

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Tax Division (2476)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | PFT | Positions PPT | NP |
|---|------------|----------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----|---------------|----|
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 15,297.1 | 12,970.7 | 100.0 | 2,136.4 | 90.0 | 0.0 | 0.0 | 0.0 | 107 | 0 | 0 |
| 1004 Gen Fund | | 13,442.2 | | | | | | | | | | |
| 1005 GF/Prgm | | 791.0 | | | | | | | | | | |
| 1061 CIP Rcpts | | 969.4 | | | | | | | | | | |
| 1105 PFund Rcpt | | 94.5 | | | | | | | | | | |
| Advertising and Promotion of the Permanent Fund Dividend Raffle (Sec25b Ch19 SLA2018 P32 L14) | | | | | | | | | | | | |
| (Language) | Cntngt | 25.0 | 0.0 | 0.0 | 25.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 25.0 | | | | | | | | | | |
| An education endowment fund and the dividend raffle fund was created; relating to the definition of "gambling"; relating to the investment, appropriation, and administration of the public school trust fund; authorizing donations from the permanent fund dividend for educational purposes and to enter the permanent fund dividend raffle; relating to transfers from the dividend raffle fund and the education endowment fund; relating to the duties of the Department of Revenue;. | | | | | | | | | | | | |
| The appropriations made in sec. 25 of this Act are contingent on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and enactment into law of a bill establishing a permanent fund dividend raffle. | | | | | | | | | | | | |
| Sec8 pg6 ln6 of HB213 establishes the education endowment fund. Sec8 pg7 ln4 of HB213 establishes the dividend raffle fund. | | | | | | | | | | | | |
| Crim Hist Check: St Employees/Contractors Ch25 SLA2018 (HB219) (Sec2 Ch17 SLA2018 P43 L25 (HB286)) | | | | | | | | | | | | |
| | FisNot | 4.8 | 0.0 | 0.0 | 4.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 4.8 | | | | | | | | | | |
| This bill authorizes state agencies that receive Federal Tax Information (FTI) to undergo federal background checks as now required in IRS Publication 1075. Background checks would be conducted on all current and new employees at a cost of \$47 for each completed investigation. Employees are fingerprinted and matched against an FBI database, which in turn produces information on municipal, state, and federal criminal history as available. The state statutory language change is required for the FBI to allow the background check of individual employees for this purpose. An updated background check will also be required every ten years. | | | | | | | | | | | | |
| The Tax Division estimates that 102 employees will be fingerprinted in the first year, and approximately 10 employees in subsequent years. The Tax Division uses FTI to ensure compliance for corporate income tax, motor fuel tax, tobacco tax, and mining tax. It provides an auditing tool that can assist in confirming that the correct amount of tax is paid to the State of Alaska. The loss of FTI could impede audits and possibly allow businesses to escape paying the full amount of taxes due. In addition, FTI is a valuable source of data that can be used to project revenues from new taxes based on income. | | | | | | | | | | | | |
| Shared Services of Alaska and Information Technology Centralization Savings | | | | | | | | | | | | |
| | Unalloc | -98.1 | -98.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1061 CIP Rcpts | | -98.1 | | | | | | | | | | |

The Shared Services organization began in FY2018 and provides back-office administrative functions common to all state agencies. This organization model

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|---|------------|-----------------|-------------------|--------------|----------------|-------------|----------------|------------------|---------------|------------|----------|----------|
| | | | | | | | | | | PFT | PPT | |
| builds a smarter Alaska by reducing administrative costs, improving service quality, and enabling the effective delivery of front-line state services. | | | | | | | | | | | | |
| The Office of Information Technology (OIT) was formed in accordance with Administrative Order 284, and is in the process of adopting best practices and centralizing the organization of information technology (IT) resources statewide. This organizational model builds a smarter Alaska by reducing overall IT costs, strengthening IT functions, and maximizing efficiency. | | | | | | | | | | | | |
| The FY2019 budget included a statewide unallocated reduction to reflect savings achievable as a result of these efficiency efforts. An initial distribution of the savings has been made at the start of FY2019. The remaining savings will be distributed through the year as areas of efficiency continue to be identified. | | | | | | | | | | | | |
| Subtotal | | 15,228.8 | 12,872.6 | 100.0 | 2,166.2 | 90.0 | 0.0 | 0.0 | 0.0 | 107 | 0 | 0 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Align Authority to Reallocate for Spending Plan | | | | | | | | | | | | |
| LIT | | 0.0 | -226.1 | -10.0 | 236.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Authorization adjusted to align with FY17 actuals and spending plan. In order to use the funds as intended, the funds are being adjusted to the correct expenditure line. | | | | | | | | | | | | |
| Add Non-Permanent Intern | | | | | | | | | | | | |
| PosAdj | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 1 |
| Each year the Tax Division employs a non-permanent college intern in the Economic Research Group to assist with publication of the Fall Revenue Sources Book. In the past, this position has been absorbed by the vacancy factor in personal services. Given the consistency of this position being part of the Personal Service expenses, it is being added as an anticipated expense. | | | | | | | | | | | | |
| Subtotal | | 15,228.8 | 12,646.5 | 90.0 | 2,402.3 | 90.0 | 0.0 | 0.0 | 0.0 | 107 | 0 | 1 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Advertising and Promotion of the Permanent Fund Dividend Raffle (Sec25b Ch19 SLA2018 P32 L14) | | | | | | | | | | | | |
| (Language) | OTI | -25.0 | 0.0 | 0.0 | -25.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -25.0 | | | | | | | | | | |
| Reverse language section transaction from the base budget relating to advertising and promotion of the Permanent Fund Dividend. | | | | | | | | | | | | |
| Reverse Crim Hist Check: St Employees/Contractors Ch25 SLA2018 (HB219) (Sec2 Ch17 SLA2018 P43 L25 (HB286)) | | | | | | | | | | | | |
| | FNOTI | -4.3 | 0.0 | 0.0 | -4.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -4.3 | | | | | | | | | | |
| This bill authorized state agencies that receive Federal Tax Information (FTI) to undergo federal background checks as now required in IRS Publication 1075. Background checks are conducted on all current and new employees at a cost of \$47 for each completed investigation. Employees are fingerprinted and matched against an FBI database, which in turn produces information on municipal, state, and federal criminal history as available. An updated background check is also required every ten years. | | | | | | | | | | | | |

Maintenance and Support Costs for Tax Revenue Management System

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Tax Division (2476)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|------------------------------|------------|---------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |
| 1004 Gen Fund | Inc | 1,650.0 | 0.0 | 0.0 | 1,650.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| | | 1,650.0 | | | | | | | | | | |

The Tax Division utilizes the Tax Revenue Management System (TRMS) software to conduct much of its core mission. Key processes include: an outward facing website for taxpayers to file tax returns and applications electronically; automatic processing of applications and tax returns; automatic assessment of penalties and interest for late filing and paying of returns; automatic flagging for audit of returns when certain criteria are met; the ability to run detailed reports; and more. It is also the database in which taxpayers submit files as well as state generated communications and audit documents are interlinked.

TRMS was originally paid for by a \$34.7M appropriation in 2011 (FY12 capital budget). That appropriation covered the cost of designing and implementing the system for the initial five years through FY17. It was known at the time of initial procurement that the system would require ongoing maintenance and support that was not covered by the original appropriation, nor was there an increment added to the Tax Division's budget to cover those ongoing costs. By using the savings from recent high vacancy rates, plus two smaller fiscal note appropriations for implementing oil and gas tax credit legislation (HB247 in 2016, HB111 in 2017), the Tax Division has been able to cover the maintenance costs and support through FY19.

TRMS has allowed the Tax Division to more readily absorb the cuts of 22 positions from its budget since its implementation. TRMS has automated work that used to be done manually. Another cost benefit of the system is that the Tax Division was able to add an entire new tax type—the excise tax on marijuana—without adding any new staff. Without TRMS, the Tax Division would have required a minimum of two new employees to administer this labor-intensive tax type.

The increment of \$1.65m is broken down as follows:

Software Licensing: \$900k
 Support Staff: \$750k

TRMS support staff provide onsite programming, including fixes, updates, and small changes (e.g., updating the system for statutory changes to tax rates). The TRMS team currently has over 350 separate system fix/change requests in their queue. The recommended number of support staff to support a system of Tax Division's size is 4 (this number was arrived at in speaking to other states utilizing the same system). The system cannot be maintained with less than 2 support staff, who will keep the system operating and make necessary changes (e.g., updating corporate income tax forms to conform to federal law changes).

If an increment is not received, the Tax Division will not be able to maintain TRMS. Over time, the system will become unusable—as changes are needed and cannot be made, or errors enter the system (e.g., a server update by OIT causes the TRMS interface with IRIS to go down). Even a brief interruption in service could be a major issue for the state. If there was an interruption on a major filing due date, it could affect thousands of taxpayers (e.g., October 15 is the largest corporate tax return filing due date and there are 17,000 corporate filers in Alaska). If the TRMS system goes down, the Tax Division would be unable to fulfill its mission—even if its 22 positions were restored. The Tax Division is reliant on TRMS since it contains all of the taxpayers' filing and payment history and allows taxpayers to file returns electronically. Without a working system, the Tax Division could not process a paper return. The General Fund would be impacted, as automatic assessments of penalties and interest and automatic corrections to filing errors would no longer be possible. To fulfill its mission, the Tax Division must maintain the TRMS system. Additionally, the Departments of Fish & Game and Law both utilize TRMS for several of their own services and would also suffer from an interruption in service.

The software license fee of \$900k must be paid in order to utilize the centralized services of the contractor to keep the system operational. The Tax Division would be in short-term jeopardy without any centralized support.

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|---|------------|-----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|------------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| | SalAdj | 10.3 | 10.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 8.9 | | | | | | | | | | |
| 1005 GF/Prgm | | 1.0 | | | | | | | | | | |
| 1061 CIP Rcpts | | 0.4 | | | | | | | | | | |
| Align Authority to Reallocate for Spending Plan | | | | | | | | | | | | |
| | LIT | 0.0 | 150.0 | -10.0 | -140.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Authorization adjusted to align with FY20 spending plan. In order to use the funds as intended, the funds are being adjusted to the correct expenditure line. | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 318.9 | 318.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 293.7 | | | | | | | | | | |
| 1005 GF/Prgm | | 13.6 | | | | | | | | | | |
| 1061 CIP Rcpts | | 8.4 | | | | | | | | | | |
| 1105 PFund Rcpt | | 3.2 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$318.9 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$91.1 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$227.8 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 24.8 | 24.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 23.7 | | | | | | | | | | |
| 1005 GF/Prgm | | 0.2 | | | | | | | | | | |
| 1061 CIP Rcpts | | 0.7 | | | | | | | | | | |
| 1105 PFund Rcpt | | 0.2 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Totals | | 17,203.5 | 13,150.5 | 80.0 | 3,883.0 | 90.0 | 0.0 | 0.0 | 0.0 | 107 | 0 | 1 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Treasury Division (121)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|--|------------|----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 9,986.3 | 8,033.1 | 37.8 | 1,875.6 | 39.8 | 0.0 | 0.0 | 0.0 | 42 | 1 | 0 |
| 1004 Gen Fund | | 2,860.6 | | | | | | | | | | |
| 1007 I/A Rcpts | | 6,507.8 | | | | | | | | | | |
| 1017 Ben Sys | | 98.0 | | | | | | | | | | |
| 1027 Int Airprt | | 34.7 | | | | | | | | | | |
| 1066 Pub School | | 125.5 | | | | | | | | | | |
| 1169 PCE Endow | | 359.7 | | | | | | | | | | |
| Subtotal | | 9,986.3 | 8,033.1 | 37.8 | 1,875.6 | 39.8 | 0.0 | 0.0 | 0.0 | 42 | 1 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Education Endowment Fund Management Fees HB213 | | | | | | | | | | | | |
| | FisNot | 4.4 | 0.0 | 0.0 | 4.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 4.4 | | | | | | | | | | |
| <p>This increment is for the management fees for the Education Endowment Fund for the Fiscal Note on HB213. It will be managed as a separate fund in the general fund to be invested in a manner likely to achieve at least a four percent nominal return over a five year period. Using similarly targeted funds as a guide, the costs of managing this fund are estimated using a fund balance based on an annual dividend of \$1,000, with the expectation that 10% of PFD recipients aged 18 years of age or older invest one-half of their dividend in the lottery each year (approximately \$25 million per year) and investment costs are seven basis points (.0007).</p> | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| | SalAdj | 0.8 | 0.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 0.2 | | | | | | | | | | |
| 1007 I/A Rcpts | | 0.6 | | | | | | | | | | |
| Add Support Position | | | | | | | | | | | | |
| | Inc | 140.0 | 140.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| 1007 I/A Rcpts | | 140.0 | | | | | | | | | | |
| <p>Add one classified Accountant V to support the expanded investment team. With adequate support, the investment team will continue to build on cost savings resulting from moving asset management in house.</p> <p>The funding for this position will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division.</p> <p>The increase in internal capacity resulting from this investment will enable the division to more actively manage the state's assets and find new opportunities for increased returns.</p> | | | | | | | | | | | | |
| Implement Exempt Salary Plan | | | | | | | | | | | | |
| | Inc | 150.0 | 150.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Treasury Division (121)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|------------------------------|------------|--------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |
| 1004 Gen Fund | | 22.5 | | | | | | | | | | |
| 1007 I/A Rcpts | | 127.5 | | | | | | | | | | |

This increment would allow the Treasury Division to implement an exempt salary plan. This will allow Treasury to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau.

The state invests in internal and external training to ensure these employees are competent in their accounting, investment, and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to the market, the state is in a better position to retain investment staff.

Move State Investment Officer Salaries to Market

| | Inc | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | PFT | PPT | NP |
|----------------|-----|--------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----|-----|----|
| 1004 Gen Fund | | 4.8 | | | | | | | | | | |
| 1007 I/A Rcpts | | 155.2 | | | | | | | | | | |

This increment would allow the Treasury Division to continue to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau.

The state invests in internal and external training to ensure these employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to the market, the state is in a better position to retain investment staff.

Fund Source Change

| | FndChg | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | PFT | PPT | NP |
|-----------------|--------|--------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----|-----|----|
| 1004 Gen Fund | | -148.2 | | | | | | | | | | |
| 1017 Ben Sys | | 65.9 | | | | | | | | | | |
| 1027 Int Airprt | | 3.8 | | | | | | | | | | |
| 1066 Pub School | | 78.5 | | | | | | | | | | |

The Treasury Division is responsible for managing the State's treasury and pension funds. The Treasury Division utilizes a federally approved cost allocation plan to develop budgets and allocate costs equitably among each fund, trust, and client agency. There continues to be a shift in assets under management with more funds being managed by the Alaska Retirement Management Board (ARMB), causing the total of the State assets being managed percentage to decrease. Similarly, the cost allocation among the State assets is shifting. As the balance in the Constitutional Budget Reserve Fund (CBRF) has decreased, the other state assets share a greater cost burden resulting in the need for increases in some appropriations.

The Treasury Division cannot absorb these allocable costs without shifting to the general fund.

Retiree Health Insurance Fund - Long Term Care \$64.4
 Retiree Health Insurance Fund - Major Medical \$1.5
 International Airports Revenue Fund \$3.8
 Public School Trust Fund \$78.5

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Department of Revenue

Component: Treasury Division (121)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|-----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| General Fund <\$148.2> | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 35.4 | 35.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 6.8 | | | | | | | | | | |
| 1007 I/A Rcpts | | 26.5 | | | | | | | | | | |
| 1017 Ben Sys | | 0.4 | | | | | | | | | | |
| 1027 Int Airprt | | 0.1 | | | | | | | | | | |
| 1066 Pub School | | 0.6 | | | | | | | | | | |
| 1169 PCE Endow | | 1.0 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$35.4 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$10.3 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$25.1 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 2.0 | 2.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 0.6 | | | | | | | | | | |
| 1007 I/A Rcpts | | 1.4 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Totals | | 10,478.9 | 8,521.3 | 37.8 | 1,880.0 | 39.8 | 0.0 | 0.0 | 0.0 | 43 | 1 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Unclaimed Property (2938)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions PFT | PPT | NP |
|---|------------|--------------|-------------------|------------|--------------|-------------|----------------|------------------|---------------|---------------|----------|----------|
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | ConfCom | 523.8 | 325.1 | 7.6 | 183.4 | 7.7 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |
| 1005 GF/Prgm | | 523.8 | | | | | | | | | | |
| Subtotal | | 523.8 | 325.1 | 7.6 | 183.4 | 7.7 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Align Authority to Reallocate for Spending Plan | LIT | 0.0 | -6.7 | 0.0 | 6.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Transfer authority to align FY2019 authorization with the anticipated budget needs. | | | | | | | | | | | | |
| Subtotal | | 523.8 | 318.4 | 7.6 | 190.1 | 7.7 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | SalAdj | 0.4 | 0.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 0.4 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | SalAdj | 6.3 | 6.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 6.3 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$6.3 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$2.4 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$3.9 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | SalAdj | 0.4 | 0.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 0.4 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Totals | | 530.9 | 325.5 | 7.6 | 190.1 | 7.7 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

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

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|-----------------|-------------------|--------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 10,032.9 | 86.2 | 143.7 | 9,770.5 | 32.5 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 5,201.8 | | | | | | | | | | |
| 1029 P/E Retire | | 2,991.7 | | | | | | | | | | |
| 1034 Teach Ret | | 1,697.2 | | | | | | | | | | |
| 1042 Jud Retire | | 51.6 | | | | | | | | | | |
| 1045 Nat Guard | | 90.6 | | | | | | | | | | |
| Subtotal | | 10,032.9 | 86.2 | 143.7 | 9,770.5 | 32.5 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Treasury Support Position Paid by Alaska Retirement Management Board with Reimbursable Services Agreement | | | | | | | | | | | | |
| | Inc | 140.0 | 0.0 | 0.0 | 140.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 68.4 | | | | | | | | | | |
| 1029 P/E Retire | | 44.2 | | | | | | | | | | |
| 1034 Teach Ret | | 26.5 | | | | | | | | | | |
| 1042 Jud Retire | | 0.7 | | | | | | | | | | |
| 1045 Nat Guard | | 0.2 | | | | | | | | | | |
| Alaska Retirement Management Board increase for a new position that is supported through a reimbursable services agreement with the Treasury Division. | | | | | | | | | | | | |
| Treasury Investment Officer Salaries Paid by Alaska Retirement Management Board with Reimbursable Services Agreement | | | | | | | | | | | | |
| | Inc | 155.2 | 0.0 | 0.0 | 155.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 75.8 | | | | | | | | | | |
| 1029 P/E Retire | | 49.0 | | | | | | | | | | |
| 1034 Teach Ret | | 29.4 | | | | | | | | | | |
| 1042 Jud Retire | | 0.8 | | | | | | | | | | |
| 1045 Nat Guard | | 0.2 | | | | | | | | | | |
| Alaska Retirement Management Board salary increases that are supported through a reimbursable services agreement with the Treasury Division for moving State Investment Officer salaries to market. | | | | | | | | | | | | |
| Treasury Exempt Salary Plan Paid by Alaska Retirement Management Board with Reimbursable Services Agreement | | | | | | | | | | | | |
| | Inc | 127.5 | 0.0 | 0.0 | 127.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 62.2 | | | | | | | | | | |
| 1029 P/E Retire | | 40.2 | | | | | | | | | | |
| 1034 Teach Ret | | 24.1 | | | | | | | | | | |
| 1042 Jud Retire | | 0.6 | | | | | | | | | | |
| 1045 Nat Guard | | 0.4 | | | | | | | | | | |
| Alaska Retirement Management Board exempt salary plan supported through a reimbursable services agreement with the Treasury Division. | | | | | | | | | | | | |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

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

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|--|---------------|-----------------|----------------------|--------------|-----------------|-------------|----------------|---------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| <p>This increment would allow the Treasury Division to implement an exempt salary plan and allow Treasury to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau.</p> <p>The state invests in internal and external training to ensure these employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to the market, the state is in a better position to retain investment staff.</p> | | | | | | | | | | | | |
| Equity Analytical Tool | | | | | | | | | | | | |
| | Inc | 250.0 | 0.0 | 0.0 | 250.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 120.0 | | | | | | | | | | |
| 1029 P/E Retire | | 82.4 | | | | | | | | | | |
| 1034 Teach Ret | | 46.3 | | | | | | | | | | |
| 1045 Nat Guard | | 1.3 | | | | | | | | | | |
| <p>The Treasury Division is responsible for managing the State's treasury and pension funds. For the FY2019 budget, Treasury took a decrement of \$525,900 that should have been a funding source change to the Alaska Retirement Management Board (ARMB) component in anticipation of increases to in-house management support services costs.</p> <p>This increment will allow the Alaska Retirement Management Board to purchase Equity Analytic Software to support the internal management of equity. If this increment is not provided, a shift back to external managers would be required, resulting in additional management fees.</p> | | | | | | | | | | | | |
| Totals | | 10,705.6 | 86.2 | 143.7 | 10,443.2 | 32.5 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board Custody and Management Fees (2812)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|---------------|-----------------|----------------------|------------|-----------------|-------------|----------------|---------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 50,000.0 | 0.0 | 0.0 | 50,000.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1017 Ben Sys | | 21,545.7 | | | | | | | | | | |
| 1029 P/E Retire | | 19,313.3 | | | | | | | | | | |
| 1034 Teach Ret | | 8,674.5 | | | | | | | | | | |
| 1042 Jud Retire | | 315.9 | | | | | | | | | | |
| 1045 Nat Guard | | 150.6 | | | | | | | | | | |
| Subtotal | | 50,000.0 | 0.0 | 0.0 | 50,000.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Totals | | 50,000.0 | 0.0 | 0.0 | 50,000.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|---------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| ConfCom | | 8,716.3 | 6,283.7 | 23.1 | 2,340.3 | 69.2 | 0.0 | 0.0 | 0.0 | 69 | 8 | 0 |
| 1005 GF/Prgm | | 373.3 | | | | | | | | | | |
| 1007 I/A Rcpts | | 20.0 | | | | | | | | | | |
| 1050 PFD Fund | | 8,323.0 | | | | | | | | | | |
| Programming Changes to the Permanent Fund Dividend Division Database (Sec25a Ch19 SLA2018 P32 L10 (SB142)) | | | | | | | | | | | | |
| (Language) Cntngt | | 10.0 | 0.0 | 0.0 | 10.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 10.0 | | | | | | | | | | |

Legislation created an education endowment fund that will be financed from permanent fund dividend applicant donations, transfers from the dividend raffle fund as a result of the fund exceeding \$500,000,000.00, interest earned, and any other money appropriated to the fund.

In addition to creating the fund, modifications will have to be made to the permanent fund dividend application. Similar to the UA College Savings Plan or charitable contributions, a voluntary option will be made available on the electronic adult dividend applications. This new option will allow individuals to donate in \$100 increments up to the total amount of the dividend. Since the dividend amount is unknown at the time of application, we will set a maximum donation amount based on the prior year dividend amount. The option can be selected by anyone applying, which is prior to eligibility being determined. Payment will occur only for eligible individuals at the time they are paid. At the time of payment, all other involuntary and voluntary deductions including the raffle will be paid in priority order as stated in statute. Raffle funds will be reported and transferred on a monthly basis into the "dividend raffle fund", education endowment fund, and the public education fund as part of the standard dividend payment disbursement process.

Each \$100.00 donation paid will be submitted as an individual raffle entry. The name, contact information, and total number of entries for all applicants will be made available for the purpose of drawing prizewinners. Four prizewinners will be drawn at the beginning of the calendar year for the preceding dividend year. Although a majority of eligibility determinations are made prior to the new calendar year, annually the division has a carry forward caseload. This means that applications from the prior year are worked through the new year until all eligibility determination are made. With that being said, it is unknown how donations will be handled for individuals that have yet to have their eligibility determined or for individuals that successfully appeal a denial.

This added option will require programming changes to be made to the division's database and online dividend application. It will take approximately 83 hours at \$120.00 per hour for a total of \$9,960.00. Two percent of the fund will be available to cover nominal costs associated with administering the program in the out-years.

PFD Online (14 hrs)
 Add new voluntary option
 Add yes/no opt-in page
 Add select dollar amount page
 Add to summary page

myPFD (7 hrs)
 Show that you are enrolled and how many tickets

Reports (4 hrs)
 Create new report for drawing purposes

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | | |
|--|------------|--------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----------|-----|----|---|
| | | | | | | | | | | PFT | PPT | NP | |
| Payment (40 hrs) Create new deduction type Modify payment logic to pay new deduction type by method requested Modify payment priority to include new deduction Modify payment reports to include new deduction | | | | | | | | | | | | | |
| Letters/1099's (18 hrs) Update the 1099's to include new deduction type Update dividend distribution letters to include new deduction type | | | | | | | | | | | | | |
| The appropriations made in sec. 25 of this Act are contingent on the passage by the Thirtieth Alaska State Legislature in the Second Regular Session and enactment into law of a bill establishing a permanent fund dividend raffle. | | | | | | | | | | | | | |
| Sec8 pg6 ln6 of HB213 establishes the education endowment fund. Sec8 pg7 ln4 of HB213 establishes the dividend raffle fund. | | | | | | | | | | | | | |
| Crimes; Restitution; Dividend Fund Ch21 SLA2018 (HB216) (Sec2 Ch17 SLA2018 P43 L7 (HB286)) | | | | | | | | | | | | | |
| | FisNot | 20.0 | 0.0 | 0.0 | 20.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 20.0 | | | | | | | | | | | |

The intent of this bill is to use existing law AS 43.23.005(d) which states that an individual is ineligible to receive a dividend if sentenced or convicted of a felony or a combination of misdemeanors and a felony, and to create a priority order that must be considered when appropriating funds. Annually a calculation is performed to determine the amount available for possible appropriation. It is based on actual applications filed during a dividend year. From that, a percentage of applicants that would have otherwise been eligible to receive the dividend, had they not been denied as a felon or misdemeanant, is determined and multiplied by the total number of individuals reported by Department of Corrections and Public Safety. The estimated number of otherwise eligible applicants is then multiplied by the dividend amount. That total calculated amount will be placed into a new Restorative Justice Account, a sub account of the Dividend Fund, and appropriated funds will be transferred to the respective recipients.

In the appropriation process the following priority order will be considered:
 DOA's Violent Crimes Compensation Board
 Restitution payments
 Grant funds
 Office of Victims' Rights
 DPS Council on Domestic Violence and Sexual Assault for program grants
 Department of Corrections costs related to incarceration or probation

The existing structure under AS 43.23.005(d) requires the Department of Revenue report the total amount calculated to OMB, and through the budgeting process, funds have been appropriated to Department of Corrections and Public Safety. The proposed bill specifies that funds appropriated to Public Safety may only be used for funding grants, and Department of Corrections is moved to a lower priority.

The Department of Revenue and Permanent Fund Dividend Division are affected by this bill fiscally as a new subaccount will need to be added to the Dividend

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| Fund, which will require additional accounting and operational task to be performed. Not only will a new subaccount need to be created, annually multiple financial transactions will be processed to transfer funds to the respective recipients and reporting requirements will be necessary. If funds outside of the calculation are appropriated to the Restorative Justice Account through the new section 6 AS 43.23.048(d) the number of transactions that will be required is unknown. | | | | | | | | | | | | |
| The primary mission of the division will not be significantly impacted, as it does not change eligibility or payment requirements. However, it will require additional administrative and fiscal time to accomplish each year. Regulations will need to be adopted with enactment of the bill to execute the changes in 43.23.048. | | | | | | | | | | | | |
| Subtotal | | 8,746.3 | 6,283.7 | 23.1 | 2,370.3 | 69.2 | 0.0 | 0.0 | 0.0 | 69 | 8 | 0 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Delete PFD Technician II (04-6007) | | | | | | | | | | | | |
| PosAdj | | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -1 | 0 | 0 |
| The division is deleting one position and requesting to keep the budget authorization. Budget authorization is needed to fund a reclass as well as stay within vacancy factor guidelines. The division is experiencing a lower vacancy rate than budgeted due to improvements in recruitment process. | | | | | | | | | | | | |
| Position subject to delete: Full-time PFD Technician II (04-6007), range 12, located in Juneau | | | | | | | | | | | | |
| Subtotal | | 8,746.3 | 6,283.7 | 23.1 | 2,370.3 | 69.2 | 0.0 | 0.0 | 0.0 | 68 | 8 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| SalAdj | | 3.5 | 3.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1050 PFD Fund | | 3.5 | | | | | | | | | | |
| Reverse Crimes; Restitution; Dividend Fund Ch21 SLA2018 (HB216) (Sec2 Ch17 SLA2018 P43 L7 (HB286)) | | | | | | | | | | | | |
| FNOTI | | -5.0 | 0.0 | 0.0 | -5.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -5.0 | | | | | | | | | | |
| This reverses one-time costs associated with HB286. | | | | | | | | | | | | |
| This bill uses existing law AS 43.23.005(d) which states that an individual is ineligible to receive a dividend if sentenced or convicted of a felony or a combination of misdemeanors and a felony, and to create a priority order that must be considered when appropriating funds. A calculation is performed annually to determine the amount available for possible appropriation. It is based on actual applications filed during a dividend year. From that, a percentage of applicants that would have otherwise been eligible to receive the dividend, had they not been denied as a felon or misdemeanant, is determined and multiplied by the total number of individuals reported by Department of Corrections and Department of Public Safety. The estimated number of otherwise eligible applicants is then multiplied by the dividend amount. That total calculated amount will be placed into a new Restorative Justice Account, a sub account of the Dividend Fund, and appropriated funds will be transferred to the respective recipients. | | | | | | | | | | | | |
| Reverse Programming Changes to the Permanent Fund Dividend Division Database (Sec25a Ch19 SLA2018 P32 L10 (SB142)) | | | | | | | | | | | | |
| (Language) | OTI | -10.0 | 0.0 | 0.0 | -10.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -10.0 | | | | | | | | | | |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| Reverse language section transaction from the base budget. | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 179.9 | 179.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1005 GF/Prgm | | 2.8 | | | | | | | | | | |
| 1050 PFD Fund | | 177.1 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$179.9 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$64.5 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$115.4 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 6.8 | 6.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1050 PFD Fund | | 6.8 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Totals | | 8,921.5 | 6,473.9 | 23.1 | 2,355.3 | 69.2 | 0.0 | 0.0 | 0.0 | 68 | 8 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|----------|-------------------|--------|----------|-------------|----------------|------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 25,627.8 | 17,119.7 | 38.4 | 8,242.8 | 201.1 | 25.8 | 0.0 | 0.0 | 196 | 0 | 0 |
| 1002 Fed Rcpts | | 16,010.5 | | | | | | | | | | |
| 1003 G/F Match | | 7,293.8 | | | | | | | | | | |
| 1004 Gen Fund | | 473.5 | | | | | | | | | | |
| 1005 GF/Prgm | | 50.0 | | | | | | | | | | |
| 1016 Fed Incent | | 1,800.0 | | | | | | | | | | |
| Crim Hist Check: St Employees/Contractors Ch25 SLA2018 (HB219) (Sec2 Ch17 SLA2018 P43 L25 (HB286)) | | | | | | | | | | | | |
| | FisNot | 10.0 | 0.0 | 0.0 | 10.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | 6.6 | | | | | | | | | | |
| 1003 G/F Match | | 3.4 | | | | | | | | | | |
| Shared Services of Alaska and Information Technology Centralization Savings | | | | | | | | | | | | |
| | Unalloc | -11.1 | 0.0 | 0.0 | -11.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | -11.1 | | | | | | | | | | |

The Child Support Services Division has 196 employees who will be fingerprinted in the first year, and approximately 32 employees each subsequent year. Every 10 years, background checks must be renewed. Background checks would be conducted on all current and new employees at a cost of \$47 for each completed investigation.

The Child Support Services Division is authorized by the Federal Income Tax Refund Offset Program (P.L. 93-647) to recover delinquent child support debts from intercepted tax returns. This remedy involves the interaction of all IV-D state child support agencies and three federal agencies – the Office of Child Support Enforcement, the Bureau of the Fiscal Service, and the Internal Revenue Service.

The intercept program is a successful collection tool. This program collected over \$44,000,000.00 in federal tax return intercepts over the past five years. Passage of this bill will allow the Alaska Child Support Services Division to remain in compliance with IRS requirements, and to continue to intercept IRS refund payments for families.

In addition to the intercepted returns, state IV-D agencies are required to maintain a State Parent Locator Service to provide location information to the Federal Parent Locator Service (FPLS), which is available to authorized persons for authorized uses. The FPLS contains federal taxpayer information. All IV-D agencies have access to the FPLS to locate parents.

The Shared Services organization began in FY2018 and provides back-office administrative functions common to all state agencies. This organization model builds a smarter Alaska by reducing administrative costs, improving service quality, and enabling the effective delivery of front-line state services.

The Office of Information Technology (OIT) was formed in accordance with Administrative Order 284, and is in the process of adopting best practices and centralizing the organization of information technology (IT) resources statewide. This organizational model builds a smarter Alaska by reducing overall IT costs, strengthening IT functions, and maximizing efficiency.

The FY2019 budget included a statewide unallocated reduction to reflect savings achievable as a result of these efficiency efforts. An initial distribution of the savings has been made at the start of FY2019. The remaining savings will be distributed through the year as areas of efficiency continue to be identified.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|-----------------|-------------------|-------------|----------------|--------------|----------------|------------------|---------------|------------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| Subtotal | | 25,626.7 | 17,119.7 | 38.4 | 8,241.7 | 201.1 | 25.8 | 0.0 | 0.0 | 196 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| SalAdj | | 7.3 | 7.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | 4.7 | | | | | | | | | | |
| 1003 G/F Match | | 2.4 | | | | | | | | | | |
| 1004 Gen Fund | | 0.2 | | | | | | | | | | |
| Reverse Crim Hist Check: St Employees/Contractors Ch25 SLA2018 (HB219) (Sec2 Ch17 SLA2018 P43 L25 (HB286)) | | | | | | | | | | | | |
| FNOTI | | -8.5 | 0.0 | 0.0 | -8.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | -5.6 | | | | | | | | | | |
| 1003 G/F Match | | -2.9 | | | | | | | | | | |
| This reverses one-time costs associated with HB219. | | | | | | | | | | | | |
| The Child Support Services Division has 196 employees who were fingerprinted in the first year, and anticipated approximately 32 employees in each subsequent year. Every 10 years, background checks will be renewed. Background checks will be conducted on all current and new employees at a cost of \$47 for each completed investigation. | | | | | | | | | | | | |
| The Child Support Services Division is authorized by the Federal Income Tax Refund Offset Program (P.L. 93-647) to recover delinquent child support debts from intercepted tax returns. This remedy involves the interaction of all IV-D state child support agencies and three federal agencies – the Office of Child Support Enforcement, the Bureau of the Fiscal Service, and the Internal Revenue Service. | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| SalAdj | | 498.4 | 498.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | 326.1 | | | | | | | | | | |
| 1003 G/F Match | | 168.0 | | | | | | | | | | |
| 1004 Gen Fund | | 4.3 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$498.4 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$182.9 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$315.5 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| SalAdj | | 21.0 | 21.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | 13.8 | | | | | | | | | | |
| 1003 G/F Match | | 7.0 | | | | | | | | | | |
| 1004 Gen Fund | | 0.2 | | | | | | | | | | |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | | |
|---|---------------|---------------|----------------------|-----------------|-------------|----------------|----------------|---------------------|---------------|------------|------------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | | |
| | | Totals | 26,144.9 | 17,646.4 | 38.4 | 8,233.2 | 201.1 | 25.8 | 0.0 | 0.0 | 196 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Commissioner's Office (123)
RDU: Administration and Support (50)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|---------------|--------------|----------------------|-------------|--------------|-------------|----------------|---------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| ConfCom | | 917.6 | 434.5 | 38.5 | 415.7 | 28.9 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |
| 1004 Gen Fund | | 134.7 | | | | | | | | | | |
| 1007 I/A Rcpts | | 193.6 | | | | | | | | | | |
| 1133 CSSD Reimb | | 589.3 | | | | | | | | | | |
| Subtotal | | 917.6 | 434.5 | 38.5 | 415.7 | 28.9 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Totals | | 917.6 | 434.5 | 38.5 | 415.7 | 28.9 | 0.0 | 0.0 | 0.0 | 3 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Administrative Services (125)
RDU: Administration and Support (50)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 2,785.7 | 1,526.3 | 16.4 | 1,226.0 | 17.0 | 0.0 | 0.0 | 0.0 | 13 | 0 | 0 |
| 1004 Gen Fund | | 526.6 | | | | | | | | | | |
| 1007 I/A Rcpts | | 1,461.0 | | | | | | | | | | |
| 1133 CSSD | | 798.1 | | | | | | | | | | |
| Reimb | | | | | | | | | | | | |
| Shared Services of Alaska and Information Technology Centralization Savings | | | | | | | | | | | | |
| | Unalloc | -28.3 | 0.0 | 0.0 | -28.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | -8.0 | | | | | | | | | | |
| 1007 I/A Rcpts | | -20.3 | | | | | | | | | | |
| <p>The Shared Services organization began in FY2018 and provides back-office administrative functions common to all state agencies. This organization model builds a smarter Alaska by reducing administrative costs, improving service quality, and enabling the effective delivery of front-line state services.</p> <p>The Office of Information Technology (OIT) was formed in accordance with Administrative Order 284, and is in the process of adopting best practices and centralizing the organization of information technology (IT) resources statewide. This organizational model builds a smarter Alaska by reducing overall IT costs, strengthening IT functions, and maximizing efficiency.</p> <p>The FY2019 budget included a statewide unallocated reduction to reflect savings achievable as a result of these efficiency efforts. An initial distribution of the savings has been made at the start of FY2019. The remaining savings will be distributed through the year as areas of efficiency continue to be identified.</p> | | | | | | | | | | | | |
| Subtotal | | 2,757.4 | 1,526.3 | 16.4 | 1,197.7 | 17.0 | 0.0 | 0.0 | 0.0 | 13 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| | SalAdj | 2.9 | 2.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 0.7 | | | | | | | | | | |
| 1007 I/A Rcpts | | 1.2 | | | | | | | | | | |
| 1133 CSSD | | 1.0 | | | | | | | | | | |
| Reimb | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 32.2 | 32.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 7.5 | | | | | | | | | | |
| 1007 I/A Rcpts | | 13.9 | | | | | | | | | | |
| 1133 CSSD | | 10.8 | | | | | | | | | | |
| Reimb | | | | | | | | | | | | |

FY2020 Salary Adjustments - GGU, CEA, TEAME: \$32.2

FY2020 GGU HI from \$1432 to \$1530: \$6.9

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Administrative Services (125)
RDU: Administration and Support (50)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|--|------------|----------------|-------------------|-------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| CEA 40 hour workweek: \$11.9 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$13.4 | | | | | | | | | | | | |
| Reverse Confidential Unit 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 0.4 | 0.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 0.1 | | | | | | | | | | |
| 1007 I/A Rcpts | | 0.2 | | | | | | | | | | |
| 1133 CSSD | | 0.1 | | | | | | | | | | |
| Reimb | | | | | | | | | | | | |
| The Confidential Employees Association contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 2.1 | 2.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 0.5 | | | | | | | | | | |
| 1007 I/A Rcpts | | 0.9 | | | | | | | | | | |
| 1133 CSSD | | 0.7 | | | | | | | | | | |
| Reimb | | | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Office of Information Technology Salary Adjustment Billed to Agencies | | | | | | | | | | | | |
| | Inc | 6.6 | 0.0 | 0.0 | 6.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1004 Gen Fund | | 6.6 | | | | | | | | | | |
| The Office of Information Technology (OIT) supports staff through billable rates charged to state agencies. This increase supports the portion of OIT salary adjustments, agreed to through the GGU and SU contract negotiations, that will be billed to executive branch agencies. Agencies pay the billable rates to OIT through a variety of fund sources, this increment has been adjusted down to remove the portion of rates that will be paid through non-general fund sources. | | | | | | | | | | | | |
| Totals | | 2,801.6 | 1,563.9 | 16.4 | 1,204.3 | 17.0 | 0.0 | 0.0 | 0.0 | 13 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|-----------------|--------------|-------------------|-------------|--------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 415.9 | 259.8 | 14.0 | 137.7 | 4.4 | 0.0 | 0.0 | 0.0 | 2 | 0 | 0 |
| 1007 I/A Rcpts | | 415.9 | | | | | | | | | | |
| | Subtotal | 415.9 | 259.8 | 14.0 | 137.7 | 4.4 | 0.0 | 0.0 | 0.0 | 2 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 3.6 | 3.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1007 I/A Rcpts | | 3.6 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$3.6 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$1.2 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$2.4 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 0.1 | 0.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1007 I/A Rcpts | | 0.1 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| | Totals | 419.6 | 263.5 | 14.0 | 137.7 | 4.4 | 0.0 | 0.0 | 0.0 | 2 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Mental Health Trust Operations (1423)
RDU: Alaska Mental Health Trust Authority (47)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|--|------------|----------------|-------------------|--------------|----------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 4,665.3 | 2,812.8 | 127.0 | 1,530.6 | 67.0 | 0.0 | 0.0 | 127.9 | 18 | 0 | 0 |
| 1007 I/A Rcpts | | 30.0 | | | | | | | | | | |
| 1094 MHT Admin | | 4,135.3 | | | | | | | | | | |
| 1180 Alcohol Fd | | 500.0 | | | | | | | | | | |
| Align Authority with Anticipated Expenditures for AMHTA | | | | | | | | | | | | |
| | LIT | 0.0 | 127.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | -127.9 | 0 | 0 | 0 |
| Authorization for Mental Health Trust Authority budget to match Trustee approved budget was restored in the Miscellaneous expenditure line. In order to use the funds as intended, the funds are adjusted to the correct expenditure line. | | | | | | | | | | | | |
| Subtotal | | 4,665.3 | 2,940.7 | 127.0 | 1,530.6 | 67.0 | 0.0 | 0.0 | 0.0 | 18 | 0 | 0 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Align Authority to Reallocate for Spending Plan | | | | | | | | | | | | |
| | LIT | 0.0 | -71.4 | 0.0 | 71.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Alaska Mental Health Trust Authority budgets for a 0% vacancy factor. Due to position vacancies/new employees, there is a need to transfer excess personal services authority to the services line. | | | | | | | | | | | | |
| Subtotal | | 4,665.3 | 2,869.3 | 127.0 | 1,602.0 | 67.0 | 0.0 | 0.0 | 0.0 | 18 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Mental Health Trust Recommendation | | | | | | | | | | | | |
| | OTI | -3,867.4 | -2,642.8 | -127.0 | -1,030.6 | -67.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1094 MHT Admin | | -3,867.4 | | | | | | | | | | |
| Reverse Mental Health Trust recommendation to reflect zero-based mental health budget. | | | | | | | | | | | | |
| Mental Health Trust Continuing - Maintain Trust Authority Administrative Budget | | | | | | | | | | | | |
| | IncM | 4,135.3 | 2,952.6 | 122.0 | 996.0 | 64.7 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1094 MHT Admin | | 4,135.3 | | | | | | | | | | |
| The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of the legal trust, making budget recommendations for the Mental Health Budget Bill, partnering with the Department of Health & Social Services to ensure a Comprehensive Mental Health Program Plan, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue. | | | | | | | | | | | | |
| Align Authority with Anticipated Expenditures for AMHTA | | | | | | | | | | | | |
| | LIT | 0.0 | -219.5 | 0.0 | 219.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| In order to use the funds as intended, the funds are adjusted to the correct expenditure line. | | | | | | | | | | | | |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Mental Health Trust Operations (1423)
RDU: Alaska Mental Health Trust Authority (47)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---------------------------------|---------------|---------|----------------------|--------|----------|-------------|----------------|---------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |
| | Totals | 4,933.2 | 2,959.6 | 122.0 | 1,786.9 | 64.7 | 0.0 | 0.0 | 0.0 | 18 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Long Term Care Ombudsman Office (2749)
RDU: Alaska Mental Health Trust Authority (47)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|--|------------|--------------|-------------------|-------------|--------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 914.1 | 738.4 | 45.0 | 125.5 | 5.2 | 0.0 | 0.0 | 0.0 | 6 | 0 | 0 |
| 1007 I/A Rcpts | | 413.3 | | | | | | | | | | |
| 1037 GF/MH | | 500.8 | | | | | | | | | | |
| Subtotal | | 914.1 | 738.4 | 45.0 | 125.5 | 5.2 | 0.0 | 0.0 | 0.0 | 6 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Reverse Mental Health Trust Recommendation | | | | | | | | | | | | |
| | OTI | -31.5 | 0.0 | -13.7 | -17.8 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1037 GF/MH | | -31.5 | | | | | | | | | | |
| Reverse Mental Health Trust recommendation to reflect zero-based mental health budget. | | | | | | | | | | | | |
| Reverse Supervisory Unit 15 Hour Furlough Reduction | | | | | | | | | | | | |
| | SalAdj | 0.6 | 0.6 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1007 I/A Rcpts | | 0.2 | | | | | | | | | | |
| 1037 GF/MH | | 0.4 | | | | | | | | | | |
| Totals | | 883.2 | 739.0 | 31.3 | 107.7 | 5.2 | 0.0 | 0.0 | 0.0 | 6 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AMBBA Operations (108)
RDU: Alaska Municipal Bond Bank Authority (44)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|----------------|-------------------|-------------|--------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 1,006.6 | 202.6 | 14.5 | 785.7 | 3.8 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| 1104 MBB Rcpts | | 901.6 | | | | | | | | | | |
| 1108 Stat Desig | | 105.0 | | | | | | | | | | |
| Subtotal | | 1,006.6 | 202.6 | 14.5 | 785.7 | 3.8 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Align Authority to Reallocate for Spending Plan | | | | | | | | | | | | |
| | LIT | 0.0 | -6.7 | 0.0 | 6.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| Transfer authority to align FY2019 authorization with the anticipated budget needs. | | | | | | | | | | | | |
| Subtotal | | 1,006.6 | 195.9 | 14.5 | 792.4 | 3.8 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME | | | | | | | | | | | | |
| | SalAdj | 2.5 | 2.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1104 MBB Rcpts | | 2.5 | | | | | | | | | | |
| FY2020 Salary Adjustments - GGU, CEA, TEAME: \$2.5 | | | | | | | | | | | | |
| FY2020 GGU HI from \$1432 to \$1530: \$0.6 | | | | | | | | | | | | |
| FY2020 GGU 3% COLA: \$1.9 | | | | | | | | | | | | |
| Reverse Alaska State Employees Association (GGU) 15 Hour Furlough | | | | | | | | | | | | |
| | SalAdj | 0.2 | 0.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1104 MBB Rcpts | | 0.2 | | | | | | | | | | |
| The Alaska State Employees Association (representing the general government unit) contractually required 15 hours of furlough for each permanent full-time employee in each year from July 1, 2016, to June 30, 2019. The furlough requirement was removed from the contract in FY2020. | | | | | | | | | | | | |
| Totals | | 1,009.3 | 198.6 | 14.5 | 792.4 | 3.8 | 0.0 | 0.0 | 0.0 | 1 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)
RDU: Alaska Housing Finance Corporation (46)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|-----------------|-------------------|--------------|-----------------|----------------|----------------|------------------|---------------|------------|-----------|-----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 98,659.5 | 41,097.4 | 536.0 | 14,977.2 | 1,936.8 | 312.1 | 35,800.0 | 4,000.0 | 314 | 22 | 14 |
| 1002 Fed Rcpts | | 60,071.0 | | | | | | | | | | |
| 1007 I/A Rcpts | | 800.0 | | | | | | | | | | |
| 1061 CIP Rcpts | | 2,349.8 | | | | | | | | | | |
| 1103 AHFC Rcpts | | 35,438.7 | | | | | | | | | | |
| Align Authority with Anticipated Expenditures for AHFC | | | | | | | | | | | | |
| | LIT | 0.0 | 0.0 | 75.0 | 3,300.0 | 625.0 | 0.0 | 0.0 | -4,000.0 | 0 | 0 | 0 |
| Authorization for Facilities Maintenance Program funding was restored in the Miscellaneous expenditure line. In order to use the funds as intended, the funds are adjusted to the correct expenditure lines. | | | | | | | | | | | | |
| Subtotal | | 98,659.5 | 41,097.4 | 611.0 | 18,277.2 | 2,561.8 | 312.1 | 35,800.0 | 0.0 | 314 | 22 | 14 |
| ***** Changes From FY2019 Authorized To FY2019 Management Plan ***** | | | | | | | | | | | | |
| Align Authority with Anticipated Expenditures for AHFC | | | | | | | | | | | | |
| | LIT | 0.0 | 0.0 | 102.3 | -102.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| AHFC received a \$4.0 million increment in Operating for a Facilities Management Program that was allocated in the ABS FY2019 Conference Committee scenario. This line item transfer is an adjustment to align with anticipated expenditures. | | | | | | | | | | | | |
| Subtotal | | 98,659.5 | 41,097.4 | 713.3 | 18,174.9 | 2,561.8 | 312.1 | 35,800.0 | 0.0 | 314 | 22 | 14 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Federal Funding for Receipt of HUD Mainstream Voucher Assistance | | | | | | | | | | | | |
| | Inc | 500.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 500.0 | 0.0 | 0 | 0 | 0 |
| 1002 Fed Rcpts | | 500.0 | | | | | | | | | | |
| AHFC provides Housing Assistance Payments to eligible low-income Alaskans to lease privately owned rental units from participating landlords. In CY2018, AHFC will receive a Mainstream Housing Assistance Voucher award through the Department of Housing and Urban Development (HUD). Mainstream vouchers are targeted to non-elderly (under age 62) persons with disabilities who are: | | | | | | | | | | | | |
| <ul style="list-style-type: none"> • Transitioning out of institutional or other segregated settings; • At serious risk of institutionalization; • Homeless; or, • At risk of becoming homeless. | | | | | | | | | | | | |
| AHFC will partner with the State of Alaska Department of Health and Social Services with DHSS providing referrals. The program will provide voucher assistance to up to fifty households occupied by persons with disabilities. AHFC is requesting an increment of \$500,000 for the HUD Mainstream Voucher Program. | | | | | | | | | | | | |
| Totals | | 99,159.5 | 41,097.4 | 713.3 | 18,174.9 | 2,561.8 | 312.1 | 36,300.0 | 0.0 | 314 | 22 | 14 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)

RDU: Alaska Housing Finance Corporation (46)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---------------------------------|---------------|--------|----------------------|--------|----------|-------------|----------------|---------------------|---------------|-----------|-----|----|
| | | | | | | | | | | PFT | PPT | NP |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Corporation for Affordable Housing (3048)
RDU: Alaska Housing Finance Corporation (46)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|-----------------|--------------|----------------------|-------------|--------------|-------------|----------------|---------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 479.4 | 264.9 | 25.0 | 149.7 | 24.8 | 15.0 | 0.0 | 0.0 | 2 | 0 | 0 |
| 1002 Fed Rcpts | | 307.2 | | | | | | | | | | |
| 1061 CIP Rcpts | | 172.2 | | | | | | | | | | |
| | Subtotal | 479.4 | 264.9 | 25.0 | 149.7 | 24.8 | 15.0 | 0.0 | 0.0 | 2 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| | Totals | 479.4 | 264.9 | 25.0 | 149.7 | 24.8 | 15.0 | 0.0 | 0.0 | 2 | 0 | 0 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|-----------------|-------------------|----------------|----------------|--------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | ConfCom | 18,074.6 | 11,861.2 | 1,203.2 | 4,174.9 | 435.3 | 400.0 | 0.0 | 0.0 | 57 | 2 | 2 |
| 1105 PFund Rcpt | | 18,074.6 | | | | | | | | | | |
| Subtotal | | 18,074.6 | 11,861.2 | 1,203.2 | 4,174.9 | 435.3 | 400.0 | 0.0 | 0.0 | 57 | 2 | 2 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Merging of Investment Management and Operating Allocations | Trin | 150,498.7 | 0.0 | 0.0 | 150,498.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1105 PFund Rcpt | | 150,498.7 | | | | | | | | | | |
| Authority to Meet Operational Needs Due to Growing Fund | Inc | 5,296.3 | 0.0 | 0.0 | 5,296.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1105 PFund Rcpt | | 5,296.3 | | | | | | | | | | |
| Adequate Staffing & Compensation for Fund Management | Inc | 3,032.4 | 3,032.4 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 4 | 0 | 0 |
| 1105 PFund Rcpt | | 3,032.4 | | | | | | | | | | |

As APFC continues to strategically bring investment management in-house, the division between resources directly supporting investment functions versus general operations is becoming less defined. As a result, the Board's FY20 request merges what were formerly two allocations into a single allocation within the appropriation for the Corporation, and places this request within the budget bill to read as follows:

"An amount not to exceed \$176,781,600 is appropriated from Alaska Permanent Fund Corporation Receipts for the investment and operating costs of the Alaska Permanent Fund Corporation."

Merging the allocations consolidates resources to support the Board's current investment strategy. This allows for a holistic approach for strategic and resource planning, creating a more nimble and flexible structure from which to operate as APFC competes with public and private sector peers in the investment markets.

This investment management increment reflects growing assets under management and the increased cost of the tools needed to manage them effectively. Fee increases are based upon Callan's growth assumptions by asset class, the Fund's asset allocation, and the contractual fee terms for external management.

Also included in this increment is the natural growth in existing data costs, as well as a provision for new systems and data feeds. As the portfolio evolves into new types of investments, additional supporting analytics is required.

An increment for custody fees is included in this request to cover increasing support services which are required to participate in some emerging markets. As the Funds' exposure to these markets increases, so do these costs.

APFC's Board of Trustees recognizes the importance of adequate staffing to ensure effective in-house investing and provide the necessary oversight of external managers. Included in this request are four new positions: two in the investments section, one attorney, and one administrative support staff.

These four positions require an appropriation of \$905,107 in salary & benefits.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|------------|------------------|-------------------|----------------|------------------|--------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| <p>Attracting and retaining qualified staff is critical to the responsible management of the Fund. This request also includes the following items related to adequate staffing and compensation resources for APFC's staff:</p> <p>Retention and merit adjustments for all APFC staff based on annual performance reviews: \$352,899</p> <p>An increase in honoraria for the Board of Trustees to accommodate additional days of service related to special meetings and training opportunities: \$8,260</p> <p>Implementation of incentive compensation (including benefits): \$1,803,885</p> <p>The incentive compensation program is only available for investment staff and will be implemented based on a policy approved by the Board of Trustees. According to the compensation study performed by McLagan for APFC, most pension, endowment, and sovereign wealth funds offer some type of performance-based compensation to their investment professionals. To avoid inflating salaries in times of good performance, these programs are designed to provide one-time rewards for making high-level contributions to the Fund. In order to remain competitive with peers, the Board has included an increment in the FY20 personal services request to fund a similar program for APFC. Costs for this program are \$1.4 million in incentive compensation and \$403,885 for associated retirement benefits.</p> <p>Included in this personal services request is a 3% vacancy factor.</p> | | | | | | | | | | | | |
| Reducing Authority for Employee Workstations | | | | | | | | | | | | |
| 1105 PFund Rcpt | Dec | -80.3 | 0.0 | 0.0 | 0.0 | -80.3 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| <p>The FY20 request for commodities includes a decrement of \$80,300. All staff workstations will have been replaced during FY18 and FY19, so anticipated costs in this area are lower than in recent years. Remaining funding in this item is anticipated to be adequate for replacements as needed for regular maintenance.</p> | | | | | | | | | | | | |
| Reducing Authority for Corporate Legal Work and Consulting | | | | | | | | | | | | |
| 1105 PFund Rcpt | Dec | -90.1 | 0.0 | 0.0 | -90.1 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| <p>The need for non-investment related legal work and consulting over the past few years has been lower than budgeted. This decrement is reflective of this reduced anticipated expense.</p> | | | | | | | | | | | | |
| Data Center Equipment | | | | | | | | | | | | |
| 1105 PFund Rcpt | Inc | 50.0 | 0.0 | 0.0 | 0.0 | 0.0 | 50.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| <p>Included in this request are amounts related to replacing end-of-life equipment in APFC's data center as well as the purchase of physical servers to back up virtual servers for the corporation's critical systems, resulting in an increment of \$50,000 over FY19.</p> | | | | | | | | | | | | |
| Totals | | 176,781.6 | 14,893.6 | 1,203.2 | 159,879.8 | 355.0 | 450.0 | 0.0 | 0.0 | 61 | 2 | 2 |

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: Alaska Permanent Fund Corporation (45)

| Scenario/Change Record Title | Trans Type | Totals | Personal Services | Travel | Services | Commodities | Capital Outlay | Grants, Benefits | Miscellaneous | Positions | | |
|---|-----------------|------------------|-------------------|------------|------------------|-------------|----------------|------------------|---------------|-----------|----------|----------|
| | | | | | | | | | | PFT | PPT | NP |
| ***** Changes From FY2019 Conference Committee To FY2019 Authorized ***** | | | | | | | | | | | | |
| FY2019 Conference Committee | | | | | | | | | | | | |
| | ConfCom | 150,498.7 | 0.0 | 0.0 | 150,498.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1105 PFund Rcpt | | 150,498.7 | | | | | | | | | | |
| | Subtotal | 150,498.7 | 0.0 | 0.0 | 150,498.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| ***** Changes From FY2019 Management Plan To FY2020 Governor ***** | | | | | | | | | | | | |
| Merging of Investment Management Allocation into Operating | | | | | | | | | | | | |
| | Trout | -150,498.7 | 0.0 | 0.0 | -150,498.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |
| 1105 PFund Rcpt | | -150,498.7 | | | | | | | | | | |
| | Totals | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0 |