

ALASKA STATE LEGISLATURE

SENATE FINANCE COMMITTEE

Department of Commerce, Community, & Economic
Operating Budget Sub-Committee

Senator Kevin Meyer, Chair
Senator Lesil McGuire
Senator Dennis Egan
Senator Lyman Hoffman



Official Business

State Capitol, Room 518
Juneau, AK 99801-1182
Phone: (907) 465-4945

FY2014 OPERATING BUDGET RECOMMENDATIONS

March 20th, 2013

The Senate Finance Budget Subcommittee for the Department of Commerce, Community, & Economic Development submits the following FY14 Operating Budget Recommendations to the Senate Finance Committee:

Fund Source	14 Adj Base	Gov Amd	Sen Sub
Unrestricted GF	\$ 16,259.4	\$ 32,436.4	\$ 31,073.7
Designated GF	\$ 40,997.8	\$ 41,613.0	\$ 41,628.9
Other State	\$ 34,877.2	\$ 39,831.0	\$ 37,243.7
Federal	\$ 17,513.3	\$ 17,043.7	\$ 17,043.7
STotal	\$ 109,647.7	\$ 130,924.1	\$ 126,990.0

Positions	14 Adj Base	Gov Amd	Sen Sub
PFT	506	507	503
PPT	1	1	1
Temp	11	12	12
Total	518	520	516

Specific Budget Action

The Subcommittee met with the Department and accepted the Governor's amended budget with the following exceptions:

EXECUTIVE ADMINISTRATION

- Denied authorization of \$143,700 inter-agency receipts in Commissioner's Office for new Deputy Commissioner position.
- Denied increase in authorization of \$190,000 inter-agency receipts in Administrative Services for department wide projects and vacancy factor guidelines.

ECONOMIC DEVELOPMENT

- Reclassified appropriations for Tourism Marketing (\$16,000,000 UGF, \$2,700,000 Stat. Desig.) in Economic Development as one-time increments.
- Reclassified appropriations for fiscal note implementation (\$10,000 UGF) in Economic Development as one-time increment.

INVESTMENTS

- Reclassified increase in interagency receipt authority for Bulk Fuel program Reimbursable Service Agreement with Division of Community & Regional Affairs (\$25,000 UGF) in Investments as one-time increment.

ALCOHOLIC BEVERAGE CONTROL BOARD

- Denied a \$127,000 General Fund/Program Receipts increment within Alcoholic Beverage Control Board for administrative support costs.
- Denied a \$62,500 General Fund/Program Receipts increment within Alcoholic Beverage Control Board for legal assistance.

ALASKA ENERGY AUTHORITY

- Denied a \$954,500 CIP Receipts increment within Statewide Project Development, Alternative Energy, and Efficiency for project staffing and contractual services.

ALASKA INDUSTRIAL DEVELOPMENT & EXPORT AUTHORITY

- Denied a \$200,000 AIDEA Receipts increment within Alaska Industrial Development & Export Authority for sustainable energy transmission and supply development services.
- Denied a \$323,400 inter-agency receipts increment within Alaska Industrial Development & Export Authority for Civil and Environmental Engineer positions.
- Denied a \$305,000 AIDEA Receipts increment within Alaska Industrial Development & Export Authority for Assistant Controller position.

- Denied a \$500,000 CIP Receipts increment within Alaska Industrial Development & Export Authority for consulting and legal services for infrastructure projects.

In addition, the Subcommittee took the following actions:

COMMUNITY & REGIONAL AFFAIRS

- Amended the Community & Regional Affairs appropriation by inserting a General Fund decrement of \$150,000 for the Sealaska Heritage Institute Sustainable Arts Program.
- Amended the Community & Regional Affairs appropriation by inserting a General Fund decrement of \$600,000 for Ilisagvik College workforce development programs.

ECONOMIC DEVELOPMENT

- Amended the Economic Development appropriation by inserting a General Fund decrement of \$400,000 for Alaska Native Arts Marketing.
- Amended the Economic Development appropriation by inserting a General Fund decrement of \$198,000 for two positions in the Alaska Film Office transferred to the Department of Revenue.
- Amended the Economic Development appropriation by increasing a line item transfer of \$51,900 from the personal services line to the grants line for Alaska Regional Development Organizations.

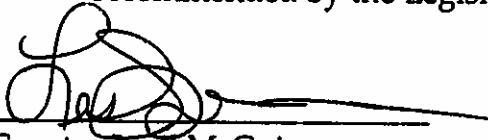
CORPORATIONS, BUSINESS, & PUBLIC LICENSING

- Amended the Corporations, Business, & Public Licensing appropriation by increasing the division's receipt supported services authority by \$200,000 to facilitate travel by state board members.
- Amended the Corporations, Business, & Public Licensing appropriation by increasing the division's statutory designated program receipt authority by \$20,000 to facilitate third party reimbursement of travel by state board members.

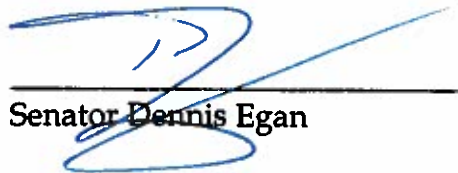
- Amended the Corporations, Business, & Public Licensing appropriation by adding the following intent language:

"It is the intent of the legislature that the Department of Commerce, Community and Economic Development set license fees approximately equal to the cost of regulation per AS 08.01.065(c). Further, it is the intent of the legislature that the Department of Commerce, Community and Economic Development annually submit, by December 1st, a six year report to the legislature in a template developed by Legislative Finance Division. The report is to include at least the following information for each licensing board: revenues from license fees; revenues from other sources; expenditures by line item, including separate reporting for investigative costs, administrative costs, departmental and other cost allocation plans; number of licensees; carry forward balance; and potential license fee changes based on statistical analysis."

- Technical corrections to the appropriations for the Alcoholic Beverage Control Board, Alaska Energy Authority, Alaska Industrial Development & Export Authority, as recommended by the Legislative Finance Division.



Senator Lesil McGuire



Senator Dennis Egan



Senator Kevin Meyer, Chairman



Senator Lyman Hoffman

ATTACHMENTS:

- Report 1 - Agency Totals - Senate Structure
- Report 2 - Allocation Summary Numbers - Senate Structure
- Report 3 - Allocation Summary Numbers (GF Only) - Senate Structure
- Report 4 - Transaction Compare - Adjusted Base & Senate Subcommittee
- Report 5 - Transaction Compare - Gov Amend+ & Senate Subcommittee
- Report 6 - Transaction Compare - House & Senate Subcommittee
- Report 7 - Senate Subcommittee Worksheet