FY2018, a \$2,271.3 million draw from the CBR will be required to balance revenues and expenditures. In FY2019, \$400 million is appropriated from the CBR Fund - \$114.9 million for debt service (School Debt Reimbursement, Oil and Gas Tax Credit Purchase Program, and HB528 - DOTPF Municipal Projects) \$39.7 million as a fund capitalization to the REAA/Small Municipal School District Fund, and \$245.5 million for Retirement System Payments (PERS, TRS, National Guard and Militia, EPORS and JRS).

I Fund Capitalizations: Line 28 consists of the Alaska Children's Trust Grant Account, the Disaster Relief Fund, the Peace Officer/Firefighter Survivors Fund, the Crime Victim Compensation Fund, the Alaska Clean Water Fund, the Alaska Drinking Water Fund, the Election Fund, and the Fish and Game Revenue Bond Redemption Fund. FY2018 also includes a net zero transfer from the In-state Pipeline Fund of \$12 million to the Alaska Liquefied Natural Gas Project Fund on line 29.

J Power Cost Equalization Fund: In 2016, the Legislature passed SB 196, which adjusted the target earning rate for the Power Cost Equalization (PCE) Fund and allowed appropriation of earnings in excess of the costs of the program and management of the fund to fund the Community Assistance Program and rural energy programs. In FY2018, \$30 million from the PCE Fund to the Community Assistance on line is a proposed supplemental item on line 32; and \$14 million from the PCE Fund to the Renewable Energy Grant Fund is a proposed supplemental item on line 58. The FY2019 capital budget includes projects totaling \$11 million from the Renewable Energy Grant Fund on line 45, in the Designated General Funds column.

K REAA/Small Municipal School District Fund: The REAA/Small Municipal School District Fund is capitalized with \$40.6 million Unrestricted General Funds in FY2018, and \$39.7 million Other Funds (Constitutional Budget Reserve Fund) in FY2019, per AS 14.11.025. There are currently no proposed capital projects appropriated from the REAA/Small Municipal School District Fund for FY2018 or FY2019.

L Statutory Budget Reserve (SBR) Fund: In FY2018, \$95.6 million is appropriated from the SBR Fund - \$8.0 million as a fund capitalization on line 28, and \$87.6 million as capital projects on line 45. The remaining balance after FY2018 appropriations is \$172.3 million. A draw from the SBR in the amount of \$77.4 million is required to balance FY2019 expenditures and revenues.

M Alaska Capital Income Fund: The Alaska Capital Income Fund is authorized by AS 37.05.565. The fund consists of income earned on money awarded as a result of the State vs. Amerada Hess royalty case, estimated to be \$27-38 million per year, plus other appropriations. The financial information for this is from the Alaska Permanent Fund Corporation Fund Financial History & Projections as of October 31, 2017. In FY2018 an appropriation to the Alaska Capital Income Fund from the Large Passenger Vessel Gaming and Gambling Tax Account in the amount of \$8.1 million is included in the FY2018 amount. Appropriations from the fund are shown as capital expenditures. Capital projects funded from the Alaska Capital Income Fund total \$25 million for FY2018 and \$42 million for FY2019.

N Other Transfers: Includes capitalization of various State funds, such as the Fish and Game Fund, Oil and Hazardous Substance Release Prevention and Response Accounts, and the Vaccine Assessment Account. The FY2018 amount also includes capitalization of the Civil Legal Services Fund, the Renewable Energy Grant Fund, and the Marine Highway System Fund.

O Alaska Economic Recovery Act: The Alaska Economic Recovery Act is a three phase plan to promote job growth and address the state's backlog of deferred maintenance, by bringing and additional \$1.4 billion economic activity to the state over the next three years. \$800.0 million from a 1.5% payroll deduction will be directed towards high-value capital projects designed to leverage 600.0 million in federal, private and local funds.