

**2017 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between 18Adj Base and 18Gov**

**Numbers and Language
Differences
Agencies: Law**

Agency: Department of Law

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Criminal Division													
First Judicial District													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-1.0										
1005 GF/Prgm (DGF)			1.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Second Judicial District													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-1.0										
1005 GF/Prgm (DGF)			1.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Third Judicial District: Anchorage													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-11.0										
1005 GF/Prgm (DGF)			11.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Third Judicial District: Outside Anchorage													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-6.0										

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Criminal Division (continued)													
Third Judicial District: Outside Anchorage (continued)													
Maintain Collection of Discovery Costs from Private Attorneys (continued)													
1005 GF/Prgm (DGF)			6.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Fourth Judicial District													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-7.0										
1005 GF/Prgm (DGF)			7.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Criminal Justice Litigation													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-1.0										
1005 GF/Prgm (DGF)			1.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Criminal Appeals/Special Litigation													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-3.0										
1005 GF/Prgm (DGF)			3.0										
Align General Fund Match Authority for Operation of the Medicaid Fraud Control Unit	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>Recent Medicaid expansion by the State of Alaska as well as legislation to expand the criminal and civil enforcement of Medicaid fraud have increased the workload of the Department of Law's Medicaid Fraud Control Unit (MFCU). A federal grant provides 75% of the funding for MFCU's operations on the condition that the federal</i>													

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Criminal Division (continued)													
Criminal Appeals/Special Litigation (continued)													
Align General Fund Match Authority for Operation of the Medicaid Fraud Control Unit (continued)													
<i>receipts be matched with state funds for the remaining 25%. A fund source change to adjust the department's general fund match authority is necessary to rebalance the amount of the state's contribution, ensuring that the department will continue to collect the available federal grant monies.</i>													
1003 G/F Match (UGF)			96.6										
1004 Gen Fund (UGF)			-96.6										
Align Federal Receipt Authority with Federal Grant Receipts for Operation of the Medicaid Fraud Control Unit	18Gov	Inc	187.7	168.9	0.0	18.8	0.0	0.0	0.0	0.0	0	0	0
<i>Recent Medicaid expansion in the state of Alaska as well as legislation to expand the criminal and civil enforcement of Medicaid fraud have increased the workload of the Department of Law's Medicaid Fraud Control Unit (MFCU). While the federal grant that provides 75% of the funding for MFCU's operations has grown, the department's authority to collect those receipts has not kept pace. This increase in receipt authority is necessary for the department to appropriately collect available federal grant monies and expend those funds in accordance with federal guidelines, thereby preventing an inappropriate lapse of federal monies into the state general fund.</i>													
1002 Fed Rcpts (Fed)			187.7										
* Allocation Difference *			187.7	168.9	0.0	18.8	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			187.7	168.9	0.0	18.8	0.0	0.0	0.0	0.0	0	0	0
Civil Division													
Deputy Attorney General's Office													
Maintain Collection of Discovery Costs from Private Attorneys	18Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently provides discovery services for the Department of Administration's Office of Public Advocacy and Public Defender Agency (OPA/PDA), as well as Health and Social Services Office of Children's Services (OCS) and private attorneys. The department currently has reimbursable service agreements with OPA, PDA and OCS to recover costs of providing discovery, but a small fund source change from general funds to general fund program receipts is necessary to correctly account for receipts from private attorneys.</i>													
1004 Gen Fund (UGF)			-10.0										
1005 GF/Prgm (DGF)			10.0										
* Allocation Difference *			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Collections and Support													
Elimination of Collections Functions (Responsibilities for which are being Transferred to Shared Services of Alaska)	18Gov	Dec	-789.5	-789.5	0.0	0.0	0.0	0.0	0.0	0.0	-9	0	0
<i>The department's collections functions are eliminated in FY2018. Agency collections will be migrated to an outside contractor as part of the efficiency efforts led by the Department of Administration's Shared Services Division, and victim restitution collections are transitioned to the Alaska Court System.</i>													
<i>The provision of legal services and assistance to the Department of Revenue's Child Support Services Division is transitioned to the Commercial and Fair Business Section for FY2018.</i>													

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Civil Division (continued)													
Collections and Support (continued)													
Elimination of Collections Functions (Responsibilities for which are being Transferred to Shared Services of Alaska) (continued)													
<p><i>The elimination of the collections functions in the Collections and Support section will result in the deletion of the following nine positions:</i></p> <ul style="list-style-type: none"> -Associate Attorney I (03-0210), range 17, Anchorage -Associate Attorney II (03-0213), range 19, Anchorage -Office Assistant II (03-0298), range 10, Anchorage -Accounting Clerk (03-0313), range 10, Anchorage -Paralegal II (03-0327), range 16, Anchorage -Office Assistant II (03-0331), range 10, Anchorage -Associate Attorney I (03-0368), range 17, Anchorage -Office Assistant II (03-0369), range 10, Anchorage -Office Assistant II (03-0374), range 10, Anchorage 													
1004 Gen Fund (UGF)			-314.0										
1005 GF/Prgm (DGF)			-368.4										
1007 I/A Rcpts (Other)			-107.1										
* Allocation Difference *			-789.5	-789.5	0.0	0.0	0.0	0.0	0.0	0.0	-9	0	0
Commercial and Fair Business													
Tobacco Cessation Caseload Increase	18Gov	IncM	50.0	25.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0
<p><i>The multistate arbitration with the tobacco companies is expected to extend into FY2018 and possibly beyond. This involves increased attorney time to handle discovery matters and arbitration preparation, travel costs for arbitration proceedings, and potential expert witnesses. This is pending litigation involving payments Alaska receives under the Tobacco Master Settlement Agreement (MSA); the 1998 settlement requiring the major tobacco companies to make annual payments to the states.</i></p>													
1168 Tob ED/CES (DGF)			50.0										
* Allocation Difference *			50.0	25.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0
Labor and State Affairs													
Add Authority for Unbudgeted Capital Receipts to the Operating Budget	18Gov	Inc	200.0	50.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
<p><i>The Department of Law currently has several components in the Civil Division that receive unbudgeted capital receipts in the operating budget for reimbursable services agreements. In FY2016, the department collected approximately \$1.5 million in unbudgeted capital receipts. Many of these agreements pertain to complex, on-going litigation and aligning Law's budget authority to include the collection of capital receipts in the operating budget will better serve the accounting and reporting needs of the department.</i></p>													
1061 CIP Rcpts (Other)			200.0										
* Allocation Difference *			200.0	50.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0

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Civil Division (continued)													
Natural Resources													
Outside Counsel for Specialized Expertise on Oil, Gas and Mining Issues	18Gov	IncM	2,125.0	0.0	0.0	2,125.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore one-time funding from a FY2017 reorganizational transfer in FY2018. These funds were previously reflected in the Oil, Gas and Mining component.</i>													
<i>The Oil, Gas and Mining section previously represented the Department of Revenue and the Department of Natural Resources in disputes relating to the collection of oil and gas taxes and royalties, using both department personnel and outside counsel. Beginning in FY2017, these activities were taken over by the Natural Resources and Regulatory Affairs and Public Advocacy (RAPA) components.</i>													
<i>As the department adapts and refines case management under this new organizational structure, some work will be brought in-house while contracts with outside counsel and consultant experts having expertise in specialized oil, gas and mining issues will continue to be used as necessary. Taxes (\$1,184.0) and Royalty Reopeners (\$941.0) will be handled by Natural Resources.</i>													
1004 Gen Fund (UGF)			2,125.0										
LFD Technical Correction to Match Governor's Budget: Do not accept in Subcommittee	18Gov	Inc	1,465.2	0.0	0.0	1,465.2	0.0	0.0	0.0	0.0	0	0	0
<i>The carryforward transaction into FY17 for Outside Counsel and North Pole Remedial Action was submitted by OMB as a numbers transaction in error. LFD corrected the transaction and added this transaction to match the Governor's Request.</i>													
1004 Gen Fund (UGF)			1,465.2										
* Allocation Difference *			3,590.2	0.0	0.0	3,590.2	0.0	0.0	0.0	0.0	0	0	0
Regulatory Affairs Public Advocacy													
In-House Legal Services and Outside Counsel for Specialized Expertise on Pipeline Tariff Issues	18Gov	Inc	375.0	50.0	0.0	325.0	0.0	0.0	0.0	0.0	0	0	0
<i>Restore one-time funding from a FY2017 reorganizational transfer in FY2018. These funds were previously reflected in the Oil, Gas and Mining component.</i>													
<i>The Oil, Gas and Mining section previously represented the Department of Revenue and the Department of Natural Resources in disputes relating to the collection of oil and gas taxes and royalties, using both department personnel and outside counsel. Beginning in FY2017, these activities were taken over by the Natural Resources and Regulatory Affairs and Public Advocacy (RAPA) components.</i>													
<i>As the department adapts and refines case management under this new organizational structure, some work will be brought in-house while contracts with outside counsel and consultant experts having expertise in specialized oil, gas and mining issues will continue to be used as necessary. Pipeline Tariff Proceedings (\$375.0) will be handled by RAPA.</i>													
1004 Gen Fund (UGF)			375.0										
* Allocation Difference *			375.0	50.0	0.0	325.0	0.0	0.0	0.0	0.0	0	0	0

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Civil Division (continued)													
Transportation Section													
Add Authority for Unbudgeted Capital Receipts to the Operating Budget	18Gov	Inc	200.0	50.0	10.0	130.0	10.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law currently has several components in the Civil Division that receive unbudgeted capital receipts in the operating budget for reimbursable services agreements. In FY2016, the department collected approximately \$1.5 million in unbudgeted capital receipts. Many of these agreements pertain to complex, on-going litigation and aligning Law's budget authority to include the collection of capital receipts in the operating budget will better serve the accounting and reporting needs of the department.</i>													
1061 CIP Rcpts (Other)			200.0										
* Allocation Difference *			200.0	50.0	10.0	130.0	10.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			3,625.7	-614.5	10.0	4,220.2	10.0	0.0	0.0	0.0	-9	0	0
Administration and Support													
Administrative Services													
Vacate Lease Space for Juneau Offices	18Gov	Dec	-111.8	0.0	0.0	-111.8	0.0	0.0	0.0	0.0	0	0	0
<i>To maximize the limited resources of the department in the current fiscal environment and to better accommodate the reduced number of staff, the Administrative Services Division's Juneau offices will move from a leased facility into the Dimond Courthouse, which is a state-owned facility. This will result in Administrative Services vacating leased space that is no longer necessary.</i>													
<i>The anticipated year-over-year savings to the Administrative Services Division is \$111.8.</i>													
1004 Gen Fund (UGF)			-111.8										
Eliminate Administrative Support for Collections Functionality	18Gov	Dec	-96.4	-92.3	0.0	0.0	-4.1	0.0	0.0	0.0	0	0	0
<i>As a result of the collections functionality being removed from the Collections and Support component within the Civil Division, the Administrative Services section will no longer need to provide fiscal and administrative support in the areas of collections and restitution for that component.</i>													
1005 GF/Prgm (DGF)			-96.4										
Savings from Shared Services of Alaska Implementation	18Gov	Dec	-23.5	-23.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<i>The Department of Law is transferring an initial wave of positions to the Shared Services of Alaska organization for accounts payable activities.</i>													
<i>It is anticipated that an initial ten percent savings in personal services costs can be realized in FY2018 for these activities, with increased savings in future fiscal years as the organization matures.</i>													
<i>The remaining personal services authority will be used to fund a reimbursable services agreement with Shared Services of Alaska for the cost of services provided.</i>													
<i>The Shared Services organizational structure provides back-office support for common administrative functions, allowing the agency to focus more closely on core mission responsibilities.</i>													
<i>The Shared Services organization model will increase the quality and speed of service delivery, and increase client satisfaction while decreasing the overall cost to the department for performing these functions. This is</i>													

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Administration and Support (continued)													
Administrative Services (continued)													
Savings from Shared Services of Alaska													
Implementation (continued)													
<i>achieved through a business structure focused on continuous process improvement that includes standardizing</i>													
<i>business processes and improving transaction cycle-times.</i>													
1004 Gen Fund (UGF)			-14.2										
1007 I/A Rcpts (Other)			-9.3										
* Allocation Difference *			-231.7	-115.8	0.0	-111.8	-4.1	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			-231.7	-115.8	0.0	-111.8	-4.1	0.0	0.0	0.0	0	0	0
*** Agency Difference ***			3,581.7	-561.4	10.0	4,127.2	5.9	0.0	0.0	0.0	-9	0	0
**** All Agencies Difference ****			3,581.7	-561.4	10.0	4,127.2	5.9	0.0	0.0	0.0	-9	0	0

Column Definitions

18Adj Base (FY18 Adjusted Base) - FY17 Management Plan less one-time items, plus FY18 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 FY18 budget; it is the base to which the Governor's and the Legislature's increments, decrements, and fund changes are added.

18Gov (FY18 Governor Request) - Includes FY18 Adjusted Base plus the Governor's operating budget bill requests for increases (increments), decreases (decrements), fund source changes, and language transactions submitted by the Governor on December 15, 2016.