



28th Alaska State Legislature
Senate Finance Budget Subcommittee
Department of Military and Veterans' Affairs
FY15 Operating Budget

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465-2327

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Capitol Room 125
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Brittany Hutchison
465-2327

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FY2015 SENATE FINANCE SUBCOMMITTEE NARRATIVE REPORT
March 13, 2014**

RECOMMENDATIONS:

The Senate Finance Budget Subcommittee for the Department of Military and Veterans' Affairs submits a recommended operating budget for FY2015 to the Senate Finance Committee as follows:

Unrestricted General Funds (UGF)	\$ 24,879.8
Designated General Funds (DGF)	\$ 28.4
Other Funds	\$12,093.4
Federal Funds	\$23,386.2
TOTAL	\$60,387.8

The FY15 Department of Military and Veterans Affairs budget has been downsized by 12.8% from the FY15 Adjusted Base.

BUDGET ACTION:

The Senate Finance Subcommittee for the Department of Military and Veterans' Affairs held a series of meetings with the Department and analyzed the Department's missions and measures and the Governor's budget transactions. The following are budget action highlights:

Accepted the Governor's amended budget proposal with the following adjustments (also recommended by the House);

Office of the Commissioner

- Continued the Base Realignment and Closure Impact funding as a temporary increment for 5 years (From FY14 – FY18).

Alaska National Guard Benefits

- Denied a request for \$29.8 UGF and reduced the Alaska National Guard Retirement Benefits by \$112.8 UGF. These reductions bring the total funding for the National Guard and Naval Militia Retirement System to \$627.3 to reflect the actuarial recommendation.

Alaska Military Youth Academy

- Re-designated \$1,238.3 of UGF as general fund match to accurately show it as required federal match.

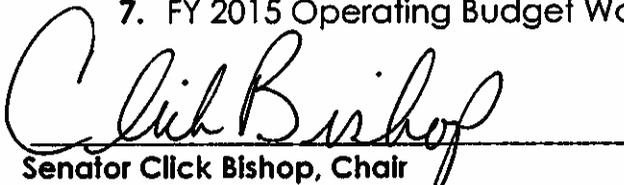
Alaska Aerospace Corporation

- Removed \$6.1 million UGF of Operating and Sustainment funding from the Alaska Aerospace Corporation's (AAC) base budget and added the \$6.1 million UGF back as a One-time Increment. It is expected that the total level of UGF for the AAC will be reduced by \$2 million annually over the next three budget years (FY15-FY17).

Attached Reports:

The Senate Finance Subcommittee for the Department of Military and Veterans' Affairs adopts the following attached Reports:

1. Budget Action Worksheet
2. FY 2015 Operating Budget-Agency Totals
3. FY 2015 Appropriation/Allocation Summary (All Funds)
4. FY 2015 Appropriation/Allocation Summary (General Funds)
5. Transaction Comparison-Adjusted Base and Senate Subcommittee
6. Transaction Comparison-Governor Amended and Senate subcommittee
7. FY 2015 Operating Budget Wordage Report



Senator Click Bishop, Chair

Senate Finance Budget Subcommittee for the Department of Military and Veterans' Affairs

March 13, 2014