

ALASKA STATE SENATE
SENATOR DAVID WILSON
SENATE FINANCE BUDGET SUBCOMMITTEE CHAIR

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Senate Finance Budget Subcommittee - Department of Commerce, Community and Economic Development

Sub-Committee Members: Senator Birch, Senator Gray-Jackson

RECOMMENDATIONS:

The Senate Finance Subcommittee for the Department of Commerce, Community and Economic Development submits a recommended operating budget for FY2020 to the Senate Finance Committee as follows:

Fund Source	FY19 Mgt Plan	FY20 Adj Base	FY20 House	FY20 Sen Sub	Adj Base vs Sen Sub
UGF	\$ 10,101.6	\$ 8,863.0	\$ 7,141.7	\$ 7,357.1	\$ (1,505.9)
DGF	47,157.3	45,899.9	46,935.9	46,935.9	1,036.0
Total GF	\$ 57,258.9	\$ 54,762.9	\$ 54,077.6	\$ 54,293.0	\$ (469.9)
Other	57,090.0	57,090.0	56,521.3	56,331.7	(758.3)
Federal	21,121.0	21,121.0	19,550.7	21,438.3	317.3
Total All Funds	\$ 135,469.9	\$ 132,973.9	\$ 130,149.6	\$ 132,063.0	\$ (910.9)

SALARY ADJUSTMENT FUND SOURCE - Informational Only

UGF				\$ 168.8	
DGF				738.6	
Total GF				\$ 907.4	
Other				104.4	
Federal				50.6	
Total All Funds				\$ 1,062.4	

Positions	FY19 Mgt Plan	FY20 Adj Base	FY20 House	FY20 Sen Sub	Adj Base vs Sen Sub
PFT	505	501	499	499	-2
PPT	0	0	0	0	0
Temp	7	7	7	7	0

**FY 2020 Senate Finance Department of Commerce, Community and Economic Development
Sub-Committee Close-Out Narrative / April 16, 2019**

Page 1 of the Budget Close-out narrative shows a comparison between the Adj Base budget and the Senate Subcommittee budget and reflects the following:

- **UGF has been reduced by -\$1,505.9**
- **DGF were increased by \$1,036.0**
- **Other funding was decreased by -\$758.3**
- **Federal funding was increased by \$317.3**

And the total reduction, when comparing the Adj Base budget to the Senate Subcommittee budget is a reduction of -\$910.9

In the middle section of the narrative, you can see the salary adjustment amounts for the Department of Commerce – This is informational only – the subcommittee did not review those transactions.

The bottom portion of the page shows position totals for the FY19 Mgmt Plan, FY20 Adj Base, the FY20 House numbers, and the FY 20 Senate Subcommittee position totals. The comparison between adj base and the senate subcommittee is:

- **2 PFT positions were reduced, this was the only change in the position counts.**

The Senate Finance Budget Subcommittee for the Department of Commerce, Community and Economic Development held five meetings with the department and analyzed all of the Governor's amended budget transactions.

The following highlights the budget reductions in the Senate Subcommittee:

- **Total Travel Reductions of \$1,016.7:** which is comprised of -\$32.7 UGF; -\$321.5 DGF; -\$576.1 in Other Funds; and -\$86.4 in federal funds: -\$1,016.7
- **And additional UGF reductions of -\$1,706.3 includes:**
 - -\$450 in UGF from the Alaska Legal Services Corporation
 - -\$1,000 of UGF in the Community & Regional Affairs program;
 - -\$243.4 in UGF and two PFT positions were deleted in the Governor's proposed move of the economic development program to the Governor's Office

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DGF were increased by:

- \$1,574.4 for the Alcohol and Marijuana Control Office – Previously this program was using UGF but over the last 3 years that has gradually diminished and is now using program receipts to cover their budget.

Federal receipts increased by a total of \$577.0 which includes

- \$277 increase of federal authority for Insurance Market Initiatives in Alaska; and
- \$300 increase for a federal grant for marketing efforts by the Alaska Seafood Marketing Institute

The Committee did not accept the following transactions:

- A fund source switch for the Alaska Energy Authority Rural Energy Assistance allocation, which proposed reducing the PCE Endowment funding of (\$381.8) and increasing UGF by the same amount of \$381.8;

Sub-Committee Additions, Reductions and Changes:

- The committee did not accept the department level language of “At the discretion of the Office of Management and Budget, funding may be transferred between all appropriations in the Department.”

There were no other changes.

Organizational Changes

- There were no organizational changes in this year's budget.

Intent Language

- The committee did not recommend adding any additional intent language.

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Committee recommendations:

The committee is recommending the use of 10% of the Civil Legal Filing Fees in a budget amendment to provide funding for the Alaska Legal Services Corporation program.

ATTACHED REPORTS:

The Senate Finance Subcommittee for the Department of Commerce, Community and Economic Development adopts the attached reports:

- Agency Totals – FY2020 Operating Budget
- Transaction Comparison 1
- Transaction Comparison 2
- Transaction Comparison 3
- Wordage



Senator David Wilson, Chair