

Short Fiscal Summary - FY21/FY22 Budget

	(\$ Millions) (Non-duplicated Funds)	FY21 Budget	FY22 Enacted	Change in UGF	
		UGF	UGF		
1	Revenue	4,853.0	4,731.6	(121.4)	-3%
2	UGF Revenue (Spring 2021 Forecast)	1,571.9	1,662.3	90.4	6%
3	POMV Draw	3,091.5	3,069.3	(22.2)	-1%
4	Misc/Adjust/Non-UGF Revenue	189.6	-	(189.6)	
5	Appropriations	5,318.1	5,303.4	(14.7)	0%
6	Operating Budget	4,502.1	4,321.5	(180.6)	-4%
7	Agency Operations	4,009.3	3,907.5	(101.8)	-3%
8	Statewide Items	446.3	414.0	(32.3)	-7%
9	Supplemental Appropriations	46.6	-	(46.6)	
10	Capital Budget	136.0	242.9	106.9	79%
11	Current Year Appropriations	120.3	242.9	122.6	102%
12	Supplemental Appropriations	15.7	-	(15.7)	
13	Permanent Fund	680.0	739.0	59.0	9%
14	Permanent Fund Dividends	680.0	739.0	59.0	9%
15	Inflation Proofing/Other Deposits*	-	-		
16	Pre-Transfer Surplus/(Deficit)	(465.1)	(571.8)		
17	Statutory Budget Reserve	410.7	(410.7)		
18	Other Fund Transfers	44.0	(235.4)		
19	Post-Transfer Surplus/(Deficit)	(919.8)	74.2		
20	CBR Direct Appropriations	(1,054.7)	-		
21	Surplus/(Deficit) After Direct CBR Appropriations	134.9	74.2		
22	Total CBR Draw	(919.8)	74.2		

Reserve Balances (EOY)		
	FY21	FY22
SBR	410.7	0.0
CBR	1,009.1	1,133.8
ERA	16,340.7	14,899.0

October 1, 2021

* In FY22 there is an appropriation to transfer \$4 billion from the Permanent Fund earnings reserve account to principal.

State of Alaska Detailed Fiscal Summary--FY21 and FY22

(\$ millions)

	FY21 Budget					FY22 Enacted					Change in UGF	
	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	\$	%
REVENUE	4,853.0	1,060.3	885.6	6,388.6	13,187.5	4,731.6	936.6	794.6	5,201.8	11,664.5	(121.4)	-2.5%
1 Unrestricted General Fund Revenue (Spring 2021 Forecast) (1)	1,571.9	67.9	-	-	1,639.8	1,662.3	41.4	-	-	1,703.7		
2 POMV Payout from ERA	3,091.5	-	-	-	3,091.5	3,069.3	-	-	-	3,069.3		
3 Carryforward, Repeals, and Reappropriations (2)	189.6	73.3	8.5	193.5	464.9	-	-	-	-	-		
4 Restricted Revenue (3)	-	919.2	877.1	6,195.1	7,991.3	-	895.2	794.6	5,201.8	6,891.5		
APPROPRIATIONS												
TOTAL OPERATING APPROPRIATIONS	4,502.1	940.2	843.6	5,039.1	11,325.0	4,321.5	835.3	724.0	3,358.4	9,239.2	(180.6)	-4.0%
Agency Operations	4,016.7	809.4	766.2	4,349.4	9,941.7	3,907.5	747.6	673.1	3,304.1	8,632.3	(109.2)	-2.7%
7 Current Fiscal Year Appropriations	4,009.3	810.4	620.7	3,280.2	8,720.5	3,907.5	747.6	673.1	3,304.1	8,632.3	(101.8)	-2.5%
9 Agency Operations (Non-Formula) (9)	1,946.7	761.8	574.9	988.2	4,271.7	1,830.5	693.8	617.6	1,420.6	4,562.5	(116.2)	-6.0%
10 K-12 Foundation and Pupil Transportation (Formula)	1,260.5	-	30.3	20.8	1,311.6	1,233.7	-	31.7	20.8	1,286.3	(26.8)	-2.1%
11 Medicaid Services (Formula)	645.1	0.9	15.5	1,750.6	2,412.1	610.4	0.9	15.5	1,751.5	2,378.3	(34.7)	-5.4%
12 Other Formula Programs	157.0	47.7	-	97.8	302.5	159.4	50.2	-	100.3	309.9	2.4	1.5%
13 Revised Programs Legislatively Approved (RPLs)	-	-	-	422.7	422.7	-	-	-	-	-	-	-
14 Fiscal Notes (5)	-	-	-	-	-	73.4	2.7	8.3	10.9	95.4	-	-
15 Vetoes (non-additive)	-	-	-	-	-	(50.7)	(2.1)	(1.3)	(7.0)	(61.2)	-	-
16 Duplicated Authorization (non-additive) (4)	-	-	875.8	-	875.8	-	-	857.1	-	857.1	-	-
17 Supplemental Appropriations (Agency Operations)	7.4	(1.0)	145.5	1,069.2	1,221.2	-	-	-	-	-	(7.4)	-
Statewide Items	485.4	130.8	77.4	689.7	1,383.3	414.0	87.7	50.9	54.3	606.9	(71.4)	-14.7%
19 Current Fiscal Year Appropriations	446.3	130.8	98.6	664.0	1,339.8	414.0	87.7	50.9	54.3	606.9	(32.3)	-7.2%
20 Debt Service	100.7	0.0	39.3	5.2	145.3	96.7	30.8	39.5	5.3	172.3	(4.1)	-4.0%
21 Fund Capitalizations	-	40.7	26.4	26.9	94.0	71.1	27.6	0.3	25.7	124.8	71.1	-
22 Community Assistance	-	28.7	-	-	28.7	-	12.4	-	-	12.4	-	-
23 REAA School Fund	-	-	-	-	-	17.1	-	-	-	17.1	17.1	-
24 Oil and Gas Tax Credit Fund	-	-	-	-	-	54.0	-	-	-	54.0	-	-
25 Other Fund Capitalization	-	11.9	26.4	26.9	65.3	-	15.2	0.3	25.7	41.3	-	-
26 State Payments to Retirement Systems (9)	345.6	-	-	-	345.6	342.0	-	-	-	342.0	(3.6)	-1.0%
27 Retirement System (PERS) Legislation SB 55 (5)	-	-	-	-	-	(95.8)	-	-	-	(95.8)	-	-
28 Shared Taxes	-	36.6	32.9	-	69.5	-	29.2	11.1	23.3	63.6	-	-
29 Fiscal Notes (FY21 notes are included in MP)	-	-	-	-	-	-	-	-	-	-	-	-
30 Alaska Comprehensive Insurance Program	-	53.5	-	178.8	232.3	-	-	-	-	-	-	-
31 Revised Programs Legislatively Approved (RPLs)	-	-	-	453.1	453.1	-	-	-	-	-	-	-
32 Vetoes (non-additive)	-	-	-	-	-	(34.7)	-	-	-	(34.7)	-	-
33 Duplicated Authorization (non-additive) (4)	-	-	716.7	-	716.7	-	-	9.4	-	9.4	-	-
34 Supplemental Appropriations (Statewide Items)	39.1	(21.3)	25.7	43.6	43.6	-	-	-	-	-	-	-
35 Supplemental Appropriations	39.1	-	(21.3)	25.7	43.6	-	-	-	-	-	-	-
36 Vetoes (non-additive)	(21.3)	-	-	-	(21.3)	-	-	-	-	-	-	-
TOTAL CAPITAL APPROPRIATIONS	136.0	45.5	41.8	1,349.5	1,572.8	242.9	56.4	70.2	1,593.5	1,963.0	106.9	78.6%
Current Fiscal Year Appropriations	120.3	25.2	37.7	1,025.2	1,208.4	242.9	56.4	70.2	1,593.5	1,963.0	122.6	101.9%
39 Project Appropriations	120.3	25.2	37.4	963.3	1,166.2	242.9	56.4	70.2	1,593.5	1,963.0	122.6	-
40 Direct from the Constitutional Budget Reserve (7)	-	-	-	-	-	-	-	-	-	-	-	-
41 Revised Programs Legislatively Approved (RPLs)	-	-	0.3	41.9	42.2	-	-	-	-	-	-	-
42 Vetoes (non-additive)	(12.8)	-	-	-	(12.8)	(107.8)	(4.0)	-	(220.0)	(331.8)	-	-
43 Duplicated Authorization (non-additive) (4)	-	-	17.7	-	17.7	-	-	33.5	-	33.5	-	-
44 Supplemental Appropriations (Capital)	15.7	20.3	4.1	324.3	364.4	-	-	-	-	-	(15.7)	-100.0%
45 Capital Projects	15.7	20.3	4.1	324.3	364.4	-	-	-	-	-	(15.7)	-100.0%
46 Fund Capitalization	-	-	-	-	-	-	-	-	-	-	-	-
47 Capital Vetoes (non-additive)	-	(0.3)	-	-	(0.3)	-	-	-	-	-	-	-
48 Duplicated Authorization (non-additive) (4)	-	-	39.2	-	39.2	-	-	-	-	-	-	-
49 Money on the Street (includes all fund sources) (6)	136.0	45.5	98.6	1,349.5	1,629.6	242.9	56.4	103.8	1,593.5	1,996.5		
Pre-Permanent Fund Authorization (unduplicated)	4,638.1	985.7	885.3	6,388.6	12,897.8	4,564.4	891.7	794.3	4,951.8	11,202.2	(73.8)	-1.6%
51 Revenue less operating and capital appropriations	214.9	-	-	-	214.9	167.2	-	-	-	167.2	-	-
Permanent Fund Appropriations	680.0	67.9	-	-	747.9	739.0	41.4	-	-	780.4	59.0	8.7%
53 Permanent Fund Dividends (9)	680.0	-	-	-	680.0	739.0	-	-	-	739.0	59.0	8.7%
54 Amerada Hess Earnings to Alaska Capital Income Fund	-	67.9	-	-	67.9	-	41.4	-	-	41.4	-	-
55 Transfer to Principal from Earnings Reserve Account	-	-	-	-	-	4,000.0	-	-	-	4,000.0	-	-
56 Transfer from Earnings Reserve Account to Principal	-	-	-	-	-	(4,000.0)	-	-	-	(4,000.0)	-	-
57 Vetoes (non-additive)	-	-	-	-	-	(682.5)	-	-	-	(682.5)	(682.5)	-
Pre-Transfers Authorization (unduplicated)	5,318.1	1,053.6	885.3	6,388.6	13,645.7	5,303.4	933.1	794.3	4,951.8	11,982.6	(14.7)	-0.3%
59 Pre-Transfer Surplus/(Deficit) (8)	(465.1)	Revenue =	91.3%	of Appropriations		(571.8)	Revenue =	89.2%	of Appropriations			

State of Alaska Detailed Fiscal Summary--FY21 and FY22

(\$ millions)

	FY21 Budget					FY22 Enacted					Change in UGF	
	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	Unrestricted General Funds	Designated General Funds	Other State Funds	Federal Receipts	All Funds	\$	%
60 Fund Transfers (7)	454.7	6.7	0.2	-	461.6	(646.0)	3.5	0.3	250.0	(392.3)	(1,100.7)	
61 Current Fiscal Year Transfers	30.4	2.9	0.2	-	33.6	(646.0)	3.5	0.3	250.0	(392.3)	(676.4)	
62 AK Marine Highway System Fund	14.5	-	-	-	14.5	-	-	-	-	-	(14.5)	
63 Alaska Capital Income Fund (non-additive)	-	-	-	-	-	-	-	-	-	-	-	
64 Oil & Hazardous Substance Fund	15.6	1.9	-	-	17.5	14.3	1.9	-	-	16.2	(1.3)	-8.0%
65 Other Fund Transfers	0.4	1.0	0.2	-	1.6	0.3	1.6	0.3	-	2.1	(0.0)	
66 Statutory Budget Reserve Fund	-	-	-	-	-	(410.7)	-	-	-	(410.7)	-	
67 General Fund Deposit from American Rescue Plan Act (ARPA)	-	-	-	-	-	(250.0)	-	-	250.0	-	-	
68 Supplemental Appropriations (Fund Transfers)	424.3	3.8	-	-	428.1	-	-	-	-	-	(424.3)	
69 Alaska Capital Income Fund (non-additive)	8.1	3.8	-	-	11.9	-	-	-	-	-	(8.1)	
70 AK Marine Highway System Fund	5.5	-	-	-	5.5	-	-	-	-	-	-	
71 Statutory Budget Reserve Fund	410.7	-	-	-	410.7	-	-	-	-	-	-	
72 Post-Transfers Authorization (unduplicated)	5,772.8	1,060.3	885.6	6,388.6	14,107.3	4,657.4	936.6	794.6	5,201.8	11,590.3	(1,115.4)	-19.3%
73 Post-Transfer Surplus/(Deficit) to/(from) CBR (7) (8)	(919.8)	Revenue =	84.1%	of Appropriations		74.2	Revenue =	101.6%	of Appropriations			
74 FISCAL YEAR SUMMARY	5,772.8	1,060.3	885.6	6,388.6	14,107.3	4,657.4	936.6	794.6	5,201.8	11,590.3	(1,115.4)	-19.3%
75 Agency Operations	4,016.7	809.4	766.2	4,349.4	9,941.7	3,907.5	747.6	673.1	3,304.1	8,632.3	(109.2)	-2.7%
76 Statewide Items	485.4	130.8	77.4	689.7	1,383.3	414.0	87.7	50.9	54.3	606.9	(71.4)	-14.7%
77 Permanent Fund Appropriations	680.0	67.9	-	-	747.9	739.0	41.4	-	-	780.4	59.0	8.7%
78 Total Operating	5,182.1	1,008.1	843.6	5,039.1	12,072.9	5,060.5	876.7	724.0	3,358.4	10,019.6	(121.6)	-2.3%
79 Capital	136.0	45.5	41.8	1,349.5	1,572.8	242.9	56.4	70.2	1,593.5	1,963.0	106.9	78.6%
80 Transfers	454.7	6.7	0.2	-	461.6	(646.0)	3.5	0.3	250.0	(392.3)	(1,100.7)	

Notes:

October 1, 2021

- The Department of Revenue's Spring 2021 oil forecast for FY21 is 0.482 mbd at \$53.05 per barrel; the FY22 forecast is 0.460 mbd at \$61.00 per barrel.
- Carryforward is money that was appropriated in a prior year that is made available for spending in a later year via multi-year appropriations. Repeals increase revenue by reducing prior year authorization. Total carryforward into FY22 will be unknown until the close of FY21. Reappropriations to operating budget funds are counted as UGF revenue.
- Restricted revenue equals spending for each category. Designated general funds include 1) program receipts that are restricted to the program that generates the receipts and 2) revenue that is statutorily designated for a specific purpose. Other funds have stricter restrictions on usage, and federal funds originate from the federal government and can be used only for a particular purpose. Several appropriations for federal receipts include "open ended" authorization that allow the agencies to accept any amount of federal funds received in connection to COVID-19 response (Medicaid, Public Health Emergency Programs, Disaster Relief Fund, Unemployment Insurance, and Workforce Services). The amount of actual FY21/FY22 federal receipts for COVID-19 response may be greater than shown.
- Duplicated authorization is in the budget twice, such as when funds flow in and out of a holding account or one agency pays another for services provided. Duplicated authorization also includes the expenditure of bond proceeds when debt service on bonds will be reflected in future operating budgets.
- Retirement legislation (SB 55) changed the payroll rate for the Public Employee Retirement System (PERS) for State of Alaska employees from 22% to the annual actuarial rate, which is 30.11% for FY22. The PERS unfunded liability is financed through a combination of contributions from PERS employers of 22 percent of payroll and a state assistance payment for the remaining liability paid for by the State of Alaska. The change to the PERS statutes impacts the State of Alaska as a PERS employer by lifting the 22 percent cap on the payroll contribution for the State of Alaska only. The UGF reduction in the State Retirement Payments appropriation is estimated to be \$95.8 million. The increase to agency budgets is \$105.4 million (\$96.0 million unduplicated): \$72.9 million UGF, \$3.9 million DGF, \$8.3 million Other State Funds, and \$10.9 million federal, for a net estimated UGF reduction of \$22.9 million. All other PERS and all TRS employers' rates will remain unchanged.
- Including duplicated fund sources in the amount of capital spending provides a valuable measure of "money on the street" because it includes projects funded with bond proceeds and other duplicated fund sources.
- "Fund Transfers" refer to appropriations that move money from one fund to another within the Treasury. Although transfers are not true expenditures, they reduce the amount of money available for other purposes so must be included in the calculation of the surplus/deficit. For reserve accounts, a positive number indicates a deposit and a negative number indicates a withdrawal. When money is withdrawn and spent, the expenditure is included in the operating or capital budget, as appropriate. For example, the appropriation to transfer court filing fees from the general fund to the civil legal services fund.
- Based on language in the FY21 budget, the General Fund deficit for FY21 will be drawn from the Constitutional Budget Reserve (CBR) Fund. The FY22 Enacted budget projects a General Fund surplus.
- Direct appropriations from the Constitutional Budget Reserve (CBR) are classified as unrestricted general funds. FY21 CBR appropriations total \$1,054.7 and include: \$575.1 million agency operating appropriations, \$75 million for DHSS COVID-19 response, \$84.6 million for State Retirement appropriations, and \$320 million for permanent fund dividends.

The FY22 Conference Committee budget included appropriations from the CBR totaling \$210.6 million: \$48.6 million for School Debt Reimbursement, \$114.0 million for the Oil and Gas Tax Credit Fund, and \$48 million for Permanent Fund Dividends. The CBR appropriations did not receive the affirmative vote of three-fourths of the members of each house of the legislature required by art. IX, sec. 17(c), Constitution of the State of Alaska and are not in the FY22 Enacted budget.

The FY22 Enacted budget does not include an appropriation from the CBR for any General Fund deficit nor for the "reverse sweep" appropriation. If an appropriation has been made from the CBR, art. IX, sec. 17(d), Constitution of the State of Alaska, requires repayment from money in the general fund at the end of each succeeding fiscal year. This repayment is referred to as the "sweep" provision. A "reverse sweep" appropriation transfers the money back to the general fund (and general fund accounts and subfunds) from the CBR. The "reverse sweep" appropriation is an appropriation from the CBR and requires a vote of three-fourths of the members of each house, which did not occur for FY22. Historically, failure to enact a reverse sweep appropriation assumed that money that had been swept to the CBR would no longer be available for succeeding fiscal year appropriations. However, according to an August 25, 2021 Attorney General memorandum, the FY22 appropriations from funds swept June 30, 2021 into the CBR may be considered obligated. On August 25, 2021, Governor Dunleavy directed the Office of Management and Budget and the Division of Finance to effectuate FY22 appropriations enacted in HB69.

As of June 30, 2020, appropriations from the CBR subject to repayment totaled \$10.6 billion. The FY21 CBR borrowing and total CBR repayment liability will be known when the FY21 Annual Report is released, scheduled for December after the June 30 close of the fiscal year.

CBR Direct Appropriations	FY21
Agency Operations	575.1
DHSS Public Health Emergency COVID-19 Response	75.0
State Retirement System	84.6
Permanent Fund Dividends	320.0
Total CBR Direct Appropriations	1,054.7

Projected Fund Balances -- FY21 and FY22

(\$ millions)

	FY21				FY22			
	BoY Balance	In	Out	EoY Balance	BoY Balance	In	Out/ (Deposit)	EoY Balance
Total Budget Reserves and Designated Funds	2,856.9	1,275.3	1,038.3	3,093.8	3,093.8	193.4	916.7	2,370.6
Undesignated Reserves	1,380.8	960.6	920.6	1,420.9	1,420.9	50.5	336.5	1,134.9
Constitutional Budget Reserve Fund*	1,378.9	550.0	919.8	1,009.1	1,009.1	50.5	(74.2)	1,133.8
Statutory Budget Reserve Fund	0.0	410.7	-	410.7	410.7	-	410.7	0.0
Alaska Housing Capital Corporation Fund	1.9	-	0.8	1.1	1.1	-	-	1.1
Select Designated Funds	1,476.0	314.7	117.7	1,672.9	1,672.9	142.9	580.2	1,235.7
Alaska Capital Income Fund	(5.9)	62.0	17.4	38.6	38.6	31.0	69.6	0.0
Alaska Higher Education Investment Fund	343.8	93.7	21.0	416.4	416.4	25.1	441.5	0.0
Community Assistance Fund	60.0	28.7	20.0	68.7	68.7	12.4	22.9	58.2
Power Cost Equalization Endowment	1,078.2	130.3	59.3	1,149.2	1,149.2	74.4	46.2	1,177.4
Unrestricted General Fund Appropriations				5,318.1				5,303.4
Reserves Ratio (Undesignated Reserves / Pre-Transfer Budget)				27%				21%
Pre-Transfer Deficit				(465.1)				(571.8)
Years of Deficit Coverage (Undesignated Reserves / Pre-Transfer Deficit)				3.05				1.98
Permanent Fund **								
Permanent Fund Principal - Realized (no appropriations allowed)	46,618.8	319.6	0.0	46,938.4	46,938.4	4,340.0	0.0	51,278.0
Permanent Fund Earnings Reserve Account - Realized	11,468.8	8,013.5	3,141.6	16,340.7	16,340.7	5,658.6	7,100.3	14,899.0
Permanent Fund -- Unrealized Gain (Loss)	7,213.6	11,404.1	0.0	18,617.7	18,617.7	(1,157.7)	0.0	17,460.0
TOTAL PERMANENT FUND	65,301.2	19,737.2	3,141.6	81,896.8	81,896.8	8,840.9	7,100.3	83,637.0

* The FY21 Constitutional budget reserve (CBR) end of year (EoY) balance includes an estimated \$432.7 million transfer (sweep) to the CBR from the general fund and general fund subfunds and accounts on June 30, 2021 per Alaska Constitution art. IX, sec. 17(d). The actual amount transferred will be known after the FY21 Annual Report is released, historically in December of the succeeding fiscal year. Some investments may be liquidated in FY22 to pay the FY21 CBR sweep liability.

**Alaska Permanent Fund Corporation (APFC) projection for FY21 and FY22 as of August 31, 2021.

October 1, 2021