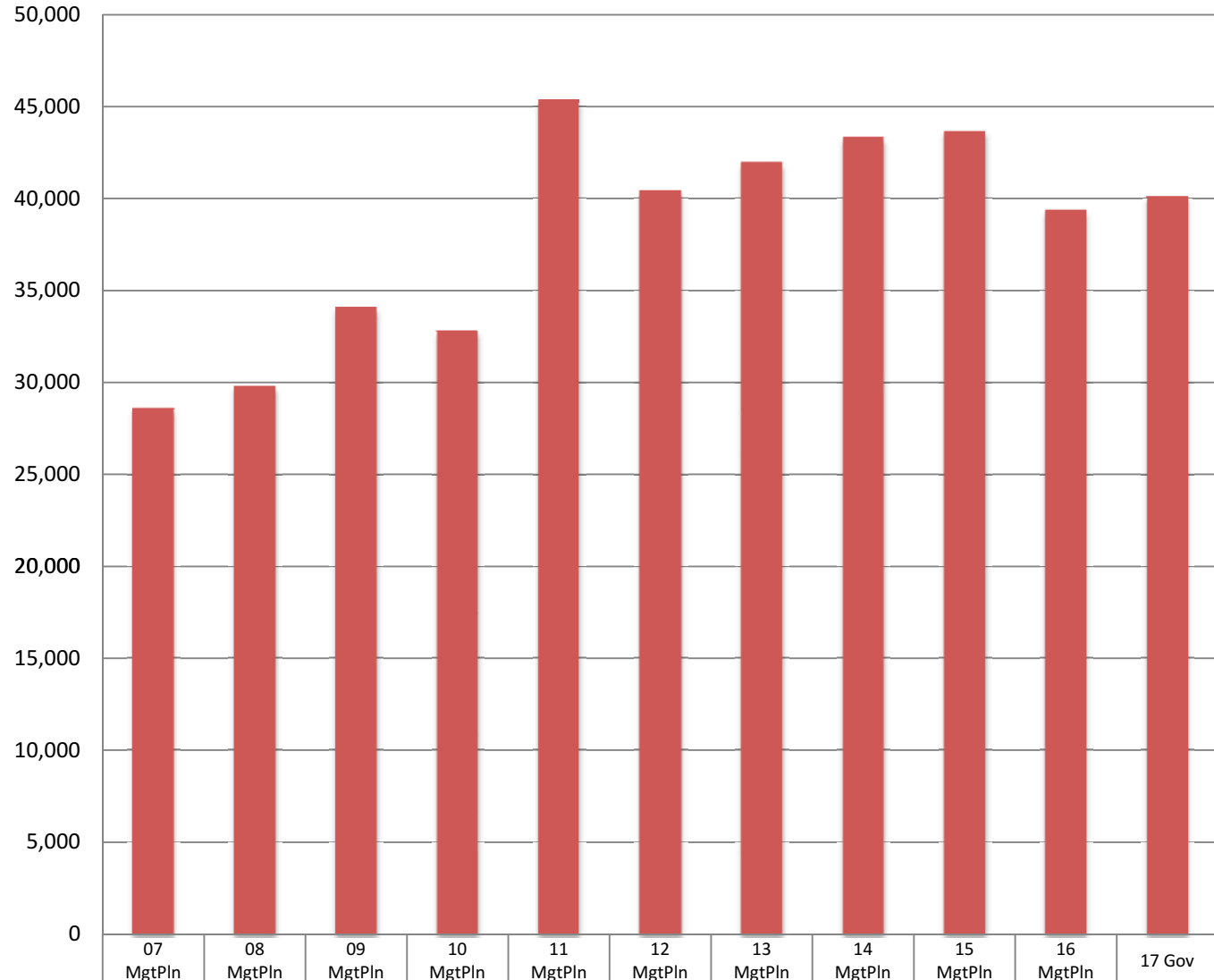


**Department of Revenue Share of Total Agency Operations
(GF Only)
(\$ Thousands)**



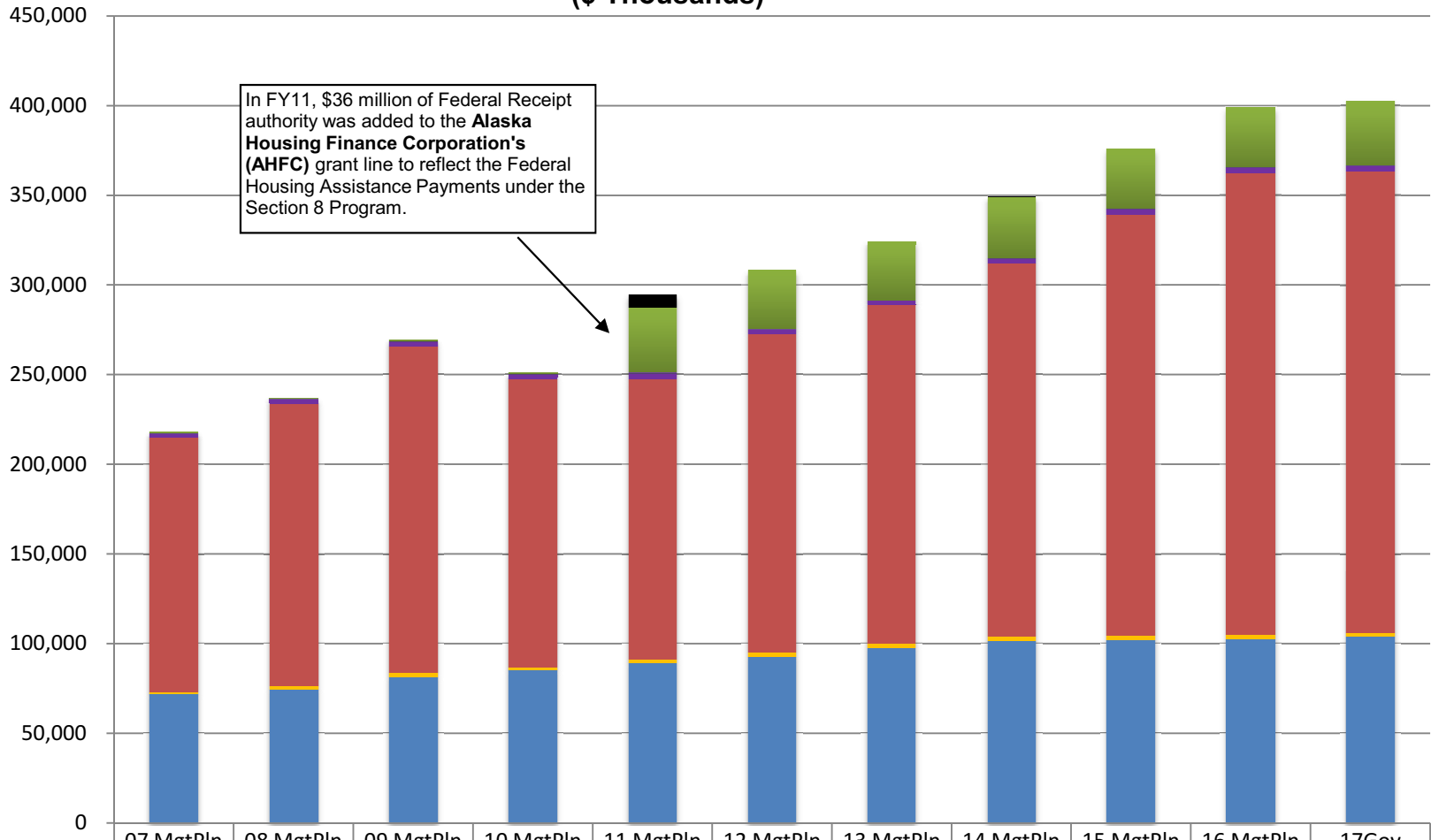
The department's GF budget grew by \$11.5 million between FY07 and FY17 Governor's Request - an average annual growth rate of 3.4%.

This equates to \$120 per resident worker.*

■ Total Agency Budget (GF Only)	28,582.8	29,771.5	34,052.6	32,776.4	45,346.9	40,398.8	41,924.3	43,274.2	43,638.6	39,352.4	40,080.1
% of Agency Budget to Total Agencies' budgets	0.80%	0.81%	0.83%	0.80%	1.03%	0.85%	0.83%	0.85%	0.83%	0.80%	0.83%

* Per the most recent available workforce data from the Department of Labor, there were 333,174 resident workers in Alaska in 2013.

Department of Revenue Line Items (All Funds) (\$ Thousands)



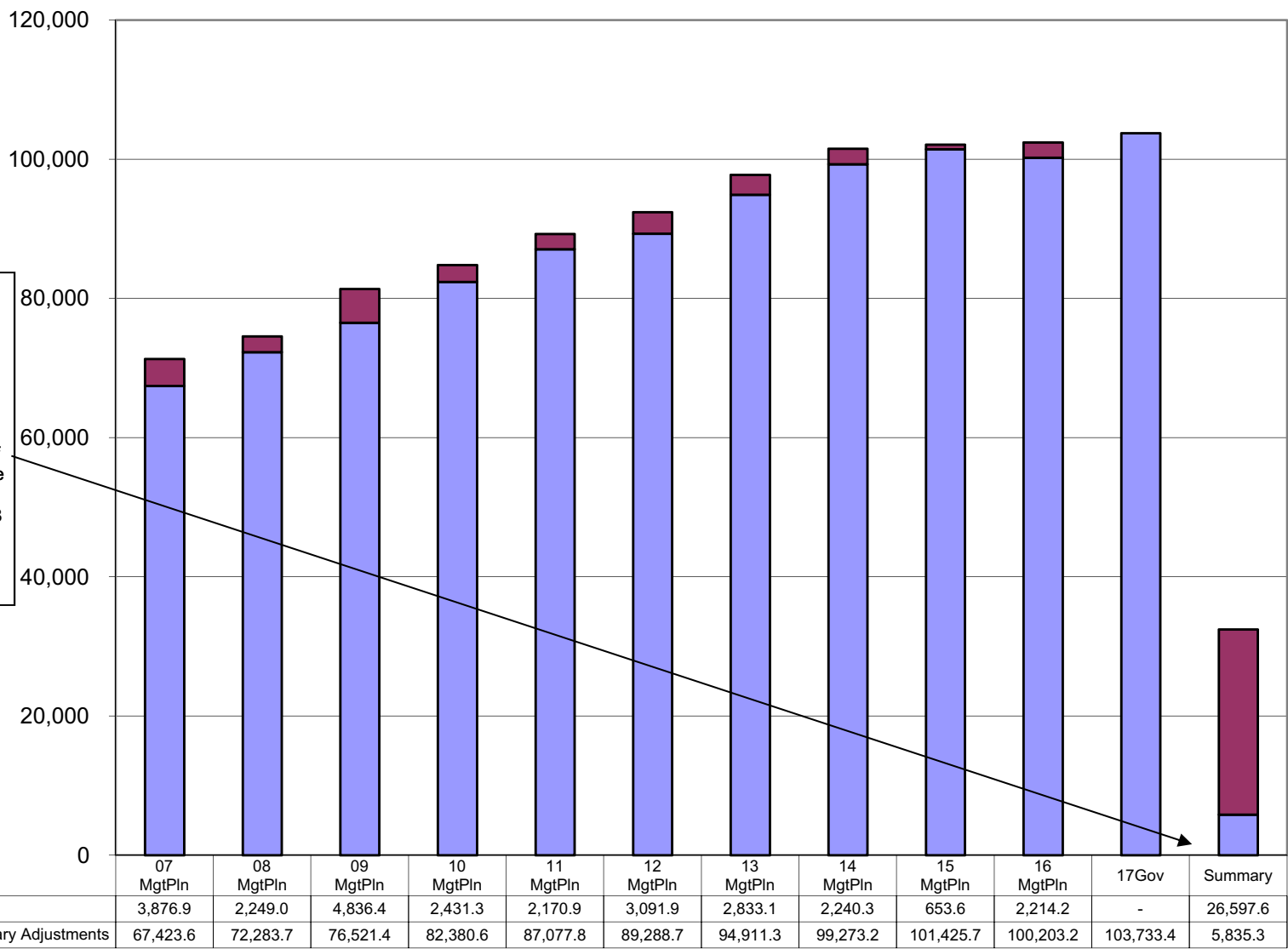
In FY11, \$36 million of Federal Receipt authority was added to the **Alaska Housing Finance Corporation's (AHFC)** grant line to reflect the Federal Housing Assistance Payments under the Section 8 Program.

	07 MgtPln	08 MgtPln	09 MgtPln	10 MgtPln	11 MgtPln	12 MgtPln	13 MgtPln	14 MgtPln	15 MgtPln	16 MgtPln	17Gov
■ Miscellaneous	-	-	-	-	7,216.4	-	-	350.0	-	-	-
■ Grants, Benefits	830.0	830.0	930.0	885.0	36,830.0	32,800.0	32,800.0	33,800.0	33,800.0	33,800.0	35,800.0
■ Capital Outlay	392.3	400.3	407.4	489.8	495.5	331.0	396.0	455.0	446.0	468.0	556.0
■ Commodities	2,648.1	2,386.2	2,611.5	2,502.0	2,564.7	2,548.5	2,579.9	2,824.7	2,739.5	2,702.5	2,733.5
■ Services	141,408.1	157,183.7	182,455.3	160,407.4	156,441.0	177,849.1	188,661.9	208,040.9	234,770.2	257,648.4	257,454.2
■ Travel	1,577.8	1,618.1	1,891.2	2,046.9	2,007.8	2,170.3	2,210.5	2,330.8	2,215.9	2,256.8	2,286.8
■ Personal Services	71,300.5	74,532.7	81,357.8	84,811.9	89,248.7	92,380.6	97,744.4	101,513.5	102,079.3	102,417.4	103,733.4

Department of Revenue
Salary Adjustment Increases and Personal Services Costs
 (All Funds)
 (\$ Thousands)

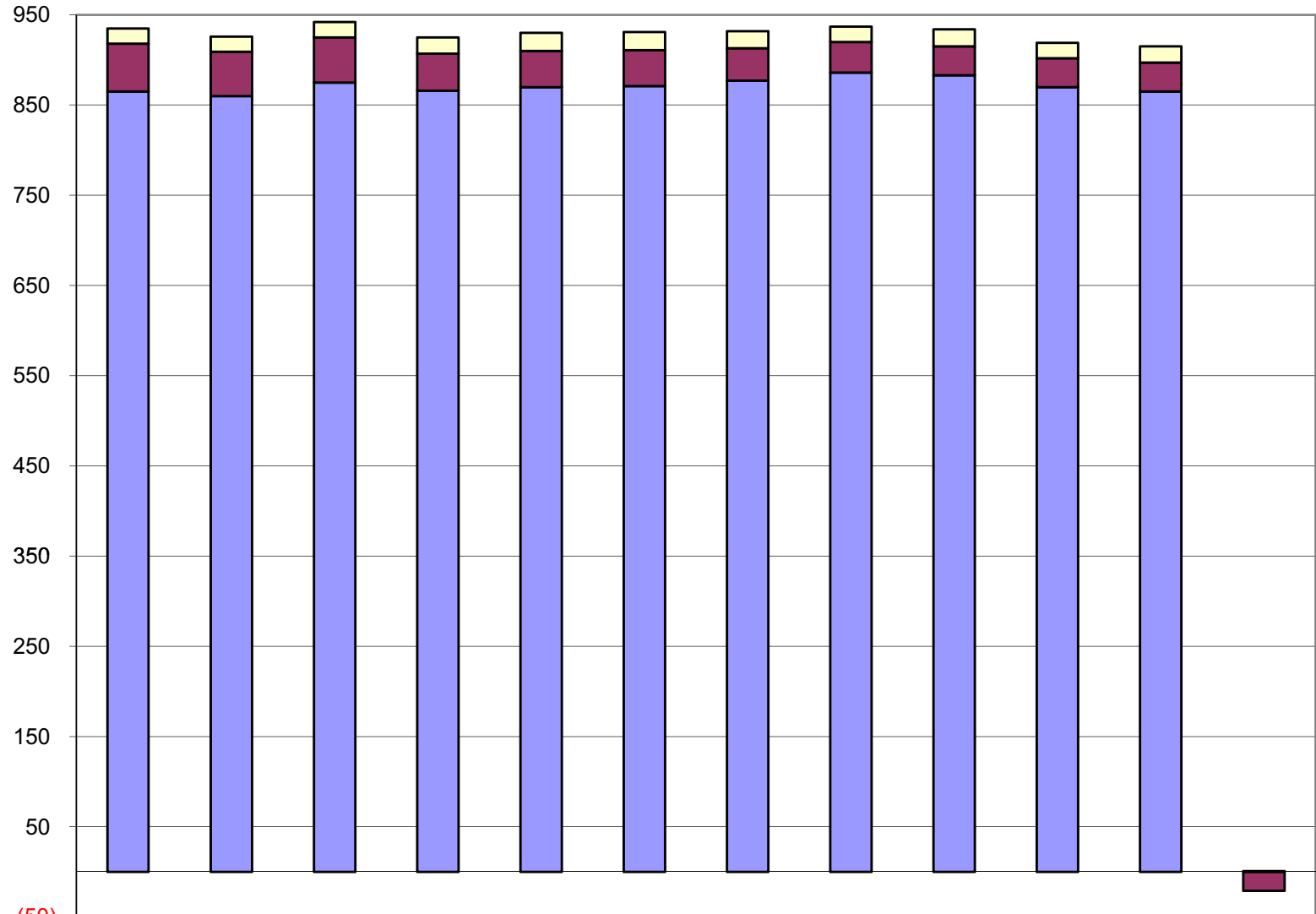
Personal Services increased by \$32.4 million from FY07 to FY17 Governor's Request -- an increase of 46%.

Summary*
 The change consists of a \$26.6 million increase for contractual salary adjustments and a \$5.8 million increase in non-contractual personal services costs.



* Changes in the personal services line from FY07 to FY17 Governor's Request are segregated into two parts: (1) base increases (primarily due to contractual negotiations) and (2) other personal services increases such as transfers between line items or increases from new positions. The final column sums the two types of changes during the period.

Department of Revenue Budgeted Positions



(50)

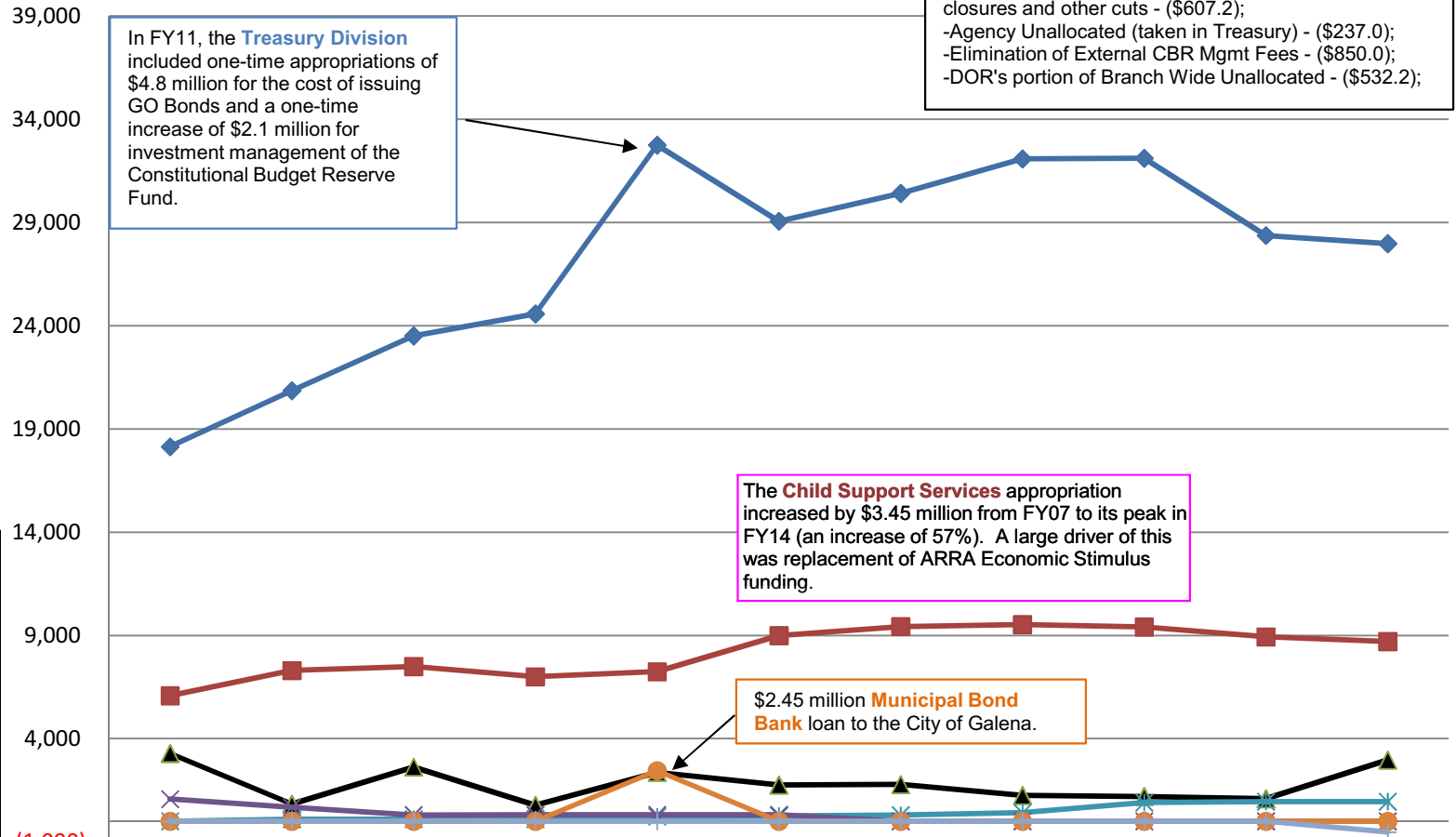
	07 MgtPln	08 MgtPln	09 MgtPln	10 MgtPln	11 MgtPln	12 MgtPln	13 MgtPln	14 MgtPln	15 MgtPln	16 MgtPln	17 Gov	07 to FY17 Gov
Temporary	17	17	17	18	20	20	19	17	19	17	18	1
Perm Part Time	53	49	50	41	40	40	36	34	32	32	32	(21)
Perm Full Time	865	860	875	866	870	871	877	886	883	870	865	0

The **Taxation and Treasury** appropriation increased \$14 million from FY07 to its peak in FY15 (an increase of 77%). The FY16 budget was reduced \$3.7 million and the Governor's FY17 Request reduces the appropriation another \$398.9.

Excluding the spike in FY11, big changes include:
 FY08 Tax Auditor Salary Increase- \$490.0;
 FY08 Petroleum Profits Tax Implementation - \$1.4 million;
 FY08 Cruise Ship Tax Implementation- \$626.0;
 FY09/10 Audit Masters Positions- \$800.0;
 FY11 Commercial Analysts Positions- \$400.0;
 FY11 CBR Mgmt Fees Changed to GF -\$2.1 million; FY12-14 Additional CBR Mgmt Fees \$1.1 million;
 FY14 Audit Master/O&G Auditor-\$279.0;
 FY14 Film Office Positions-\$198.0;
 FY15 SB138 (Gas Pipeline) and HB306 (Indirect Costs Report)-\$1.2

The **Commissioner's Office within the Administration and Support** appropriation has received over the years various one-time appropriations for oil and gasline development. Along with appropriations to the Natural Gas Commercialization allocation, the appropriation has fluctuated quite a bit. The Governor's FY17 budget includes a \$1.7 million increment for bonding fees associated with issuing debt for the state's interest in the FEED portion of AKLNG.

Appropriations within the Department of Revenue (GF Only) (\$ Thousands)

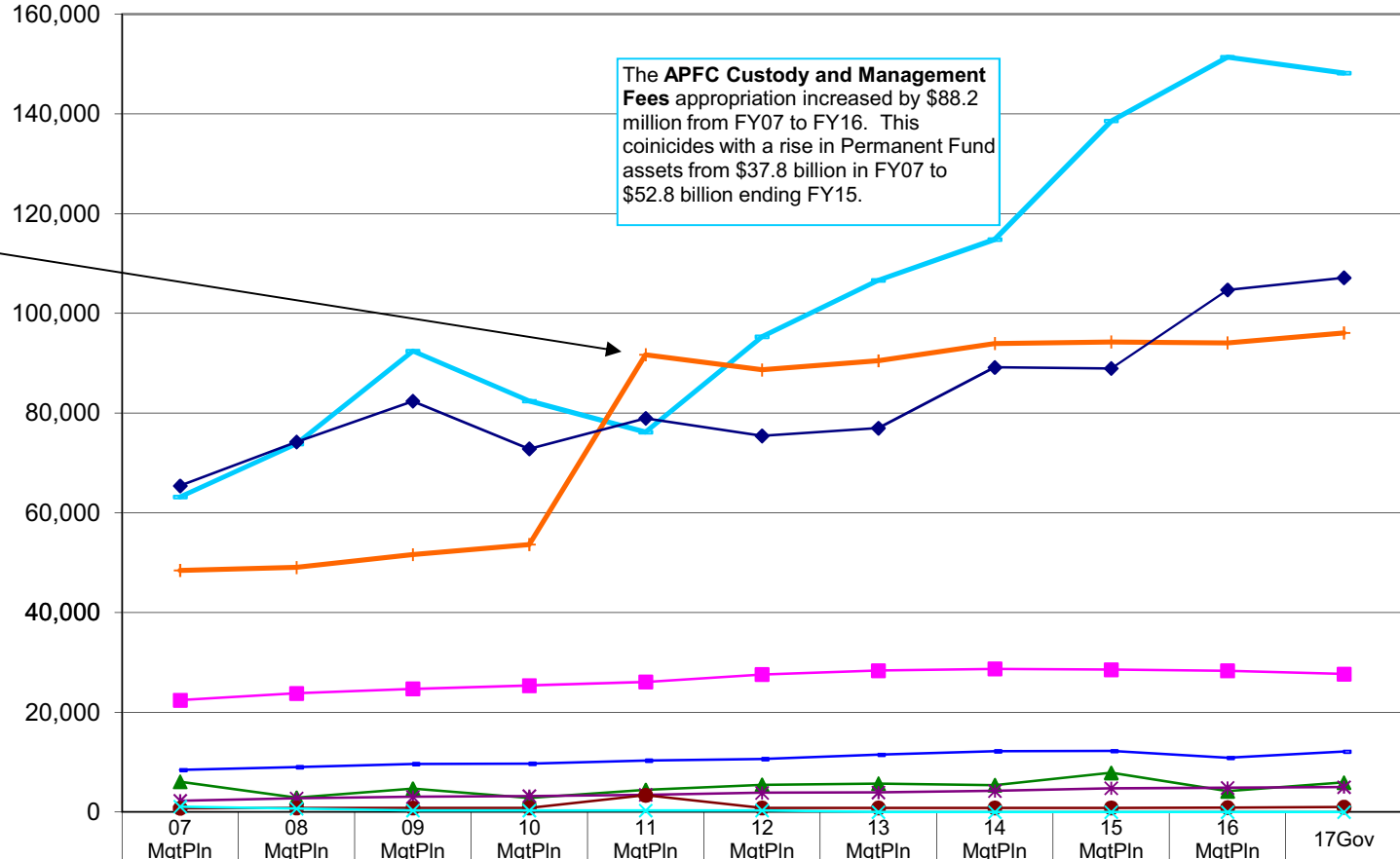


	07 MgtPln	08 MgtPln	09 MgtPln	10 MgtPln	11 MgtPln	12 MgtPln	13 MgtPln	14 MgtPln	15 MgtPln	16 MgtPln	17 Gov
◆ Taxation and Treasury	18,141.0	20,861.3	23,513.7	24,575.9	32,751.5	29,064.9	30,411.7	32,081.1	32,116.2	28,373.2	27,974.3
■ Child Support Services	6,078.2	7,300.4	7,497.5	7,000.1	7,243.0	8,989.8	9,432.4	9,528.4	9,407.7	8,931.7	8,709.0
▲ Administration and Support	3,290.0	828.8	2,629.1	778.2	2,369.6	1,758.3	1,781.4	1,253.8	1,203.2	1,093.3	2,968.1
✧ Mental Health Trust Authority	-	103.4	107.0	110.1	220.9	265.9	298.8	410.9	911.5	954.2	954.2
✕ Natural Gas Development Authority	1,073.6	677.6	305.3	312.1	311.9	319.9	-	-	-	-	-
● Municipal Bond Bank Authority	-	-	-	-	2,450.0	-	-	-	-	-	-
— Agency Unallocated Appropriation	-	-	-	-	-	-	-	-	-	-	(525.5)

Appropriations within the Department of Revenue (All Funds) (\$ Thousands)

From FY10 to FY11 **AHFC's** authorization increased by \$38.1 million. \$36 million in Federal Receipt authority was added to the budget to reflect Federal Housing Assistance Payments under the Section 8 Program in the budget.

The **APFC Custody and Management Fees** appropriation increased by \$88.2 million from FY07 to FY16. This coincides with a rise in Permanent Fund assets from \$37.8 billion in FY07 to \$52.8 billion ending FY15.



	07	08	09	10	11	12	13	14	15	16	17Gov
Alaska Permanent Fund Corporation Custody and Management Fees	63,200.0	73,800.0	92,415.0	82,415.0	76,175.0	95,300.0	106,600.0	114,800.0	138,575.0	151,391.0	148,191.0
Alaska Housing Finance Corporation	48,455.4	49,038.3	51,628.5	53,646.2	91,701.8	88,656.0	90,483.8	93,963.5	94,256.3	94,075.7	96,075.7
Taxation and Treasury	65,419.7	74,200.5	82,392.1	72,831.2	78,948.2	75,432.9	76,985.1	89,154.2	88,953.9	104,694.3	107,126.0
Child Support Services	22,440.1	23,795.3	24,700.0	25,370.8	26,092.6	27,574.9	28,361.8	28,711.9	28,542.1	28,321.0	27,666.0
Alaska Permanent Fund Corporation	8,427.0	8,993.2	9,648.1	9,707.1	10,307.7	10,639.0	11,486.1	12,195.2	12,231.9	10,863.8	12,109.8
Administration and Support	6,090.4	2,879.8	4,695.1	2,824.3	4,445.0	5,463.8	5,715.0	5,414.7	7,862.4	4,192.8	5,917.6
Alaska Mental Health Trust Authority	2,274.9	2,740.4	3,043.1	3,208.2	3,460.5	3,859.0	3,922.4	4,230.2	4,783.5	4,854.8	4,998.6
Alaska Municipal Bond Bank Authority	775.7	825.9	826.0	828.1	3,361.4	834.0	838.5	845.2	845.8	899.7	1,004.7
Alaska Natural Gas Development Authority	1,073.6	677.6	305.3	312.1	311.9	319.9	-	-	-	-	-

Department of Revenue Allocations within the Taxation and Treasury Appropriation (GF Only) (\$ Thousands)

The **Tax Division** increased by \$4.7 million from FY07 to its peak in FY15 -- an increase of 50%.

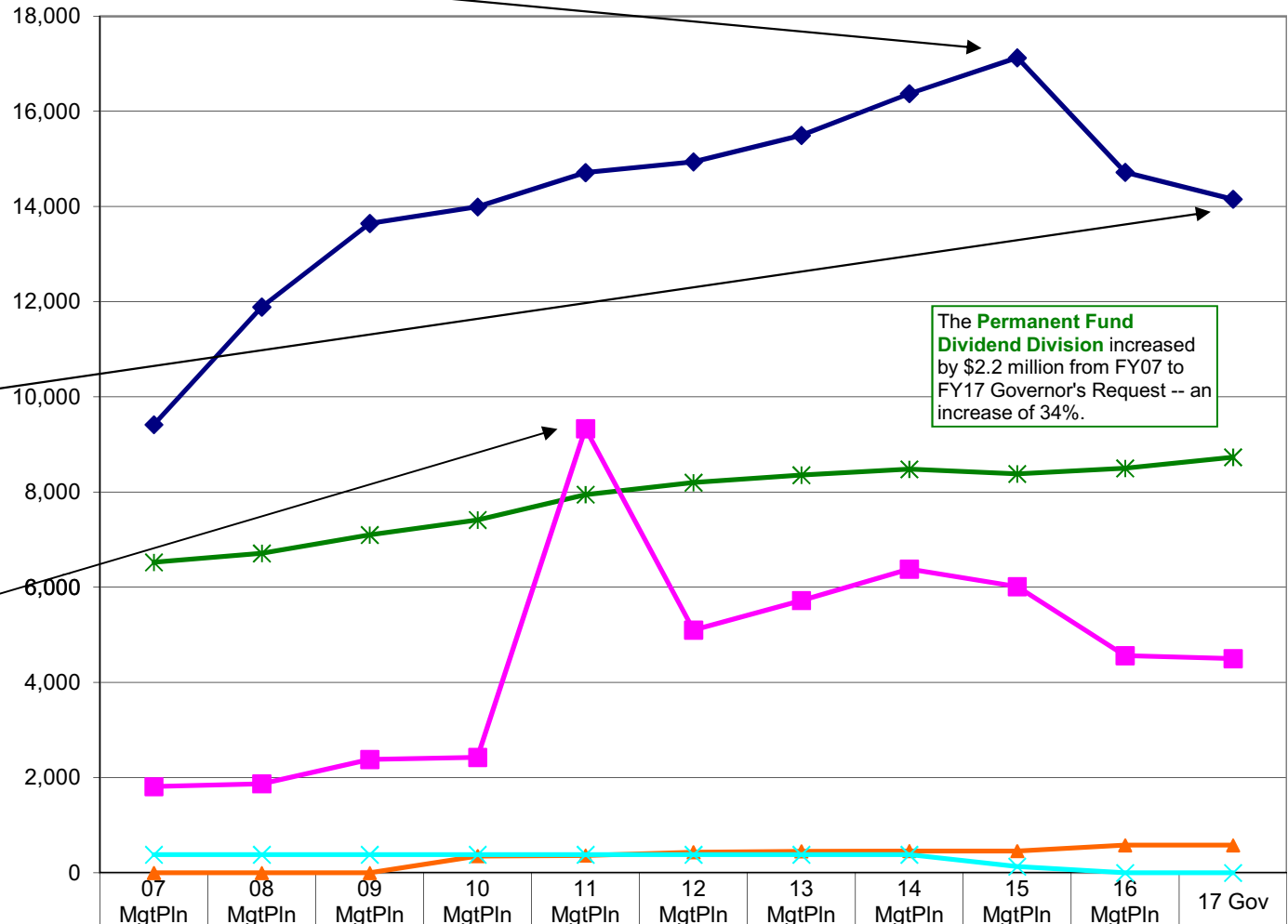
Budget increases included:
 FY08 Tax Auditor Salary Increase-\$490.0;
 FY08 Petroleum Profits Tax Implementation - \$1.4 million;
 FY08 Cruise Ship Tax Implementation-\$626.0;
 FY09/10 Audit Masters Positions-\$800.0;
 FY11 Commercial Analysts Positions-\$400.0;
 FY14 Audit Master/O&G Auditor-\$279.0;
 FY14 Film Office Positions-\$198.0;
 FY15 SB138 (Gas Pipeline) and HB306 (Indirect Costs Report)-\$1.2 million

The **FY16 budget** was reduced \$2.4 million (16%) and the **FY17 Governor's Request** is reduced another \$567.0 (4%).

The **Treasury Division** increased by \$2.7 million from FY07 to FY17 Governor's Request -- an increase of 148%.

In FY11, the **Treasury Division** included a one-time increase of \$4.8 million for the cost to issue GO Bonds (HB 424) and a one-time increase of \$2.1 million for investment management of the Constitutional Budget Reserve (CBR) Fund. From FY12-14 an additional \$1.1 million for CBR management fees was added to the budget.

The **Permanent Fund Dividend Division** increased by \$2.2 million from FY07 to FY17 Governor's Request -- an increase of 34%.

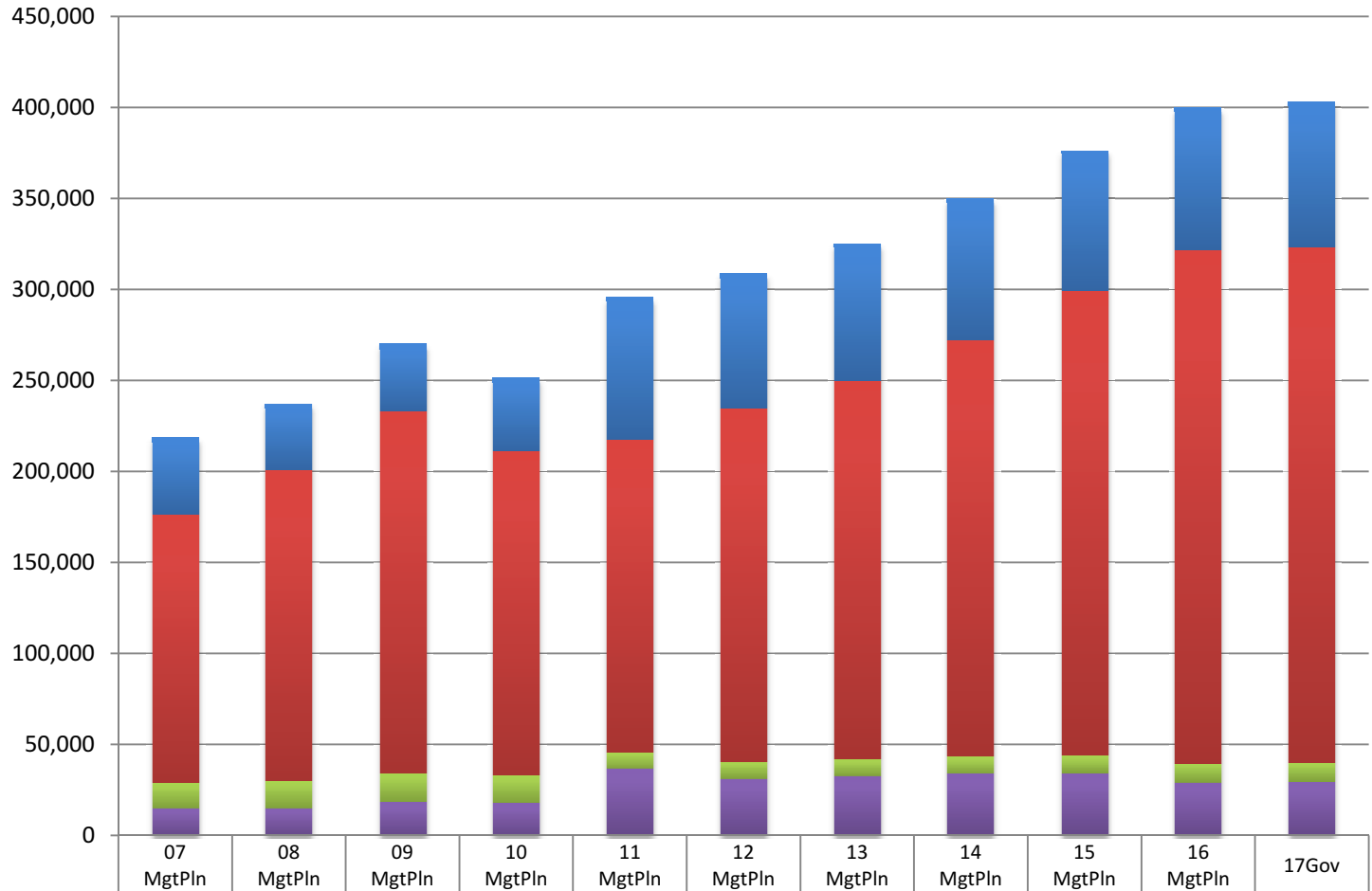


◆ Tax Division	9,418.9	11,890.4	13,646.7	13,994.2	14,716.5	14,942.6	15,494.9	16,374.9	17,126.4	14,723.0	14,156.0
✱ Permanent Fund Dividend Division	6,526.7	6,714.9	7,101.0	7,416.1	7,949.8	8,200.5	8,358.1	8,481.5	8,383.8	8,501.4	8,734.2
■ Treasury Division	1,813.0	1,873.6	2,383.6	2,427.9	9,335.3	5,104.4	5,723.5	6,383.6	6,014.7	4,567.1	4,502.4
▲ Unclaimed Property	-	-	-	355.2	368.3	435.8	453.6	459.5	459.1	581.7	581.7
✕ Alaska Retirement Management Board	382.4	382.4	382.4	382.5	381.6	381.6	381.6	381.6	132.2	-	-

**Department of Revenue
Total Funding Comparison by Fund Group
(All Funds)
(\$ Thousands)**

Between FY07 & FY17
Governor's Request:

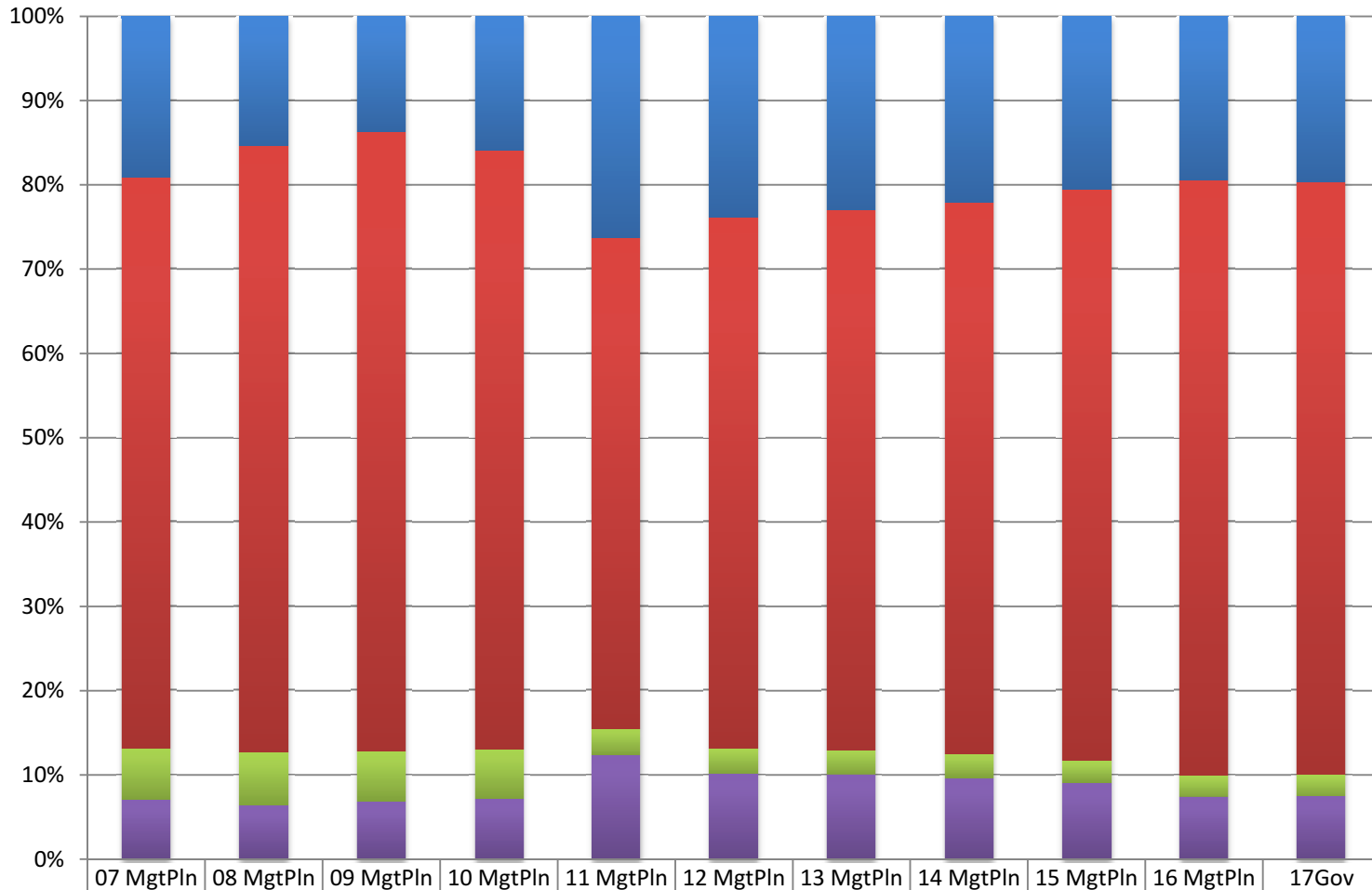
- UGF increased by \$14.3 million (95%)
- DGF *decreased* by \$2.8 million (-21%)
- Other funds increased by \$135.1 million (92%)
- Federal Funds increased by \$37.8 million (90%)



	07 MgtPln	08 MgtPln	09 MgtPln	10 MgtPln	11 MgtPln	12 MgtPln	13 MgtPln	14 MgtPln	15 MgtPln	16 MgtPln	17Gov
■ Federal Receipts (Fed)	41,912.8	36,479.4	37,214.4	40,349.1	77,748.5	73,935.2	74,884.2	77,542.3	77,584.4	78,130.6	79,698.3
■ Other State Funds (Other)	147,661.2	170,700.1	198,386.2	178,017.5	171,708.7	193,745.5	207,584.2	228,498.4	254,827.9	281,810.1	282,785.5
■ Designated General (DGF)	13,460.5	14,923.1	15,721.6	14,957.6	9,074.7	9,356.5	9,615.1	9,838.1	9,807.2	10,369.4	10,619.9
■ Unrestricted General (UGF)	15,122.3	14,848.4	18,331.0	17,818.8	36,272.2	31,042.3	32,309.2	33,436.1	33,831.4	28,983.0	29,460.2

Department of Revenue
Percent of the Total Department's Budget by Fund Group
(All Funds)
(\$ Thousands)

The percentage of general funds (UGF & DGF) in the department's budget was 13% in FY07 and is 10% in the FY17 Governor's Request.



	07 MgtPln	08 MgtPln	09 MgtPln	10 MgtPln	11 MgtPln	12 MgtPln	13 MgtPln	14 MgtPln	15 MgtPln	16 MgtPln	17Gov
Federal Receipts (Fed)	41,912.8	36,479.4	37,214.4	40,349.1	77,748.5	73,935.2	74,884.2	77,542.3	77,584.4	78,130.6	79,698.3
Other State Funds (Other)	147,661.2	170,700.1	198,386.2	178,017.5	171,708.7	193,745.5	207,584.2	228,498.4	254,827.9	281,810.1	282,785.5
Designated General (DGF)	13,460.5	14,923.1	15,721.6	14,957.6	9,074.7	9,356.5	9,615.1	9,838.1	9,807.2	10,369.4	10,619.9
Unrestricted General (UGF)	15,122.3	14,848.4	18,331.0	17,818.8	36,272.2	31,042.3	32,309.2	33,436.1	33,831.4	28,983.0	29,460.2