

**2013 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and Gov Amd**

Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Administration & Support Services													
Commissioner's Office													
Restore Marketing of Statewide Resource Development Initiatives	Gov Amd	IncM	50.0	0.0	10.0	40.0	0.0	0.0	0.0	0.0	0	0	0

Continuation funding is requested for a one-time item to support the marketing of statewide resource development initiatives.

The department is using the FY2013 funds for key initiatives to support natural resource development in Alaska. The primary focus of spending so far in the fiscal year has supported the administration's initiatives to 1.) commercialize the North Slope's world-class gas reserves, 2.) reverse the declining flow of oil through Trans-Alaska Pipeline System, and 3.) foster development of a strategic and critical minerals sector.

Examples include:

1.) Support for speaking engagements and extensive meetings in Japan and South Korea with representatives of major utilities, suppliers, and other potential Asian investors. The primary focus of these meetings was to explain the comparative advantages of Alaska LNG exports, with respect to other competing LNG projects around the world. Speaking engagements included: the DNR Commissioner's presentation at the LNG Producer-Consumer Conference in Tokyo, a global conference at which government ministers, LNG producers and consumers discussed LNG issues and projects around the world

the Commissioner's presentation on Alaska gas and mineral opportunities at a reception hosted for Alaska by the U.S. Embassy in Tokyo. This event was attended by more than 70 business and government leaders.

During the Japan-South Korea trip, the state's message reached more than 1,000 company and government officials and resulted in multiple Asian companies arranging follow-up trips to Alaska to further explore opportunities to invest in Alaska.

2.) Advertising and securing of significant editorial space in the world's largest energy magazine (Oil and Gas Journal) to attract investment in Alaska's world-class hydrocarbon potential. The magazine's special report on Alaska will reach more than 300,000 readers worldwide in December. This special report will also be circulated at industry events in the Lower 48 and Asia. The report will educate potential investors on Alaska's future LNG prospects, the state's efforts to reverse the declining flow of oil through TAPS, and the opportunities for companies to invest in the state's enormous, untapped hydrocarbon resources.

3.) support for the 2013 Strategic and Critical Minerals Summit, which brings potential investors, explorers, landowners and others together in a one-day meeting to advance the development of a strategic and critical minerals sector. The 2011 summit was a sold-out event with more than 200 attendees, including potential investors, and resulted in significant, positive national news coverage of Alaska's strategic and critical minerals potential. The summit also provided extensive networking opportunities to facilitate private-sector investment.

In FY2014, funding will likely be used to support the next phases of oil, gas and mineral development in Alaska, and as needed, to support other administration priorities for resource development. These could include marketing to support increased demand for Alaska agricultural and timber products.

1004 Gen Fund (UGF) 50.0

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Administration & Support Services (continued)													
Commissioner's Office (continued)													
Department of Administration Core Services Rates	Gov Amd	Inc	13.4	13.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			13.4										
Cost Allocation to Comply with Vacancy Factor Guidelines	Gov Amd	Inc	165.8	165.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The cost allocation of the Commissioner's Office is being adjusted to comply with vacancy factor guidelines.</i>													
1007 I/A Rcpts (Other)			165.8										
* Allocation Difference *			229.2	179.2	10.0	40.0	0.0	0.0	0.0	0.0	0	0	0
Gas Pipeline Project Office													
Restore Gas Pipeline Project Office Staff and Operations	Gov Amd	IncM	1,290.0	847.5	219.1	213.4	10.0	0.0	0.0	0.0	0	0	0
<i>The purpose of the Gas Pipeline Project Office (GPPO) is to support and facilitate the permitting process for the Alaska Pipeline Project. The GPPO is also tasked with monitoring of compliance under the Alaska Gasline Inducement Act (AGIA) license, takes part in driving and coordinating fiscals negotiations, as well as facilitation of the complex permitting process through construction. As the work progresses through the various phases of the project the GPPO will coordinate action by multiple State agencies to accelerate the permitting process and avoid costly, unnecessary project timeline delays. This office requires funding to cover staff and operation costs associated with fulfilling the State's responsibilities per the terms of the license agreement with TransCanada Alaska, while also maintaining a high level of technical understanding and project support which is essential for success.</i>													
1004 Gen Fund (UGF)			1,290.0										
Restore Gas Pipeline Project Office Contractors and Consultants	Gov Amd	IncM	1,150.0	0.0	0.0	1,150.0	0.0	0.0	0.0	0.0	0	0	0
<i>Through the permitting and construction phases of the project this funding will continue to be utilized to cover costs associated with fulfilling the State's responsibilities per the terms of the license agreement with TransCanada Alaska. Maintaining the State's current level of technical understanding and project support is essential to success in bringing Alaska's natural gas to market. Retaining outside experts and consultants remains crucial for continued gas pipeline analysis including acquisition of baseline data, pipeline engineering (practices and analysis) and design, gas treatment plant design, LNG engineering and operation, cost overruns, enforcement, remedies, and off-ramps for the licensee and state as well as technical licensee reimbursements audit support. Consultants will also provide expertise regarding federal project support including federal loan guarantees and the effects of environmental regulation.</i>													
1004 Gen Fund (UGF)			1,150.0										
Department of Administration Core Services Rates	Gov Amd	Inc	3.7	3.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014.</i>													

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Administration & Support Services (continued)													
Gas Pipeline Project Office (continued)													
Department of Administration Core Services													
Rates (continued)													
<i>Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			3.7										
* Allocation Difference *			2,443.7	851.2	219.1	1,363.4	10.0	0.0	0.0	0.0	0	0	0
State Pipeline Coordinator's Office													
Operating and Facility Costs of State Pipeline Coordinator's Office	Gov Amd	Inc	85.0	0.0	0.0	65.0	20.0	0.0	0.0	0.0	0	0	0
<i>Additional general fund program receipts (GFPR) are needed to support operational costs previously funded through federal receipts under the now expired Joint Pipeline Office Cooperative Agreement. The excess federal receipt authorization will be deleted; this change record reflects funding for the remaining operational costs that must be absorbed by the state such as lease and equipment costs. The State Pipeline Coordinator's Office (SPCO) will utilize GFPR funds generated from pipeline right-of-way fees. Fees are not being changed, the SPCO annually collects approximately \$3,500.0 more in receipts than they are authorized to expend. Without this additional funding the SPCO would not be able to maintain current services necessary to support operations.</i>													
1005 GF/Prgm (DGF)			85.0										
Multi-Agency Reimbursement for Pipeline Permitting, Construction Oversight and Operational Monitoring	Gov Amd	Inc	200.0	0.0	0.0	200.0	0.0	0.0	0.0	0.0	0	0	0
<i>To support the State Pipeline Coordinator's Office (SPCO) coordination of state participation in anticipated pipeline projects authorized under AS 38.35 the SPCO will need increased statutory designated program receipt authority. Under AS 38.35 the applicant is required to reimburse the state for all work efforts related to preparation of a lease and oversight of construction and operations of pipeline project activities.</i>													
1108 Stat Desig (Other)			200.0										
Delete Uncollectible Federal Receipts	Gov Amd	Dec	-276.7	0.0	0.0	-276.7	0.0	0.0	0.0	0.0	0	0	0
<i>The State Pipeline Coordinators Office (SPCO) can no longer collect federal receipt funding from the Bureau of Land Management (BLM) that was previously used to pay some operational costs. BLM and SPCO are no longer co-located and the Joint Pipeline Office Cooperative agreement has expired.</i>													
1002 Fed Rcpts (Fed)			-276.7										
* Allocation Difference *			8.3	0.0	0.0	-11.7	20.0	0.0	0.0	0.0	0	0	0
Office of Project Management & Permitting													
Department of Administration Core Services	Gov Amd	Inc	6.3	6.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Rates													
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													

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Administration & Support Services (continued)													
Office of Project Management & Permitting (continued)													
Department of Administration Core Services													
Rates (continued)													
1004 Gen Fund (UGF)			6.3										
Permitting Coordination Projects	Gov Amd	Inc	1,000.0	0.0	0.0	1,000.0	0.0	0.0	0.0	0.0	0	0	0
<i>Office of Project Management and Permitting (OPMP) has a growing number of new and existing projects being coordinated through the office. This increment will allow OPMP to coordinate additional permitting activities and contracting services of large development projects, including oil and gas permitting projects. New or increased project coordination is anticipated with Kiska Metals, Zazu Metals, Repsol, and Apache.</i>													
1108 Stat Desig (Other)			1,000.0										
Anticipated Projects Expansion, including	Gov Amd	Inc	285.0	285.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Susitna-Watana, Foothills West, and Tongass													
<i>The Office of Project Management and Permitting (OPMP) receives capital funding from various state agencies (e.g., Alaska Energy Authority, Department of Transportation and Public Facilities, and the Alaska Railroad Corporation via Reimbursable Services Agreements (RSA) to coordinate permitting process of capital projects such as the Susitna-Watana Hydroelectric project, Foothills West, Northern Rail, Port Mackenzie, Knik Arm Bridge, and Izembek land exchange projects.</i>													
<i>Susitna-Watana -- RSA from the Alaska Energy Authority \$100,000</i>													
<i>Foothills West and Knik Arm Bridge - RSAs from the Department of Transportation and Public Facilities \$75,000</i>													
<i>Port Mackenzie and Northern Rail -- RSA from the Alaska Railroad Corporation \$20,000</i>													
<i>Tongass -- RSA from Division of Forestry \$30,000</i>													
<i>Izembek -- RSA from the Department of Transportation and Public Facilities \$60,000</i>													
1061 CIP Rcpts (Other)			285.0										
* Allocation Difference *			1,291.3	291.3	0.0	1,000.0	0.0	0.0	0.0	0.0	0	0	0
Administrative Services													
Replace Land Disposal Income Fund in the	Gov Amd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FY2014 Salary and Health Insurance Increases													
<i>The increment for FY2014 Salary and Health Insurance Increases allocates \$.1 to the land disposal income fund (LDIF) based on FY2013 Management Plan funding sources. If the FY2014 LDIF to GF fund change request noted below is approved, this amount will need to be transferred from LDIF to GF.</i>													
<i>Department of Natural Resources is requesting to continue a fund change effort that started last legislative session to help ensure the LDIF is sustainable in the long term to support actual land disposal efforts by moving some operating costs from LDIF to General Fund.</i>													

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Administration & Support Services (continued)													
Administrative Services (continued)													
Replace Land Disposal Income Fund in the FY2014 Salary and Health Insurance Increases (continued)													
<i>The fund has become unsustainable for the long-term due to increased costs and appropriations from the fund, and reduced revenues to the fund.</i>													
<i>This Includes changes in components that are considered overhead and do not contribute directly to the generation of revenue for the fund:</i>													
<i>Administrative Services \$272.5</i>													
<i>Information Resource Management \$207.2</i>													
<i>Public Information Center \$75.9.</i>													
1004 Gen Fund (UGF)			0.1										
1153 State Land (DGF)			-0.1										
Replace Land Disposal Income Fund to Help Ensure Long-Term Sustainability of the Fund	Gov Amd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Moving a portion of operating costs from land disposal income fund (LDIF) to general fund (GF) continues the Department of Natural Resources' effort initiated last legislative session to assure the LDIF is sustainable in the long term and able to support actual land sale and disposal efforts.</i>													
<i>Projections in 2011 showed the fund would become unsustainable for the long-term due to increased costs and appropriations from the fund and reduced revenues to the fund. The department is endeavoring to mitigate this depletion through various means such as delaying capital project expenditures funded from the LDIF, using other fund sources for general operations where appropriate, and requesting budget actions to replace some LDIF with general funds where the work being performed is for general state operations.</i>													
<i>The Legislature supported these actions in FY2013 and approved operating budget fund source switches from LDIF to GF for general operations in the Oil and Gas Development component and the Office of Project Management and Permitting component. LDIF appropriations remained in the Division of Mining, Land and Water, and the Division of Agriculture, the two divisions that actually support land sale activities which generate revenue to the fund. In addition, LDIF appropriations remained in the Administrative Services (\$272.5), Information Resource Management (\$207.2), and the Public Information Center (\$75.9) components, all which are considered overhead and do not directly generate revenue to the fund. The intent was to re-evaluate the fund sustainability based on FY2013 projections and take additional actions if necessary. The next step towards ensuring fund sustainability would be to remove LDIF appropriations from the three remaining components not directly contributing to the LDIF revenue stream, which should potentially bring the fund closer to sustainability in FY2014.</i>													
<i>Future changes in the use of the fund may be suggested depending on the actual revenue generated over the next year from additional land sales.</i>													
1004 Gen Fund (UGF)			272.5										
1153 State Land (DGF)			-272.5										
Department of Administration Core Services Rates	Gov Amd	Inc	20.7	20.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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Administration & Support Services (continued)													
Administrative Services (continued)													
Department of Administration Core Services													
Rates (continued)													
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)	20.7												
* Allocation Difference *			20.7	20.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Information Resource Management													
Computer Service Charges for Data Extracts and Network Costs	Gov Amd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Convert excess Interagency Receipts to Statutory Designated Program Receipts to match anticipated revenue collection. Companies pay for computer service costs associated with purchase of Department of Natural Resources data extracts and network charges.</i>													
1007 I/A Rcpts (Other)			-2.8										
1108 Stat Desig (Other)			2.8										
Replace Land Disposal Income Fund to Help Ensure Long-Term Sustainability of the Fund	Gov Amd	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Moving a portion of operating costs from land disposal income fund (LDIF) to general fund (GF) continues the Department of Natural Resources' effort initiated last legislative session to assure the LDIF is sustainable in the long term and able to support actual land sale and disposal efforts.</i>													
<i>Projections in 2011 showed the fund would become unsustainable for the long-term due to increased costs and appropriations from the fund and reduced revenues to the fund. The department is endeavoring to mitigate this depletion through various means such as delaying capital project expenditures funded from the LDIF, using other fund sources for general operations where appropriate, and requesting budget actions to replace some LDIF with general funds where the work being performed is for general state operations.</i>													
<i>The Legislature supported these actions in FY2013 and approved operating budget fund source switches from LDIF to GF for general operations in the Oil and Gas Development component and the Office of Project Management and Permitting component. LDIF appropriations remained in the Division of Mining, Land and Water, and the Division of Agriculture, the two divisions that actually support land sale activities which generate revenue to the fund. In addition, LDIF appropriations remained in the Administrative Services (\$272.5), Information Resource Management (\$207.2), and the Public Information Center (\$75.9) components, all which are considered overhead and do not directly generate revenue to the fund. The intent was to re-evaluate the fund sustainability based on FY2013 projections and take additional actions if necessary. The next step towards ensuring fund sustainability would be to remove LDIF appropriations from the three remaining components not directly contributing to the LDIF revenue stream, which should potentially bring the fund closer to sustainability in FY2014.</i>													

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Administration & Support Services (continued)													
Information Resource Management (continued)													
Replace Land Disposal Income Fund to Help Ensure Long-Term Sustainability of the Fund (continued)													
<i>Future changes in the use of the fund may be suggested depending on the actual revenue generated over the next year from additional land sales.</i>													
			1004 Gen Fund (UGF)	207.2									
			1153 State Land (DGF)	-207.2									
	Gov Amd	Inc	Department of Administration Core Services Rates	13.3	13.3	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
			1004 Gen Fund (UGF)	13.3									
			* Allocation Difference *	13.3	13.3	0.0	0.0	0.0	0.0	0.0	0	0	0
Citizen's Advisory Commission on Federal Areas													
	Gov Amd	Inc	Department of Administration Core Services Rates	0.7	0.7	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
			1004 Gen Fund (UGF)	0.7									
			* Allocation Difference *	0.7	0.7	0.0	0.0	0.0	0.0	0.0	0	0	0
Public Information Center													
	Gov Amd	FndChg	Replace Land Disposal Income Fund to Help Ensure Long-Term Sustainability of the Fund	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Moving a portion of operating costs from land disposal income fund (LDIF) to general fund (GF) continues the Department of Natural Resources' effort initiated last legislative session to assure the LDIF is sustainable in the long term and able to support actual land sale and disposal efforts.</i>													
<i>Projections in 2011 showed the fund would become unsustainable for the long-term due to increased costs and appropriations from the fund and reduced revenues to the fund. The department is endeavoring to mitigate this depletion through various means such as delaying capital project expenditures funded from the LDIF, using other fund sources for general operations where appropriate, and requesting budget actions to replace some LDIF with general funds where the work being performed is for general state operations.</i>													

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Administration & Support Services (continued)													
Public Information Center (continued)													
Replace Land Disposal Income Fund to Help Ensure Long-Term Sustainability of the Fund (continued)													
<i>The Legislature supported these actions in FY2013 and approved operating budget fund source switches from LDIF to GF for general operations in the Oil and Gas Development component and the Office of Project Management and Permitting component. LDIF appropriations remained in the Division of Mining, Land and Water, and the Division of Agriculture, the two divisions that actually support land sale activities which generate revenue to the fund. In addition, LDIF appropriations remained in the Administrative Services (\$272.5), Information Resource Management (\$207.2), and the Public Information Center (\$75.9) components, all which are considered overhead and do not directly generate revenue to the fund. The intent was to re-evaluate the fund sustainability based on FY2013 projections and take additional actions if necessary. The next step towards ensuring fund sustainability would be to remove LDIF appropriations from the three remaining components not directly contributing to the LDIF revenue stream, which should potentially bring the fund closer to sustainability in FY2014.</i>													
<i>Future changes in the use of the fund may be suggested depending on the actual revenue generated over the next year from additional land sales.</i>													
1004 Gen Fund (UGF)			75.9										
1153 State Land (DGF)			-75.9										
Department of Administration Core Services Rates	Gov Amd	Inc	1.1	1.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			1.1										
Cost Allocation to Comply with Vacancy Factor Guidelines	Gov Amd	Inc	10.0	10.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>An increase of interagency receipts authorization is required to allow the Public Information Center to maintain a reasonable vacancy factor.</i>													
1007 I/A Rcpts (Other)			10.0										
* Allocation Difference *			11.1	11.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Mental Health Trust Lands Administration													
Additional funding for the FY14 Trust Land Office Admin Budget	Gov Amd	Inc	542.8	308.3	32.2	187.3	15.0	0.0	0.0	0.0	0	0	0
1092 MHTAAR (Other)			542.8										
Delete Unneeded Authorization due to Transfer of Trust Resource Manager (10-T058)	Gov Amd	Dec	-160.3	-160.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Vacant Trust Resource Manager (10-T058) is being transferred to the Department of Revenue, Long Term Care Ombudsman Office. This position will become an Assistant Ombudsman. The authorization associated with this position is being deleted.</i>													

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Administration & Support Services (continued)													
Mental Health Trust Lands Administration (continued)													
Delete Unneeded Authorization due to Transfer of Trust Resource Manager (10-T058) (continued)													
		1092 MHTAAR (Other)	-160.3										
* Allocation Difference *			382.5	148.0	32.2	187.3	15.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			4,400.8	1,515.5	261.3	2,579.0	45.0	0.0	0.0	0.0	0	0	0

Oil & Gas													
Oil & Gas													
L		Reverse Chapter 15 SLA 2012 Sec. 18(a) Cook Inlet Interest	-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0.0	0	0	0

In 2009, Pacific Energy Resources Ltd. (PERL) abandoned Redoubt Unit as a result of bankruptcy. The bond, in the amount of \$6,600,000 along with interest earned, for abandonment liabilities for the Redoubt Unit between PERL and DNR, Division of Oil and Gas was transferred to DNR in October 2009.

The assets were purchased in December 2009 by Cook Inlet Energy (CIE). The remaining funds from the original bond will be used as a part of the new bond posted by CIE. This bond will be used toward abandonment and reclamation if CIE abandons the facilities or begins reclamation.

The original bond was held in an escrow account at First National Bank, where interest was earned on the principle. However, it cost over \$1,800/mo in bank fees to hold the money in escrow. The department would prefer to hold the bond in Treasury. Interest earnings on the bond would then require an annual appropriation to the bond.

DNR requests that the interest earned be applied to the bond. The earned interest would maximize the value of the bond funds available for abandonment and reclamation costs.

\$250.0 is an estimate of interest to be earned on the bond for FY2013.

Unless abandonment or reclamation occurs, all earned interest and bond funds will remain in the bond account.

		1217 NGF Earn (Other)	-250.0										
L		FY13 interest Earnings on \$6.6 mill bond for Redoubt Unit in Cook Inlet: (FY14-16)	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0

In 2009, Pacific Energy Resources Ltd. (PERL) abandoned Redoubt Unit as a result of bankruptcy. The bond, in the amount of \$6,600,000 along with interest earned, for abandonment liabilities for the Redoubt Unit between PERL and DNR, Division of Oil and Gas was transferred to DNR in October 2009.

The assets were purchased in December 2009 by Cook Inlet Energy (CIE). The remaining funds from the original bond will be used as a part of the new bond posted by CIE. This bond will be used toward abandonment and reclamation if CIE abandons the facilities or begins reclamation.

The original bond was held in an escrow account at First National Bank, where interest was earned on the principle. However, it cost over \$1,800/mo in bank fees to hold the money in escrow. The department prefers to hold the bond in Treasury. Interest earnings on the bond requires an annual appropriation to the bond.

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Oil & Gas (continued)													
Oil & Gas (continued)													
FY13 interest Earnings on \$6.6 mill bond for Redoubt Unit in Cook Inlet: (FY14-16) (continued)													
<i>DNR requests that the interest earned be applied to the bond. The earned interest would maximize the value of the bond funds available for abandonment and reclamation costs.</i>													
<i>\$250.0 is an estimate of interest to be earned on the bond for FY2014.</i>													
<i>Unless abandonment or reclamation occurs, all earned interest and bond funds will remain in the bond account.</i>													
1217 NGF Earn (Other)			250.0										
Arbitration of Oil and Gas Royalty Issues		Gov Amd Inc	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0	0	0
<i>Arbitration of oil and gas issues is an on-going activity in response to routine but disputed audit findings. In addition, it is predicted that the federal government will require tankers to switch to lower sulfur fuel. This change will open several royalty modification requests from the major producers by July 2013. The current base funding of \$500.0 will not be sufficient for the state to adequately respond to these arbitrations.</i>													
1004 Gen Fund (UGF)			300.0										
Alaska Gasline Inducement Act Commercial Monitor and Advisor		Gov Amd IncOTI	600.0	0.0	0.0	600.0	0.0	0.0	0.0	0.0	0	0	0
<i>Continue one-time item at level anticipated to support project.</i>													
<i>The state will secure expert advice from parties familiar with the commercial requirements associated with launching major new gas pipeline projects. This expertise is needed on two fronts. First, as the project and commercial arrangements with shippers mature, the state will need to ensure that any changes to the commercial terms initially proposed in the licensee's AGIA application comply with the license terms. Second, the state will need assistance from those with midstream commercial and financial expertise to develop, support, and maintain the state's position -- especially in the context of future possible negotiations with the North Slope producers.</i>													
1004 Gen Fund (UGF)			600.0										
Department of Administration Core Services Rates		Gov Amd Inc	42.3	42.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			42.3										
* Allocation Difference *			942.3	42.3	0.0	900.0	0.0	0.0	0.0	0.0	0	0	0
Petroleum Systems Integrity Office													
Department of Administration Core Services Rates		Gov Amd Inc	2.3	2.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014.</i>													

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Oil & Gas (continued)													
Petroleum Systems Integrity Office (continued)													
Department of Administration Core Services													
Rates (continued)													
<i>Funding in the amount of \$4 million is being provided to departments.</i>													
 <i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
	1004 Gen Fund (UGF)		2.3										
	* Allocation Difference *		2.3	2.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	** Appropriation Difference **		944.6	44.6	0.0	900.0	0.0	0.0	0.0	0.0	0	0	0
Land & Water Resources													
Mining, Land & Water													
L	Reverse CH3 FSSLA2011 18(b)-(c) General Reclamation Bond Claims	Gov Amd	OTI	-75.0	0.0	0.0	-75.0	0.0	0.0	0.0	0	0	0
	Section 18(b) - \$50.0												
	Section 18(c) - \$25.0												
	<i>Reverse language section appropriation estimates for the Division of Mining, Land and Water. This authority is used for reclamation of state land by utilizing bonding funds if necessary.</i>												
	1108 Stat Desig (Other)			-25.0									
	1192 Mine Trust (Other)			-50.0									
L	Mine Reclamation Trust Estimate	Gov Amd	IncM	75.0	0.0	0.0	75.0	0.0	0.0	0.0	0	0	0
	1192 Mine Trust (Other)			75.0									
	Restore Guide Concession Area Program Development	Gov Amd	IncM	125.0	125.0	0.0	0.0	0.0	0.0	0.0	0	0	0
	<i>Restore a one-time increment which, combined with an existing \$120.0 in the base budget (total of \$270.0), provides funds for the completion of the development of the Guide Concession Area Program. The guiding industry has asked that the department consider implementing a concession program to authorize commercial hunting guides to work within specific areas of the state to reduce the overall hunting pressure throughout the state of Alaska. For over three years, the Division of Mining, Land and Water (DMLW) has been working with existing staff members to initiate the development of this program, with funds provided by the legislature specifically for this project.</i>												
	<i>This program will offer big game guides the ability to competitively apply for and be awarded authorizations to run a business on state land if selected, but will limit the number of guides running businesses on state land. The program is anticipated to provide a net return to the state, will not affect any other users of state land (private or commercial) and has been discussed and reviewed by the public and agencies.</i>												
	<i>The Division will complete the following actions:</i>												
	<i>- Complete the regulation process necessary for the program</i>												
	<i>- Create all forms, procedures, instructions and templates for all stages of process</i>												
	<i>- Set up the evaluation panel for the review of prospectus submissions</i>												
	<i>- Set evaluation criteria for evaluating prospectus submissions</i>												
	<i>- Mapping work</i>												

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Mining, Land & Water (continued)													
Restore Guide Concession Area Program Development (continued)													
<i>DMLW will use both existing staff and contractual resources to complete the final steps in the development of this program.</i>													
1004 Gen Fund (UGF)			125.0										
Guide Concession Area Program Implementation	Gov Amd	Inc	450.0	315.0	42.5	75.0	17.5	0.0	0.0	0.0	0	0	9

The Department of Natural Resources (DNR) requests funding to begin the implementation phase of the Big Game Guide Concession Program by late FY2014.

The Division of Mining, Land and Water (DMLW) has conducted a multiple year effort since 2006 to modify how guide areas are allocated to increase quality of hunts, provide better stewardship of resources, provide an effective means to allow guides to compete for the opportunities, and meet the thresholds established by past court cases. Since that time DNR has hosted 15 public meetings (in person or via web), collected nearly 450 verbal or written comments and attended many other formal and informal meetings and discussions on the topic. It is expected that the regulations to operate this program will be completed by mid FY2014.

Program components are now being developed and made "shelf ready" to prepare for the implementation step. DMLW is currently organizing an effort to write, assess, and finalize the essential program components, including: mapping necessary to communicate opportunities and restrictions to prospective applicants; protocols for the panel that will evaluate competitive offerings to include instructions, scoring criteria, and organizational rules; permitting documents with appropriate stipulations that will become the authorization tool; protocols for monitoring and compliance strategies; application package including instructions and guidance for proper completion; and design of a public outreach effort to help the affected public get through the transition/implementation process. It is anticipated that design, development, and completion of the essential program components necessary for implementation can be completed late in FY2014.

Implementation of the Program

To implement the program statewide, DNR would first put out a call for applications for all of the proposed 300 guide areas. Each of the approximately 570 guides will be able to submit an application for up to three areas (in theory, we could receive up to 1,700 applications this first round). The applications are submittals of detailed information and will contain the applicant's responses to a set of criteria, including a detailed business plan for each guiding operation and all supporting documentation that illustrates a guide's history. These submittals may be extensive depending on the applicant's background. In a recent U. S. Fish and Wildlife Service (USFWS) concession offering, one individual submitted 7,000 pages of material when applying for four areas. The DNR application requirements are very similar to that of the USFWS process.

Once the application period is closed, staff will need to screen each application and prepare it for rating by an evaluation panel. Evaluation panels will include at least one DNR staff per panel and currently it is proposed to have 4 panels with three participants each. The application scoring process will be very time intensive. The scoring for the USFWS 2011 concession offering consisted of 8 evaluation panels of 3 people each scoring 235

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Mining, Land & Water (continued)													
Guide Concession Area Program													
Implementation (continued)													
<i>applications over three weeks. This resulted in 2,880 man hours for their staff. The GCP application process will repeat every three to four years due to an initial staggered approach to permit term length of 4, 7, and 10 years.</i>													
 <i>The stagger in permit lengths is designed to create a concession process that revolves on an approximate two year cycle. Each cycle includes the preparation for the offerings, the application submittals and scoring, the notice of awards, and the issuance of concession permits. In between and during each offering, staff will be responsible for all of the additional requirements of the program, including: performing annual monitoring and management of the 300 concession casefiles, annual field inspection and compliance checks, annual scoring of year end reports, fee collection, revenue and billing entry, conflict resolution and the mitigation of non-compliance, and education and outreach for the program. In addition to the direct concession program requirements, staff will be tasked with the adjudication and management of all land use authorizations for camps, cabins, and all supporting infrastructure related to commercial guiding.</i>													
 <i>Current Request</i>													
<i>Nine (9) DMLW positions are required to be funded for six months in the budget year FY2014 in order to begin the implementation phase. Without these positions, the program implementation would need to be delayed potentially another year because of the required timing of the roll out of the program related to guide availability.</i>													
 <i>The following is a breakdown of the required positions:</i>													
<i>1 - Natural Resource Manager I (10-#038)</i>													
<i>2 - Natural Resource Specialist III (10-#039 / 10-#040)</i>													
<i>2 - Natural Resource Specialist II (10-#041 / 10-#042)</i>													
<i>2 - Natural Resource Specialist I (10-#043 / 10-#044)</i>													
<i>2 - Natural Resource Technician II (10-#045 / 10-#046)</i>													
1004 Gen Fund (UGF)			450.0										
Navigable and Public Waters Research and	Gov Amd	Inc	350.0	64.0	0.0	286.0	0.0	0.0	0.0	0.0	0	0	0
Assertion of State's Access Rights													

The Division of Mining, Land and Water (DMLW) requests funding for the Navigability/Recordable Disclaimers of Interest (RDI) program which was primarily funded through federal grants that have now dried up with budget reductions at the Bureau of Land Management (BLM). This federal authorization was included in a language section of the budget as Sec19(b) CH41 SLA2010 -- and lapsed on June 30, 2012. No additional federal grant funding is available, and there is no-ongoing federal receipts in our operating budget to remove or "replace" with general Fund as a fund source change.

The continuation of the Navigability/RDI program is essential to defend state ownership of the submerged land under the navigable waters the state received at statehood.

The Recordable Disclaimers of Interest (RDI) program has successfully cleared clouds on the state's title to numerous navigable waters in Alaska. Currently, the State's RDI program is the only successful RDI program in

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Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Mining, Land & Water (continued)													
Navigable and Public Waters Research and Assertion of State's Access Rights (continued)													
<i>the United States. It was implemented by DMLW's Public Access Assertion and Defense Unit (PAAD) and the BLM starting around 2006, with the help of a \$1,000.0 federal grant to support navigability research conducted initially by BLM researchers, but later delegated to DNR's Office of History and Archaeology (OHA) Section.</i>													
<i>The funding has produced a volume of navigability reports issued upon agreed parameters which are sufficient for justifying applying for RDI's as well as a number of other inter-agency and inter-governmental management and policy decision uses. The focus to date of most of the navigability research has been in the Kuskokwim Basin because of the many systems of rivers and lakes used for transportation.</i>													
<i>When the BLM and the State agree on navigability for travel, trade and commerce, the BLM will issue an RDI for that water body. When there is disagreement, a quiet title action must be filed.</i>													
<i>The federal funding has been depleted to the point that only state support will keep the program viable. OHA staff attention and funding is now shifted away from preparing navigability reports to support RDI actions to supporting quiet title action litigation initiatives and title defense with RS 2477s and navigable waters with the funding received in FY2013.</i>													
<i>Additional funding is needed to keep the RDI program viable as a much less expensive alternative to filing quiet title actions against the federal government. Successful navigable water litigation is expected to result in an increased interest in settling these cases without expensive litigation. Extensive title and historical research must be conducted on each water body to prove sufficient use and proper ownership before a RDI can be issued. Replacement of federal funding for the program will help retain the necessary research on existing and planned actions asserting and defending state title to its navigable waters.</i>													
1004 Gen Fund (UGF)			350.0										
Regulation Packages and Amendments to Support Permit Efficiency and Reform	Gov Amd	Inc	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
<i>Regulation packages and amendments to existing regulations in support of DNR's permitting efficiency and reform initiatives are greatly increasing the workload in the division, and can no longer be handled with existing resources. Current staff historically managed the regulation workload in addition to managing the appeals on state land and water resource use decisions. Appeals are also increasing exponentially.</i>													
<i>This funding will be used to contract for ongoing support in developing regulation packages and amendments, to ensure that both the regulation and appeals workload is adequately covered.</i>													
1004 Gen Fund (UGF)			125.0										
Oversight and Community Liaison for the Offshore Gold Dredging Lease Sales at Nome	Gov Amd	Inc	20.0	7.0	3.0	5.0	5.0	0.0	0.0	0.0	0	0	0
<i>During the summer of 2012 the department provided oversight of offshore dredging activities near Nome. As learned during the first year of providing this type of field monitoring oversight, the department needs to provide services during a longer period of time and to cover the entire mining season. The work needs to be done to maintain an appropriate level of oversight of offshore suction dredge activities next field season in Nome.</i>													
<i>A steady influx of miners with varying amounts of experience is anticipated again next year and several state and</i>													

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Mining, Land & Water (continued)													
Oversight and Community Liaison for the Offshore Gold Dredging Lease Sales at Nome (continued)													
<i>local agencies rely on the DNR field technician for information and assistance. The work was accomplished last field season with a short-term non-permanent position, but there have been several agency requests for more field presence for a longer period of time. Additionally, increased interest in conducting winter under ice mining is anticipated which will further extend the need for oversight for a longer duration than previously provided.</i>													
<i>The FY2013 budget included \$50.5, intended to provide for a short-term non-perm position or contractor, and including the necessary boat rental, fuel, facilities rental and lodging costs. These costs were higher in Nome than originally anticipated, and the non-perm position was for 120 days, which did not adequately cover the entire time period that dredging activity occurred. The additional \$20.0 request will ensure that the department can provide the on-site presence and help manage potential conflicts and issues in the community associated with this state leasing activity. Not receiving this request may increase the potential for noncompliance with mining laws, regulations, and permit stipulations pertaining to offshore mining in the Nome area.</i>													
1005 GF/Prgm (DGF)		20.0											
Information Systems Coordinator (10-N12082) and Land Surveyor (10-N13006) for Capital Projects Support	Gov Amd	Inc	172.6	172.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Authority from existing capital projects will be used to fund two positions approved in the FY2013 Management Plan.</i>													
<i>\$93,338 PCN 10-N13006 Land Surveyor I This position supports Coastal Boundary Project</i>													
<i>\$79,268 PCN 10-N12082 Information System Coordinator This existing position supports the Unified Permit Project.</i>													
1061 CIP Rcpts (Other)		172.6											
Anticipated Federal Grants	Gov Amd	Inc	153.3	0.0	4.4	142.1	6.8	0.0	0.0	0.0	0	0	0
<i>New federal grant activity is anticipated in FY2014:</i>													
<i>U.S. Geological Services / Mining, Land and Water - GIS Section \$73.6 (Federal Receipts) This work will support the federal Alaska Mapping Initiative for providing updated 1:24,000 topographic quads in Alaska and will focus on improving the accuracy of the National Hydrologic Dataset where new elevation data and imagery has been collected. The grant will provide funding for four interns, travel and equipment to review and edit digital information provided by the USGS Geospatial Liaison for Alaska between July 1, 2013 and June 30, 2014. Interns will be reviewing and editing the information provided for approximately 20 hours/wk. The portions of the state to be reviewed will include NW Alaska, the Seward Peninsula, Copper River Basin, Cook Inlet, and the Yukon-Charley Rivers south to Chicken. The primary purpose of this project will be to verify location of water bodies are within standard acceptable variation.</i>													
<i>Office of Surface Mining / Mining, Land and Water - Coal Regulatory Program:</i>													

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Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Mining, Land & Water (continued)													
Anticipated Federal Grants (continued)													
<i>\$4.7 (Federal Receipts) This increase matches the expected level of this grant in FY2014.</i>													
<i>Bureau of Land Management / Mining, Land and Water - Navigability:</i>													
<i>\$75.0 (Federal Receipts) This is the end of the available funding from the Bureau of Land Management to be used to support the Recordable Disclaimers of Interest program related to Navigability determinations.</i>													
1002 Fed Rcpts (Fed)			153.3										
Department of Administration Core Services Rates	Gov Amd	Inc	66.2	66.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			66.2										
* Allocation Difference *			1,462.1	749.8	49.9	633.1	29.3	0.0	0.0	0.0	0	0	9
Forest Management & Development													
L Reverse CH3 FSSLA2011 Sec 18(c) General Reclamation Bond Claims	Gov Amd	OTI	-25.0	0.0	0.0	-25.0	0.0	0.0	0.0	0.0	0	0	0
<i>Section 18(c) - \$25.0</i>													
<i>Reverse language section appropriation estimate for the Division of Forestry. This authority is used for reclamation of State land by utilizing bonding funds if necessary.</i>													
1108 Stat Desig (Other)			-25.0										
L General Reclamation Bond Claims Estimate	Gov Amd	IncM	25.0	0.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0
<i>This authority is used for reclamation of state land by utilizing bonding funds if necessary.</i>													
<i>Section 18 (c) of Governor's December 15th bill.</i>													
1108 Stat Desig (Other)			25.0										
Department of Administration Core Services Rates	Gov Amd	Inc	15.3	15.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			15.3										
* Allocation Difference *			15.3	15.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

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	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Land & Water Resources (continued)													
Geological & Geophysical Surveys													
Two New Geologists (10-#036, 10-#037) and Existing Staff to Support Strategic and Critical Minerals Assessment	Gov Amd	Inc	634.4	634.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	2
<i>Provides long-term nonpermanent geologic staff required to implement this capital improvement project (CIP) funded initiative. This statewide project began in FY2013 to evaluate Alaska's potential for contributing to the domestic supply of minerals required to meet the nation's needs for military and civilian high-tech equipment and electronics. The primary goal is to acquire and publish essential new geologic, geochemical, and geophysical data throughout the state on rare-earth elements (REE) and other strategic and critical minerals (SCM). Skilled, professional geologists are necessary to successfully acquire the required data and information, and to produce that data in usable form to support the future resource development. If this request is not funded, insufficient geologic staff will be available to conduct the large CIP-funded project the governor and legislature are asking DGGGS to do. This funding will allow for two positions, and to help cover other staff working on the project.</i>													
<i>Geological Scientist I - (10-2046) Geological Scientist I - (10-2083) Geologist IV - (10-2122) Geologist III - (10-2008) Geologist III - (10-2064) Geologist V - (10-2224) LTNP Geologist I - (10-N12001) LTNP Geologist I - (10-N11030) LTNP Geologist IV - (10-?014) LTNP Geologist III - (10-#036) LTNP Geologist III - (10-#037)</i>													
1061 CIP Rcpts (Other)			634.4										
Department of Administration Core Services Rates	Gov Amd	Inc	18.5	18.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			18.5										
Delete Inter-Agency Authorization No Longer Needed	Gov Amd	Dec	-597.0	-100.0	0.0	-497.0	0.0	0.0	0.0	0.0	0	0	0
<i>A decrement of \$597.0 is requested to properly reflect the revenue source of an Reimbursable Services Agreement (RSA) from the Office of Project Management and Permitting to the Division of Geological and Geophysical Surveys. The RSA is for the Geohazard Evaluation and Geologic Mapping for Coastal Communities and is recorded under our CIP authorization.</i>													
1007 I/A Rcpts (Other)			-597.0										
* Allocation Difference *			55.9	552.9	0.0	-497.0	0.0	0.0	0.0	0.0	0	0	2
** Appropriation Difference **			1,533.3	1,318.0	49.9	136.1	29.3	0.0	0.0	0.0	0	0	11

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	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Agriculture													
Agricultural Development													
Continue Farm to School Program Funding (Effective FY11 and Lapses 6/30/14)	Gov Amd	IncOTI	181.0	130.3	17.0	22.1	11.6	0.0	0.0	0.0	0	0	0
<i>The Farm to School Program was established via HB70 as CH11 SLA2010, to increase the procurement and use by public schools of food grown in the state. The fiscal note included funding for three years, ending June 30, 2013 (FY2013). The sunset date in the initial version of the bill was June 30, 2013, which matched the fiscal note. The bill was amended in committee in the final week of session and the sunset date was amended to June 30, 2014, however the fiscal note was not changed.</i>													
<i>This funding is requested as a one-time-item in FY2014 to continue the funding to support the program and to complete the intent of the legislation through the sunset date.</i>													
1004 Gen Fund (UGF)			181.0										
Department of Administration Core Services Rates	Gov Amd	Inc	6.1	6.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			6.1										
* Allocation Difference *			187.1	136.4	17.0	22.1	11.6	0.0	0.0	0.0	0	0	0
North Latitude Plant Material Center													
Department of Administration Core Services Rates	Gov Amd	Inc	6.0	6.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			6.0										
* Allocation Difference *			6.0	6.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			193.1	142.4	17.0	22.1	11.6	0.0	0.0	0.0	0	0	0
Parks & Outdoor Recreation													
Parks Management & Access													
Parks Maintenance and Operations Increased Costs including Outhouse Pumping, Garbage Service, Snow Removal and Utilities	Gov Amd	Inc	165.5	0.0	42.0	123.5	0.0	0.0	0.0	0.0	0	0	0
<i>Since 2009, outhouse pumping, garbage service and utilities costs have increased approximately 45% statewide. Volunteer stipend costs have increased as more volunteers are utilized statewide. Volunteer recruitment has become more challenging due to: 1. Increased gasoline costs (many volunteer hosts drive RVs or tow campers) and 2. Competition with other agencies which pay higher volunteer stipends. The new concession contract (begins</i>													

**2013 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and Gov Amd**

Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Parks & Outdoor Recreation (continued)													
Parks Management & Access (continued)													
Parks Maintenance and Operations Increased Costs including Outhouse Pumping, Garbage Service, Snow Removal and Utilities (continued)													
<i>January 1, 2013) to operate Big Delta State Historical Park will include a reduction of approximately \$12.0 return to the state because the site has experienced a dramatic decline in visitation and revenues. In addition, the state will begin paying the park's utilities in FY2013; that cost is approximately \$5.0/year. Additional facilities, such as the Glen Alps caretaker cabin and the Fairbanks maintenance shop have been built with capital funds but no additional operating funds were allocated to cover the increase in recurring costs, such as utilities, snow removal and routine maintenance.</i>													
<i>Increased expenditures are allocated as listed:</i>													
<i>Volunteer payments - \$42.0</i>													
<i>Electricity - \$25.0</i>													
<i>Water and Sewer - \$30.0</i>													
<i>Disposal - \$23.5</i>													
<i>Natural Gas/Propane - \$20.0</i>													
<i>Heating Oil - \$15.0</i>													
<i>Snow Removal - \$10.0</i>													
1005 GF/Prgm (DGF)			165.5										
Department of Administration Core Services Rates	Gov Amd	Inc	31.5	31.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			31.5										
* Allocation Difference *			197.0	31.5	42.0	123.5	0.0	0.0	0.0	0.0	0	0	0
Office of History and Archaeology													
Department of Administration Core Services Rates	Gov Amd	Inc	5.9	5.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1003 G/F Match (UGF)			5.9										
* Allocation Difference *			5.9	5.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			202.9	37.4	42.0	123.5	0.0	0.0	0.0	0.0	0	0	0

**2013 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and Gov Amd**

Numbers and Language Differences Agencies: DNR

Agency: Department of Natural Resources

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Fire Suppression													
Fire Suppression Preparedness													
Department of Administration Core Services Rates	Gov Amd	Inc	31.5	31.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Rates for core services provided by the Department of Administration, including Risk Management, Personnel, Information Technology Services, and Public Building Fund, are estimated to be \$7.2 million higher in FY2014. Funding in the amount of \$4 million is being provided to departments.</i>													
<i>The Department of Natural Resources has been allocated \$284.8 to offset cost increases in those areas of approximately \$1,065.0.</i>													
1004 Gen Fund (UGF)			31.5										
* Allocation Difference *			31.5	31.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Fire Suppression Activity													
L Reverse CH3 FSSLA2011 Sec 18(a) Federal Estimate	Gov Amd	OTI	-8,500.0	0.0	0.0	-5,500.0	-3,000.0	0.0	0.0	0.0	0	0	0
<i>Reverse the language section estimate of federal receipt authority necessary to support wildland firefighting activity.</i>													
1002 Fed Rcpts (Fed)			-8,500.0										
L Restore Federal Fire Authorization Estimate	Gov Amd	IncM	8,500.0	0.0	0.0	5,500.0	3,000.0	0.0	0.0	0.0	0	0	0
<i>Restore the language section estimate of federal receipt authority necessary to support wildland firefighting activity.</i>													
1002 Fed Rcpts (Fed)			8,500.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			31.5	31.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
*** Agency Difference ***			7,306.2	3,089.4	370.2	3,760.7	85.9	0.0	0.0	0.0	0	0	11
**** All Agencies Difference ****			7,306.2	3,089.4	370.2	3,760.7	85.9	0.0	0.0	0.0	0	0	11

Column Definitions

Adj Base (FY14 Adjusted Base) - FY2013 Management Plan less one-time items, plus FY2014 adjustments for position counts, funding transfers, line item transfers, temporary increments (IncT) from prior years, and additions for statewide items (risk management and most salary and benefit increases). The Adjusted Base is the "first cut" of the FY2014 budget; it is the base to which the Governor's and the Legislature's increments, decrements, and fund changes are added.

Gov Amd (FY14 Governor Amended) - FY14 Governor's Amended Budget (Includes Governor's Dec 15th budget and the Governor's Amendments submitted on February 17th)