

FY2018 Supplementals in the FY2019 Governor's Budget

Line	Backup Page	Sect	Bill Page	Bill Line	Department	Component	Lang	Description	Unrestricted General Funds (UGF)	Designated General Funds (DGF)	Other Amount	Fed Amount	Total	Fund Source
1	OPERATING LANGUAGE SECTION													
2	1	9g	53	18	Administration	Public Defender Agency	Y	Public Defense Support The Agency experienced a reduction in Criminal Rule 39 fee revenue in FY2017, and this is projected to continue into FY2018 and FY2019. An increase of \$453.5 general funds is necessary to replace the reduced program receipt revenue and to maintain staffing levels.	\$453.5	\$0.0	\$0.0	\$0.0	\$453.5	1004 Gen Fund \$453.5
3	2	11a	55	22	Corrections	Institution Director's Office	Y	Add Authority to Meet Operational Needs Within Institutions Based on current projections and the offender population trend, it is anticipated that DOC will need a supplemental for FY2018 of \$10,447.6 to meet institutional shortfalls.	\$10,447.6	\$0.0	\$0.0	\$0.0	\$10,447.6	1004 Gen Fund \$10,447.6
4	4	11b	55	26	Corrections	Physical Health Care	Y	Increased Costs for Nursing Shortages, Medical Fees, Chronic Disease, and Pharmaceuticals The Department of Corrections (DOC) is obligated to deliver essential medical care to incarcerated offenders under AS 33.30.011(4). This supplemental is needed to meet the increased inmate health care costs that include fees-for-service, increased pharmaceutical costs, increased contractual obligations and physical health care staff cost overages due to overtime for medical coverage.	\$10,341.5	\$0.0	\$0.0	\$0.0	\$10,341.5	1004 Gen Fund \$10,341.5
5	5	12a	55	29	Educ & Early Devel	Mt. Edgecumbe Boarding School	Y	Operating and Maintenance of the Mt. Edgecumbe High School Aquatic Center (FY18- FY19) An appropriation to support the operations and maintenance costs of the Mt. Edgecumbe High School Aquatic Center from its opening in FY2018 through FY2019.	\$0.0	\$400.0	\$0.0	\$0.0	\$400.0	1087 Muni Match \$400.0
6	6	12b	56	3	Educ & Early Devel	Executive Administration	Y	Extend Every Student Succeeds Act Support Funding Sec20 Ch2 4SSLA2016 P36 L21 (SB138) (FY17- FY19) Extend Every Student Succeeds Act Support Funding (ESSA) Sec20 Ch2 4SSLA2016 P36 L21 (SB138) (FY17-FY18) into FY19. The Department of Education and Early Development is still awaiting ESSA revisions from the Federal government and is still in the implementation phase. This extension will allow the department to complete the implementation of ESSA.	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	
7	7	14c	57	1	Health & Social Svcs	Health Care Medicaid Services	Y	Medicaid FY18 Projections While a continued decrease in the percentage of state general fund spending for the average medical assistance recipient is reported between FY2016 and FY2017, the enrollment for non-Medicaid expansion continues to increase into FY2018. The projected general fund expenditures for FY2018 is \$664,233.9 and after excluding the request for CHIP, a state general fund shortfall of \$92,986.0 is expected.	\$92,986.0	\$0.0	\$0.0	\$0.0	\$92,986.0	1003 G/F Match \$92,986.0

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8	8	14d	57	7	Health & Social Svcs	Health Care Medicaid Services	Y	CHIP FY18 Projections If CHIP is not reauthorized the federal reimbursement rate for eligible children will decline from 88% to 50%. If reauthorization does not occur an additional \$7,014.0 in additional state general fund authority would be required in order to continue providing Medicaid services to eligible children.	\$7,014.0	\$0.0	\$0.0	\$0.0	\$7,014.0	1003 G/F Match \$7,014.0
9	9	14e	57	13	Health & Social Svcs	Health Care Medicaid Services	Y	Medicaid Federal Receipt Collections Though the department is confident that the amount of federal authority in FY2017 adequately reflects federal revenues, unanticipated changes may provide for opportunities to leverage additional federal receipt authority.	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	
10	10	14f	57	16	Health & Social Svcs	BH Treatment and Recovery Grants	Y	Substance Use Disorder Grants (FY18-21) This four-year grant program is a response to a clear and urgent need to expand substance use disorder (SUD) services by addressing gaps in the continuum of care identified by local communities. Access to treatment will improve public safety as well as help parents to unify with their children more effectively.	\$18,000.0	\$0.0	\$0.0	\$0.0	\$18,000.0	1004 Gen Fund \$18,000.0
11	11	16a	58	13	Special Appropriations	Judgments, Claims & Settlements	Y	DEC Wage and Hour Settlement Wage and hour settlement as a result of a June 2017 arbitration.	\$322.0	\$0.0	\$0.0	\$0.0	\$322.0	1004 Gen Fund \$322.0
12	12	17b	58	27	Military & Veterans Affairs	Office of the Commissioner	Y	Add Special Assistant (09-#011) to Preserve and Protect Department of Defense Investment in Alaska Add one full-time Special Assistant to the Commissioner (PCN: 09-#011) in the Office of the Commissioner. This position is part of a coherent engagement strategy with Department of Defense (DOD) and other key stakeholders (federal military senior officials, Congressional Delegation, local base retention groups, and members of the public) to preserve, protect, and potentially grow DOD investment in the State of Alaska.	\$94.1	\$0.0	\$0.0	\$0.0	\$94.1	1004 Gen Fund \$94.1
13	13	17c	58	30	Military & Veterans Affairs	Air Guard Facilities Maint.	Y	Increase Federal Authority and GF Match Associated with C-17 Acquisition Increased federal receipt authority and General Fund matching funds for facilities operations/maintenance for three buildings supporting C-17 operations. Five full-time positions were created in Air Guard Facilities Maintenance to operate and maintain facilities gained to support the C-17 aircraft.	\$221.0	\$0.0	\$0.0	\$663.0	\$884.0	1002 Fed Repts \$663.0 1003 G/F Match \$221.0
14	14	19	59	28	Special Appropriations	Klutina Lake Road Survey	Y	Klutina Lake Road Survey (FY18-FY20) In an effort to ensure that the State is able to provide for the public's ability to continue using the road to access outdoor activities while respecting Ahtna's concerns surrounding potential impacts to private property rights, and land and resource management, survey activities will be performed by the Department.	\$350.0	\$0.0	\$0.0	\$0.0	\$350.0	1004 Gen Fund \$350.0

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15	15	24f	67	11	Fund Capitalization	Community Assistance Fund	Y	FY2018 Deposit from the Power Cost Equalization Fund In FY2017, the Power Cost Equalization Fund earned \$112,330,514. After following the formula in AS 42.45.085(d), \$55,464,300 is available for appropriation to the Community Assistance Fund and rural energy programs. \$30,000,000 will be deposited in the community assistance fund per AS 42.45.085(d)(2)(A).	\$0.0	\$30,000.0	\$0.0	\$0.0	\$30,000.0	1169 PCE Endow \$30,000.0
16	16	24l	68	3	Fund Capitalization	AK LNG Fund	Y	Deposit Investments into Alaska Liquefied Natural Gas Fund AGDC expects to receive investments from outside parties as it continues to develop the Alaska LNG project. Investment funding will support the project as it contracts with engineering, procurement, and construction (EPC) firms to conduct front-end engineering and design and lump-sum turn-key estimates prior to a final investment decision in calendar year 2019.	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	
17	17	24m	68	6	Fund Capitalization	AK LNG Fund	Y	Transfer from In-State Natural Gas Pipeline Fund At the conclusion of FY2018 it will no longer be necessary to have two separate funds: 1229 Alaska Gasline Development Corporation – Instate Pipeline (AGDC-ISP) and 1235 Alaska Gasline Development Corporation – Liquefied Natural Gas (AGDC-LNG). Moving the balance of fund 1229 AGDC-ISP into fund 1235 AGDC-LNG will streamline AGDC's administrative and budget processes and match the Governor's direction.	\$0.0	\$0.0	\$12,000.0	\$0.0	\$12,000.0	1229 AGDC-ISP \$12,000.0
18	18	24m	68	6	Fund Capitalization	In-state Pipeline Fund	Y	Transfer to Liquefied Natural Gas Project Fund At the conclusion of FY2018 it will no longer be necessary to have two separate funds: 1229 Alaska Gasline Development Corporation – Instate Pipeline (AGDC-ISP) and 1235 Alaska Gasline Development Corporation – Liquefied Natural Gas (AGDC-LNG). Moving the balance of fund 1229 AGDC-ISP into fund 1235 AGDC-LNG will streamline AGDC's administrative and budget processes and match the Governor's direction.	\$0.0	\$0.0	(\$12,000.0)	\$0.0	(\$12,000.0)	1229 AGDC-ISP (\$12,000.0)
19	19	25e	70	29	Fund Transfers	Renewable Energy Grant Fund	Y	FY2018 Deposit from the Power Cost Equalization Fund In FY2017, the Power Cost Equalization Fund earned \$112,330,514. After following the formula in AS 42.45.085(d), \$55,464,300 is available for appropriation to the Community Assistance Fund and rural energy programs. \$14,000,000 will be deposited in the Renewable energy Grant Fund per AS 42.45.085(d)(2)(B). Additional funding will be allocated to projects in the Capital Budget.	\$0.0	\$14,000.0	\$0.0	\$0.0	\$14,000.0	1169 PCE Endow \$14,000.0
20	20	25f	71	1	Fund Transfers	Marine Highway System Fund	Y	FY2018 Deposit from the General Fund Of the \$30 million appropriated from the general fund to the Alaska Marine Highway System fund for FY2018, only \$6,081,800 was available to transfer due to the associated contingent language. This appropriation back-fills the short fall.	\$23,918.2	\$0.0	\$0.0	\$0.0	\$23,918.2	1004 Gen Fund \$23,918.2
21	Total of Operating Supplemental Requests								\$164,147.9	\$44,400.0	\$0.0	\$663.0	\$209,210.9	

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22	CAPITAL NUMBERS SECTION													
23	21	4	15	6	Commerce	Capital		Alaska Energy Authority - Volkswagen Settlement The Environmental Mitigation Trust established as part of the Volkswagen (VW) Settlement is explicitly intended for funding Eligible Mitigation Actions (Appendix D-2 of Environmental Mitigation Trust Agreement) to fully mitigate the total, lifetime excess NOx emissions from the 2.0L and 3.0L subject vehicles. Alaska has been allocated \$8.125 million to fund eligible actions over the next ten years. The consent decree requires the development of a Beneficiary Mitigation Plan (Plan) that summarizes how the funds will be used to provide the public with insight into the State's high-level vision for use of the mitigation funds and information about the specific uses for funding.	\$0.0	\$0.0	\$8,125.0	\$0.0	\$8,125.0	1108 Stat Desig \$8,125,000.0
24	23	4	15	9	Transportation	Capital		Alaska Marine Highway System Vessel Overhaul, Annual Certification and Shoreside Facilities Rehabilitation The Alaska Marine Highway System (AMHS) requires annual maintenance and overhaul on vessels and at terminals, particularly components or systems whose failures impact service in the short term. Annual overhaul of vessels is necessary to pass United States Coast Guard (USGS) inspections and obtain a Certificate of Inspection (COI) necessary to operate in revenue service. Expenses for annual maintenance exceeded annual budgeted amounts in FY2017 and projected for FY2018. This supplemental allows the AMHS to accomplished required maintenance without impacting route service.	\$6,000.0	\$0.0	\$0.0	\$0.0	\$6,000.0	1004 Gen Fund \$6,000,000.0
25	Numbers Section								\$6,000.0	\$0.0	\$8,125.0	\$0.0	\$14,125.0	
26	CAPITAL LANGUAGE SECTION													
27	26	10	17	21	Environ Conservation	Capital	Y	Reapprop for Municipal Matching Grants Project Administration - NTE \$200,000 The Department of Environmental Conservation anticipates completed Municipal Matching Grants projects to lapse roughly \$440,000 at the end of FY2018. Department costs to administer these projects is unpredictable and can exceed the amount available in the appropriations for administrative costs. When that happens, these costs must shift to the operating budget which has been significantly reduced in recent years. This reappropriation ensures sufficient funds are available to administer the remaining Municipal Matching Grant appropriations.	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	1004 Gen Fund \$0.0

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28	27	11	18	6	Transportation	Capital	Y	<p>Reapprop for Adak Airport Maintenance and Operations - Est \$742,604</p> <p>In 2003, the Department of the Navy transferred ownership of the Adak airport to the State. The state was given a \$10.0 million for operating the airport with the understanding that no additional funds would be provided. The original \$10.0 million is now exhausted and must be replaced by another funding source. This project, along with a corresponding FY2019 capital appropriation, will provide gap funding while the department engages with stakeholders to develop a strategic action plan for funding the airport in the future.</p>	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	1004 Gen Fund \$0.0 1102 AIDEA Rept \$0.0 1197 AK Cap Inc \$0.0
29	30	11	20	16	Transportation	Capital	Y	<p>Reapprop for the Commuter Rail Concept - Est \$4,541,537</p> <p>The unexpended and unobligated balances of the appropriations made in sec. 10, ch. 29, SLA 2008, page 76, lines 25 - 26, as amended by sec. 16(b), ch. 38, SLA 2015 (Department of Transportation and Public Facilities, Glenn Highway rut repairs - \$11,500,000) and sec. 1, ch. 18, SLA 2014, page 63, line 4, and allocated on page 63, lines 12 - 13, as amended by secs. 14(d) and 27(g) and (h), ch. 1, TSSLA 2017 (Department of Transportation and Public Facilities, economic development, Knik Arm Bridge project development), estimated to be a total of \$4,541,537, are reappropriated to the Department of Transportation and Public Facilities for the commuter rail concept.</p>	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	1004 Gen Fund \$0.0
30	Language Section							\$0.0	\$0.0	\$0.0	\$0.0	\$0.0		
31	Total of Supplemental Requests							\$170,147.9	\$44,400.0	\$8,125.0	\$663.0	\$223,335.9		