

**2018 Legislature - Operating Budget  
Transaction Compare - Governor Structure  
Between 19Adj Base and 19GovAdj**

<b>Numbers and Language Differences Agencies: DNR</b>
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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
<b>Administration &amp; Support Services</b>													
<b>Commissioner's Office</b>													
Reduce Uncollectible Inter-Agency Receipt Authority	19GovAdj	Dec	-120.0	-50.0	0.0	-70.0	0.0	0.0	0.0	0.0	0	0	0
Reduction of inter-agency receipt authority better aligns the budget with actual spending.													
1007 I/A Rcpts (Other)			-120.0										
<b>* Allocation Difference *</b>			-120.0	-50.0	0.0	-70.0	0.0	0.0	0.0	0.0	0	0	0
<b>Office of Project Management &amp; Permitting</b>													
Increase Federal Receipt Authority for North Slope Science Initiative and New Federal Grants	19GovAdj	Inc	300.0	50.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0
The Department of Natural Resources has an Intergovernmental Personnel Act (IPA) agreement with the Bureau of Land Management (BLM) for the assignment of the Executive Director of the North Slope Science Initiative (NSSI). This assignment is fully funded by BLM under the IPA agreement.													
This agreement began in January of 2017 and is expected to continue. This agreement has been a great resource to DNR and ensures that the State has a seat at the table to guide efforts by the NSSI that benefit the public. The development of an NSSI program that focuses on science-based approaches to responsibly develop North Slope resources while limiting negative impacts, proactively responding to the needs of the region and protecting cultural values, are important to the state.													
1002 Fed Rcpts (Fed)			300.0										
Develop Cost Accounting Method to Appropriately Bill Overhead Costs	19GovAdj	Dec	-47.0	-47.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
A cost accounting method to appropriately bill industry for overhead costs will be developed. This will reduce UGF and increase Statutory Designated Program Receipts (SDPR) revenue. No fund source change is required, the office has adequate SDPR authorization.													
1004 Gen Fund (UGF)			-47.0										
Reduce Uncollectible Statutory Designated Program Receipt Authority	19GovAdj	Dec	-1,000.0	0.0	0.0	-1,000.0	0.0	0.0	0.0	0.0	0	0	0
As the pace of industry slows in Alaska, the need for Office of Project Management's services declines, reducing collection of statutory designated program receipt authority.													
1108 Stat Desig (Other)			-1,000.0										
Eliminate Funding and Position for Expired Coastal Impact Assessment Program	19GovAdj	Dec	-129.0	-129.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
The Coastal Impact Assessment Program ended in FY2017 and the grant is closed. This vacant position and associated federal authority can be deleted.													
Delete (10-3507) Grants Administrator III, range 19, Juneau, Full-Time													
1061 CIP Rcpts (Other)			-129.0										
<b>* Allocation Difference *</b>			-876.0	-126.0	0.0	-750.0	0.0	0.0	0.0	0.0	-1	0	0
<b>Information Resource Management</b>													
Reduce Uncollectible Capital Improvement Project Receipt Authority	19GovAdj	Dec	-544.8	0.0	0.0	-544.8	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
<b>Administration &amp; Support Services (continued)</b>													
<b>Information Resource Management (continued)</b>													
Reduce Uncollectible Capital Improvement Project Receipt Authority (continued)													
Reduction of uncollectible capital improvement project receipt authority better aligns the budget with actual spending.													
			1061 CIP Rcpts (Other)	-544.8									
	19GovAdj	Dec	Delete Geographic Information Systems Analyst I (10-0265)	-82.3	-82.3	0.0	0.0	0.0	0.0	0.0	-1	0	0
The loss of this position in our GIS unit would eliminate the only entry-level GIS position within the department, and may impact the department's ability to recruit new staff who have limited experience, but have GIS skills or aptitude.													
Deletion of this position will require the remaining team members to pick up the workflow transactions that were performed by this position. The GIS unit is already feeling the effects of the FY2017 deletion of three GIS positions due to budget cuts in FY2017, as Division of Mining, Land and Water GIS users look to this unit for assistance.													
The balance of funding for this position, approximately 22.0, will remain in the component to fund shortfalls in Reimbursable Services Agreements (RSA).													
			Delete (10-0265) GIS Analyst I, range 15, Anchorage, Full-Time										
			1004 Gen Fund (UGF)	-50.0									
			1007 I/A Rcpts (Other)	-32.3									
<b>* Allocation Difference *</b>				-627.1	-82.3	0.0	-544.8	0.0	0.0	0.0	-1	0	0
<b>Interdepartmental Chargebacks</b>													
	19GovAdj	Dec	Reduce Uncollectible Inter-Agency Receipt Authority	-205.0	0.0	0.0	-205.0	0.0	0.0	0.0	0	0	0
Reduction of inter-agency receipt authority better aligns the budget with actual spending.													
			1007 I/A Rcpts (Other)	-205.0									
<b>* Allocation Difference *</b>				-205.0	0.0	0.0	-205.0	0.0	0.0	0.0	0	0	0
<b>Facilities</b>													
	19GovAdj	Dec	Lease Savings from Atwood Building Consolidation	-125.0	0.0	0.0	-125.0	0.0	0.0	0.0	0	0	0
The department will realize lease savings from the Atwood consolidation by reducing office space by over 23,000 square feet.													
Since FY2012 the department's core service costs (including leases, IRIS, Microsoft, audit, mainframe, Linný Pacillo parking garage) have increased \$1,227.0 (24%), while general funds in the Facilities and Chargeback components have decreased by \$372.0 (4%). As a result, divisions have absorbed these increases, and their costs have increased \$547.0 (21%) since FY2012.													
			1004 Gen Fund (UGF)	-125.0									
<b>* Allocation Difference *</b>				-125.0	0.0	0.0	-125.0	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
<b>Administration &amp; Support Services (continued)</b>													
<b>Public Information Center</b>													
Increase Inter-Agency Receipt Authority	19GovAdj	Inc	30.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0	0	0
These decrements and increments of Inter-Agency Receipts listed below by component better aligns the budget with actual spending.													
Commissioner's Office: (\$120.0)													
Interdepartmental Chargeback: (\$205.0)													
Public Information Center: \$30.0													
Mining, Land & Water: \$100.0													
Forest Management: \$100.0													
Agricultural Development \$65.0													
Parks Management: (\$250.0)													
Office of History & Archeology: (\$200.0)													
DNR Total: (\$480.0)													
These are technical adjustments and have no impact on services to the public.													
1007 I/A Rcpts (Other)			30.0										
<b>* Allocation Difference *</b>			<b>30.0</b>	<b>0.0</b>	<b>0.0</b>	<b>30.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Mental Health Trust Lands Administration</b>													
Reverse Mental Health Trust Recommendation	19GovAdj	OTI	-4,213.2	-2,832.8	-143.0	-1,181.4	-56.0	0.0	0.0	0.0	0	0	0
1092 MHTAAR (Other)			-4,213.2										
Continuation - Maintain Trust Land Office	19GovAdj	IncM	4,213.2	2,842.8	133.0	1,181.4	56.0	0.0	0.0	0.0	0	0	0
Administration Budget													
The FY2019 Operating Budget will continue funding the annual operating costs for the Trust Land Office (TLO). The TLO was established by statute to manage the lands and other non-cash assets of the Alaska Mental Health Trust Authority. The mission is two-fold: (1) to protect and enhance the value of Alaska Mental Health Trust lands; and (2) to maximize revenues from Trust lands over time. Operating costs include personal services and travel expenses for staff, contractual expenses such as professional services, advertising, postage, and general office supplies. The TLO is advised by the Trust Authority Resource Management Committee.													
1092 MHTAAR (Other)			4,213.2										
<b>* Allocation Difference *</b>			<b>0.0</b>	<b>10.0</b>	<b>-10.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>** Appropriation Difference **</b>			<b>-1,923.1</b>	<b>-248.3</b>	<b>-10.0</b>	<b>-1,664.8</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>-2</b>	<b>0</b>	<b>0</b>
<b>Oil &amp; Gas</b>													
<b>Oil &amp; Gas</b>													
L Reverse Cook Inlet Energy Reclamation Bond	19GovAdj	OTI	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
Interest													
In 2009, Pacific Energy Resources Limited (PERL) abandoned Redoubt Unit as a result of bankruptcy. The bond in the amount of \$6,600.0 along with interest earned for abandonment liabilities for the Redoubt Unit between PERL and Department of Natural Resources' (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													

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**Oil & Gas (continued)  
Oil & Gas (continued)**

Reverse Cook Inlet Energy Reclamation Bond

Interest (continued)

bond will be used as 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. It costs over \$1,800/month 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.

\$150.0 is the estimate of interest to be earned on the bond for FY2018.

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

If funding is not received, interest earned on the bond held by Department of Revenue's Division of Treasury cannot be applied toward future bond requirements, imposing additional financial burden on this small and producing company.

Language

The interest earned during the fiscal year ending June 30, 2018, on the reclamation bond posted by Cook Inlet Energy for operation of an oil production platform in Cook Inlet under lease with the Department of Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general fund to the Department of Natural Resources for the purpose of the bond for the fiscal years ending June 30, 2018, June 30, 2019, and June 30, 2020.

	1217 NGF Earn (Other)	-150.0											
L	Interest earned in FY19 on Cook Inlet Energy Reclamation Bond is available for purpose of the bond (FY19 through FY21)		19GovAdj	IncT	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0

In 2009, Pacific Energy Resources Limited (PERL) abandoned Redoubt Unit as a result of bankruptcy. The bond in the amount of \$6,600.0 along with interest earned for abandonment liabilities for the Redoubt Unit between PERL and Department of Natural Resources' (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 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. It costs over \$1,800/month 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

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**Oil & Gas (continued)**  
**Oil & Gas (continued)**

Interest earned in FY19 on Cook Inlet Energy Reclamation Bond is available for purpose of the bond (FY19 through FY21) (continued) the bond funds available for abandonment and reclamation costs.

\$150.0 is the estimate of interest to be earned on the bond for FY2019.

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

If funding is not received, interest earned on the bond held by Department of Revenue's Division of Treasury cannot be applied toward future bond requirements, imposing additional financial burden on this small and producing company.

**Language**

The interest earned during the fiscal year ending June 30, 2019, on the reclamation bond posted by Cook Inlet Energy for operation of an oil production platform in Cook Inlet under lease with the Department of Natural Resources, estimated to be \$150,000, is appropriated from interest held in the general fund to the Department of Natural Resources for the purpose of the bond for the fiscal years ending June 30, 2019, June 30, 2020, and June 30, 2021.

Interest is applied to the bond annually. Use IncT to indicate the transaction remains in the base.

1217 NGF Earn (Other)			150.0										
One Time Funding for Reservoir Modeling	19GovAdj	Inc0TI	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0

**Contractual Services**

Reservoir studies capital funds were allocated in FY2009 to build and maintain sophisticated reservoir models in house. Rather than build and maintain these models it was found to be more cost effective to pay yearly for the proprietary software necessary to analyze data to the degree that would allow qualitative policy decisions with respect to field development and hire consultants to analyze reservoirs on the North Slope and Cook Inlet on an as-needed basis.

The majority of the capital project was reappropriated to the high priority Arctic Strategic Transportation and Resources (ASTAR) project at the end of FY2017 leaving enough funds to cover FY2018 software licensing and contractual services for imminent reservoir analysis, with the understanding that an operating budget increment would be requested for FY2019.

This one time item will allow the Division of Oil & Gas (DOG) to hire consultants to analyze reservoirs on the North Slope and in Cook Inlet. Reservoir dynamic models are used to predict future performance and recovery of oil, water and gas. The results from predictive model runs are used to calculate where production originates in the reservoir and under which leases. In this manner, equity in a producing reservoir is established by calculating volumes recovered from each owner's lease and the resulting royalty volumes are determined.

The nature of resource evaluation requires technical experts to perform state-of-the-art mechanistic and deterministic three-dimensional (3D) studies. A static model is created from thousands to hundreds of thousands of pieces of data. A dynamic reservoir model is created and populated with data that describes the rock and fluid

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<b>Oil &amp; Gas (continued)</b>													
<b>Oil &amp; Gas (continued)</b>													
One Time Funding for Reservoir Modeling													
Contractual Services (continued)													
(oil, water and gas) characteristics over the range of pressure and temperature conditions. In addition, the layers of the reservoir are described as thousands of cells with length, width and height dimensions. All of the mathematical fluid and flow relationships are put in the 3D computer models to calculate and match reservoir history. Enhanced oil recovery processes are also included to predict and estimate the impact on recovery. Both the static and dynamic models may be modified to attain a better history match and improve model performance.													
Differential lease royalty terms and different mineral estate owners' equity stakes must be accurately determined. The state may wish to perform their own model studies to audit the unit operators' work or to evaluate a disagreement on where hydrocarbons are produced and how much is allocated to each equity owner and mineral estate owner.													
Oil and gas producers typically conduct these studies for stakeholders, but there are occasions when the stakeholders do not agree or align on technical and commercial issues. It is in the state's interest to perform due diligence studies to assure the state's interest is protected and to verify and validate the producers' work. A recent study disputed a producer's work, resulting in an additional \$100 million in state revenue (net present value).													
The Alpine, Nanuq-Kuparuk, Fiord-Nechelik, Nanuq-Nanuq, Qannik, and Fiord-Kuparuk units are scheduled for redeterminations in FY2018 and FY2019. If an increment is not approved the division will not be able to perform any of the geological and engineering analysis and the state may forego significant royalty revenue.													
1004 Gen Fund (UGF)			250.0										
Reservoir Modeling Software Licensing	19GovAdj	Inc	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0
Reservoir Studies capital funds were allocated in FY2009 to build and maintain sophisticated reservoir models in house. Rather than build and maintain these models it was found to be more cost effective to pay yearly for the proprietary software necessary to analyze data to the degree that would allow qualitative policy decisions with respect to field development. Annual software licensing were paid out of these CIP funds.													
The majority of the capital project was reappropriated to the high priority Arctic Strategic Transportation and Resources (ASTAR) project at the end of FY2017 leaving enough funds to cover FY2018 software licensing and contractual services for imminent reservoir analysis, with the understanding that an operating budget increment would be requested for FY2019.													
If an increment is not approved the division will not be able to renew the software licenses which allow the division to perform the geological and engineering analysis and the state could forego significant royalty revenue.													
1004 Gen Fund (UGF)			250.0										
Reduce Uncollectible Statutory Designated Program Receipt Authority	19GovAdj	Dec	-500.0	0.0	0.0	-500.0	0.0	0.0	0.0	0.0	0	0	0
Reduction of statutory designated program receipt authority better aligns the budget with actual spending.													
1108 Stat Desig (Other)			-500.0										
Reduce Uncollectible Federal Receipt Authority	19GovAdj	Dec	-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
Reduction of federal receipt authority better aligns the budget with actual spending.													
1002 Fed Rcpts (Fed)			-50.0										

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<b>Oil &amp; Gas (continued)</b>													
Oil & Gas (continued)													
* Allocation Difference *			-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
<b>Fire Suppression, Land &amp; Water Resources</b>													
<b>Mining, Land &amp; Water</b>													
L Reverse Mine Reclamation Trust Bond Authority Sec33b Ch1 SSSLA2017 P104 L26 (HB57)	19GovAdj	OTI	-50.0	0.0	0.0	-50.0	0.0	0.0	0.0	0.0	0	0	0
Reverse estimate appropriated from the mine reclamation trust fund operating account (AS 37.14.800(a)) to the Division of Mining, Land & Water. This authority is used for reclamation of state land by utilizing bond funds as necessary.													
Language													
The amount necessary for the purposes specified in AS 37.14.820 for the fiscal year ending June 30, 2018, estimated to be \$50,000, is appropriated from the mine reclamation trust fund operating account (AS 37.14.800(a)) to the Department of Natural Resources for those purposes for the fiscal year ending June 30, 2018.													
1192 Mine Trust (Other)			-50.0										
L Restore Mine Reclamation Activities	19GovAdj	IncM	30.0	0.0	0.0	30.0	0.0	0.0	0.0	0.0	0	0	0
Restore estimate appropriated from the mine reclamation trust fund operating account (AS 37.14.800(a)) to the Division of Mining, Land & Water. This authority is used for reclamation of state land by utilizing bond funds as necessary.													
Language													
The amount necessary for the purposes specified in AS 37.14.820 for the fiscal year ending June 30, 2019, estimated to be \$30,000, is appropriated from the mine reclamation trust fund operating account (AS 37.14.800(a)) to the Department of Natural Resources for those purposes for the fiscal year ending June 30, 2019.													
1192 Mine Trust (Other)			30.0										
L Reverse Settlement of Claims Against Reclamation Bonds Sec33c Ch1 SSSLA2017 P104 L30 (HB57)	19GovAdj	OTI	-25.0	0.0	0.0	-25.0	0.0	0.0	0.0	0.0	0	0	0
Reverse amount in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$25.0 for the Division of Mining, Land & Water.													
Language													
The amount received in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$50,000, is appropriated to the Department of Natural Resources for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2018.													
Note: The Division of Forestry utilizes the same language section, also with an estimated amount of \$25.0, for a total of \$50.0 referenced in the language.													
1108 Stat Desig (Other)			-25.0										
L Restore Bond for Land Reclamation	19GovAdj	IncM	25.0	0.0	0.0	25.0	0.0	0.0	0.0	0.0	0	0	0

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<b>Fire Suppression, Land &amp; Water Resources (continued)</b>													
<b>Mining, Land &amp; Water (continued)</b>													
Restore Bond for Land Reclamation (continued)													
Restore amount in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$25.0 for the Division of Mining, Land & Water.													
Language													
The amount received in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$50,000, is appropriated to the Department of Natural Resources for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2019.													
Note: The Division of Forestry utilizes the same language section, also with an estimated amount of \$25.0, for a total of \$50.0 referenced in the language.													
1108 Stat Desig (Other)		25.0											
Increase Inter-Agency Receipt Authority to Match Anticipated Expenditures	19GovAdj	Inc	100.0	100.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
These decrements and increments of Inter-Agency Receipts listed below by component better aligns the budget with actual spending.													
Commissioner's Office: (\$120.0)													
Interdepartmental Chargeback: (\$205.0)													
Public Information Center: \$30.0													
Mining, Land & Water: \$100.0													
Forest Management: \$100.0													
Agricultural Development \$65.0													
Parks Management: (\$250.0)													
Office of History & Archeology: (\$200.0)													
DNR Total: (\$480.0)													
These are technical adjustments and have no impact on services to the public.													
1007 I/A Rcpts (Other)		100.0											
Replace General Fund with Program Receipt Authority Using New Revenue	19GovAdj	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Division of Mining, Land and Water is a revenue producing division, generating approximately \$14.3M in general fund program receipts and a total of \$29.7M in total revenue in FY2017. With the statewide budget challenges, the division is seeking to transition more of its work to be supported more directly by those using the division's services.													
In order to be responsive to those seeking to commercially use state land which benefits the economy in the state, the division will shift more of its expenses to the revenue earned to better show the correlation between costs and revenue generated. With the existing level of work demand and anticipated new revenues the division can safely increase its dependence on revenues earned by \$1,000.0 in FY2019.													
1004 Gen Fund (UGF)		-1,000.0											
1005 GF/Prgm (DGF)		1,000.0											



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	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
<b>Fire Suppression, Land &amp; Water Resources (continued)</b>													
<b>Mining, Land &amp; Water (continued)</b>													
Replace UGF for Native Allotment Program with Federal Receipts	19GovAdj	Dec	-100.0	-100.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	1
<p>The federal Native Allotment program, located in the Realty Services Section of Division of Mining, Land &amp; Water, is currently comprised of three positions, and has been solely funded by unrestricted general funds. One position has been vacant since October 2016 because of funding uncertainty.</p> <p>The division recently received a \$100.0 grant from the Federal government which will be used to fund a long-term non-permanent (LTNP) position to process native allotment reconveyance requests. The division requested that the federal grant be modified to allow for funding of this full time position, but that request was denied. With the loss of this position additional Native Allotment reconveyance case file work may be constrained until further or expanded federal funding is received. The division has adequate federal authority to accept this grant.</p> <p>Delete (10-1880) Natural Resource Specialist III, range 18, Anchorage, Full-Time Add (10-N180007) Natural Resource Specialist III, range 18, Anchorage, Non-Perm 1004 Gen Fund (UGF) -100.0</p>													
Administrative Support Reduction Due to Shared Services of Alaska	19GovAdj	Dec	-80.0	-80.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
<p>With the implementation of Shared Services of Alaska, an overall reduction in workload is anticipated, allowing the division to realize cost savings. With the loss of this position, the division may not be able to respond timely to staff needs during peak times.</p> <p>Delete (10-1290) Administrative Assistant II, range 14, Anchorage, Full-Time 1004 Gen Fund (UGF) -80.0</p>													
Northern Region Permits and Easements Reduction	19GovAdj	Dec	-107.0	-107.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
<p>This position was staffed via a telework agreement which was not renewed in March of 2017. It remained vacant until the division could determine how to fill the position. With the loss of this position, processing and adjudication of northern region permits and easements may take longer and may add to the backlog.</p> <p>Delete (10-1829) Natural Resource Specialist III, range 18, Fairbanks, Full-Time 1004 Gen Fund (UGF) -107.0</p>													
Unified Permit Program Reduction	19GovAdj	Dec	-245.0	0.0	0.0	-245.0	0.0	0.0	0.0	0.0	0	0	0
<p>The reduction in contractual services for the Unified Permit Program is consistent with the increment received in FY2018. This is a planned scaling down of the project with no impact.</p> <p>The Unified Permit (UP) Project is an automated business information management system for Department of Natural Resources (DNR) permitting. The target audiences are DNR managers and staff who authorize the use of state land and resources, and the public who apply for the use of these resources. The project automates easements, land use permits, material sales, leases, and water rights. Once we have this capacity we can expand to other permit types, depending on resource availability.</p> <p>The overall project goals are:</p> <p>Shorten and make consistent cycle times and processes for authorizations;</p>													

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<b>Numbers and Language Differences Agencies: DNR</b>
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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
<b>Fire Suppression, Land &amp; Water Resources (continued)</b>													
<b>Mining, Land &amp; Water (continued)</b>													
Unified Permit Program Reduction (continued)													
<p>Improve the permit application process for our customers by delivering interactive applications for authorizations that guide customers to the correct questions and help them to supply content;</p> <p>Build internal systems that support and improve DNR productivity allowing staff to increase time spent on critical land stewardship work; and</p> <p>Scan active case files in order to provide structured access to all content within the DNR case management environment.</p> <p>In FY2018 the budget is \$1,385.0 and seven positions. In FY2019 the budget will be reduced by (\$245.0) to \$1,140.0 by eliminating certain services. Seven positions will be funded. In FY2020 the budget will be reduced by (\$321.0) to \$819.0. Four positions will be funded. In FY2021 the budget will be reduced by (\$350.0) to \$469.0. Two positions will be funded, and this will be the base cost of maintaining operations.</p>													
	1004 Gen Fund (UGF)		-245.0										
<b>* Allocation Difference *</b>			<b>-452.0</b>	-187.0	0.0	-265.0	0.0	0.0	0.0	0.0	-3	0	1

**Forest Management & Development**

L	Reverse Settlement of Claims Against Reclamation Bonds Sec33c Ch1 SSSLA2017 P104 L30 (HB57)	19GovAdj	OTI	-25.0	0.0	0.0	-25.0	0.0	0.0	0.0	0	0	0
<p>Reverse amount in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$25.0 for the Division of Forestry.</p> <p>Language The amount received in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$50,000, is appropriated to the Department of Natural Resources for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2018.</p> <p>Note: The Division of Mining, Land &amp; Water utilizes the same language section, also with an estimated amount of \$25.0, for a total of \$50.0 referenced in the language.</p>													
	1108 Stat Desig (Other)			-25.0									
L	Restore Settlement of Claims Against Reclamation Bonds	19GovAdj	IncM	25.0	0.0	0.0	25.0	0.0	0.0	0.0	0	0	0
<p>Restore amount in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$25.0 for the Division of Forestry.</p> <p>Language The amount received in settlement of a claim against a bond guaranteeing the reclamation of state, federal, or private land, including the plugging or repair of a well, estimated to be \$50,000, is appropriated to the Department</p>													

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<b>Numbers and Language Differences Agencies: DNR</b>
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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
<b>Fire Suppression, Land &amp; Water Resources (continued)</b>													
<b>Forest Management &amp; Development (continued)</b>													
Restore Settlement of Claims Against Reclamation Bonds (continued)													
of Natural Resources for the purpose of reclaiming the state, federal, or private land affected by a use covered by the bond for the fiscal year ending June 30, 2018.													
Note: The Division of Mining, Land & Water utilizes the same language section, also with an estimated amount of \$25.0, for a total of \$50.0 referenced in the language.													
1108 Stat Desig (Other)			25.0										
Restore Forester in Haines	19GovAdj	IncM	102.0	82.0	3.5	15.0	1.5	0.0	0.0	0.0	0	1	0

A one-time increment was appropriated by the legislature in the FY2018 budget. This increment would return this funding to the base budget.

Funding would support a seasonal Forester II in the Haines State Forest office, which is facing closure due to previous funding reductions. This position has duties associated with the timber sale program, personal use firewood permits, road maintenance, and provides oversight for a variety of commercial and public uses in the state forest.

The state forest contributes to the Haines economy by providing access for numerous multiple use activities that are a mix of commercial and personal use. An active timber sale program encourages and supports jobs in the forest products sector, produces revenue and provides access to the state forest by maintaining and keeping the road system open. The roads provide access for the personal use firewood program, which is utilized by residents and businesses as a primary or supplemental heating source. Other key points for consideration:

- Businesses that depend on state timber sales in the Haines State Forest will be able to obtain a consistent wood supply. Timber sales will be offered on a regular basis consistent with the allowable cut level. Last year there were six separate businesses that purchased timber sales in Haines.
- The twenty million board foot timber sale (Baby Brown) will be re-offered for sale this winter and will need contract administration and oversight. This position also completes timber sale work on behalf of the Mental Health and University Trust Land Management Programs, which generates revenue for their respective trust programs and is an efficient use of staff to meet forest management needs for different agencies.
- Forty-six miles of state forest roads will be reviewed and maintained in compliance with 11 AAC 95.320 of the state forest practices regulations. Timber sale revenue and timber sale purchasers have provided road maintenance as part of their ongoing operations and these methods would continue as the primary way for road maintenance to be accomplished.
- The road system provides critical access for the Palmer Mine project which is accessed via the Porcupine Road in the state forest.
- Access for the proposed Walker Lake Hydroelectric Project utilizes roads in the state forest.
- Recreational activities of all types, both motorized and non-motorized, will occur on state forest lands. The community depends on these roads for personal use, berry picking, hunting, fishing, and other subsistence activities.
- The state's forests are a renewable resource and Alaska's future will depend on the development of natural resources. Forestry has been a major driver in access development in many regions of the state and our road systems have facilitated other natural resource development projects.

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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
<b>Fire Suppression, Land &amp; Water Resources (continued)</b>													
<b>Forest Management &amp; Development (continued)</b>													
Restore Forester in Haines (continued)													
If funding is not approved, the division will continue the orderly shutdown of the office once the issue of the 46-mile road system in the Haines State Forest is addressed. Many roads will need to be closed or put into long-term storage until they are needed for a timber sale to be compliant with the State's Forest Resources and Practices Act (FRPA). The Act and our state forest Management Plan require active maintenance of the road system to protect water quality and fish habitat and without on-site personnel, this will be difficult to achieve. Only primary roads will be kept open unless the responsibilities can be transferred to another state agency or the Haines Borough.													
Timber sales and management of the Haines State Forest will continue, but from offices in Ketchikan and Juneau. Slower response times for both public and commercial users should be expected.													
1004 Gen Fund (UGF)			102.0										
Increase Inter-Agency Receipt Authority to Match Anticipated Expenditures	19GovAdj	Inc	100.0	100.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
The Forest Management and Develop component has historically had insufficient interagency receipt authority to reflect all reimbursable services agreements (RSA). Increasing interagency receipt authority will allow the division to avoid unbudgeted RSAs in FY2019.													
1007 I/A Rcpts (Other)			100.0										
<b>* Allocation Difference *</b>			<b>202.0</b>	<b>182.0</b>	<b>3.5</b>	<b>15.0</b>	<b>1.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>1</b>	<b>0</b>
<b>Geological &amp; Geophysical Surveys</b>													
Replace General Fund with Program Receipt Authority Utilizing New Revenue from Seismic Data	19GovAdj	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
This fund source change will utilize new revenue generated by fees for services, products and data at the Geologic Material Center in Anchorage.													
The Lt. Governor signed new fee regulations into place on October 9, 2017 and the division will begin collecting fees from these new regulations in November, 2017. Revenue from the sale of seismic data is difficult to estimate at this time but it is possible an additional fund source change in FY2020 could be supported.													
This fund source change uses revenue from the natural resource industries to fund activities that support increased natural resource development.													
1004 Gen Fund (UGF)			-200.0										
1005 GF/Prgm (DGF)			200.0										
<b>* Allocation Difference *</b>			<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fire Suppression Preparedness</b>													
Reduce Uncollectible Capital Improvement Project Receipt Authority	19GovAdj	Dec	-300.0	-300.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Reduction of uncollectible capital improvement project receipt authority better aligns the budget with actual spending.													
1061 CIP Rcpts (Other)			-300.0										

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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	
<b>Fire Suppression, Land &amp; Water Resources (continued)</b>														
<b>Fire Suppression Preparedness (continued)</b>														
<b>* Allocation Difference *</b>			-300.0	-300.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0	
<b>Fire Suppression Activity</b>														
L	Reverse Fire Federal Authorization Estimate Sec34d Ch1 SSSLA2017 P105 L4 (HB57)	19GovAdj	OTI	-8,500.0	0.0	0.0	-5,500.0	-3,000.0	0.0	0.0	0.0	0	0	0
	Reverse the language section estimate of federal receipt authority necessary to support wildland firefighting activity.													
	Language Federal receipts received for fire suppression during the fiscal year ending June 30, 2018, estimated to be \$8,500,000, are appropriated to the Department of Natural Resources for fire suppression activities for the fiscal year ending June 30, 2018.													
	1002 Fed Rcpts (Fed)			-8,500.0										
L	Restore Fire Federal Authorization Estimate	19GovAdj	IncM	8,500.0	0.0	0.0	5,500.0	3,000.0	0.0	0.0	0.0	0	0	0
	Restore the language section estimate of federal receipt authority necessary to support wildland firefighting activity.													
	Language Federal receipts received for fire suppression during the fiscal year ending June 30, 2019, estimated to be \$8,500,000, are appropriated to the Department of Natural Resources for fire suppression activities for the fiscal year ending June 30, 2019.													
	1002 Fed Rcpts (Fed)			8,500.0										
L	Contingent UGF approp if Fed Rcpts for Firefighting Crews are not received	19GovAdj	Cntngt	1,125.0	0.0	0.0	1,125.0	0.0	0.0	0.0	0.0	0	0	0
	1004 Gen Fund (UGF)			1,125.0										
<b>* Allocation Difference *</b>			1,125.0	0.0	0.0	1,125.0	0.0	0.0	0.0	0.0	0	0	0	
<b>** Appropriation Difference **</b>			575.0	-305.0	3.5	875.0	1.5	0.0	0.0	0.0	-3	1	1	

**Agriculture**

**Agricultural Development**

Increase State Veterinarian Program Funding with Agriculture Revolving Loan Fund	19GovAdj	Inc	75.0	75.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
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This increment will be used to supplement existing general funds in support of the State Veterinarian program. The Alaska livestock sector continues to grow and the Division of Agriculture has an increasing demand for these services. The State Veterinarian will lead the livestock outreach and education while maintaining animal health standards.

Food security is of utmost importance to our state due to the distance and vulnerable food distribution system into the state. Alaska imports 95% of the \$2 billion of food that Alaskans purchase. As Alaska diversifies its economy there is tremendous opportunity for agriculture to thrive, creating jobs and putting dollars back into the community. Every year it is estimated that \$1.9 billion leaves the state from the food Alaskans purchase.

In recent years, the awareness and demand for local foods has increased dramatically. Livestock and poultry are

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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
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**Agriculture (continued)**

**Agricultural Development (continued)**

Increase State Veterinarian Program Funding  
with Agriculture Revolving Loan Fund  
(continued)

an important component of this demand. As these numbers increase so has the demand for locally produced animal feed, in turn creating a need for an increased local grain production. The potential for growth in this sector and the impact it can have on other agriculture sectors is tremendous. In 2016, Mt. McKinley Meat and Sausage successfully transitioned into the private sector and we believe the stability this provides the livestock industry will further facilitate growth. The Southcentral region has also seen the construction of additional slaughter and processing facilities, further stabilizing market growth.

To grow the livestock industry in Alaska it's important to disseminate accurate and timely information to producers and appropriate enforcement and regulatory authorities. As animals are imported, animal health knowledge and education will be key to a successful industry. Industry will need information on diseases that can be imported, disease detection, and development of a quarantine protocols. All animals imported into the state will have oversight from the State Veterinarian, who will issue importation certificates. On the export side, a voluntary livestock registration program will be created to promote and meet international requirements to get animal products into foreign markets.

To start a business and grow, livestock farmers need guidance and support to understand the Alaska-specific nutrition, health, and care requirements of their animals. There will also be a need to understand the impact of herbicides and pesticides on feed, which will affect manure that could end up in the organic growing industry.

On a national level, there is a need to have a voice for Alaska when it comes to federal regulations, given our unique environment that is not always represented. As changes are made, outreach and education to the industry will be vital.

Two positions will support this effort:

10-3127 State Veterinarian, range 24, Palmer, Full-Time (reclassified from a vacant Natural Resource Manager II, range 20)

10-3084 Development Specialist I (Option B), range 18, Palmer, Full-Time (reclassified from a vacant Agronomist II, range 18)

There is a surplus in the Agricultural Revolving Loan Fund component due to the sale of the Mt. McKinley Meat & Sausage Plant. Contractual services for utilities and outside contractors are no longer required.

1021 Agric RLF (DGF)		75.0											
Increase Inter-Agency Receipt Authority to Align with Anticipated Spending	19GovAdj	Inc	65.0	0.0	0.0	65.0	0.0	0.0	0.0	0.0	0	0	0

These decrements and increments of Inter-Agency Receipts listed below by component better aligns the budget with actual spending.

Commissioner's Office: (\$120.0)  
Interdepartmental Chargeback: (\$205.0)  
Public Information Center: \$30.0  
Mining, Land & Water: \$100.0

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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
<b>Agriculture (continued)</b>													
<b>Agricultural Development (continued)</b>													
Increase Inter-Agency Receipt Authority to Align with Anticipated Spending (continued)													
Forest Management: \$100.0													
Agricultural Development \$65.0													
Parks Management: (\$250.0)													
Office of History & Archeology: (\$200.0)													
DNR Total: (\$480.0)													
These are technical adjustments and have no impact on services to the public.													
	1007 I/A Rcpts (Other)		65.0										
Add Development Specialist I (Option B) to Support State Veterinarian Program	19GovAdj	Inc	101.8	101.8	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0

The position, transferred from the North Latitude Plant Material Center component, will support the State Veterinarian program. The Alaska livestock sector continues to grow and the Division of Agriculture has an increasing demand for these services. The State Veterinarian will lead the livestock outreach and education while maintaining animal health standards.

Food security is of utmost importance to our state due to the distance and vulnerable food distribution system into the state. Alaska imports 95% of the \$2 billion of food that Alaskans purchase. As Alaska diversifies its economy there is tremendous opportunity for agriculture to thrive, creating jobs and putting dollars back into the community. Every year it is estimated that \$1.9 billion leaves the state from the food Alaskans purchase.

In recent years, the awareness and demand for local foods has increased dramatically. Livestock and poultry are an important component of this demand. As these numbers increase so has the demand for locally produced animal feed, in turn creating a need for an increased local grain production. The potential for growth in this sector and the impact it can have on other agriculture sectors is tremendous. In 2016, Mt. McKinley Meat and Sausage successfully transitioned into the private sector and we believe the stability this provides the livestock industry will further facilitate growth. The Southcentral region has also seen the construction of additional slaughter and processing facilities, further stabilizing market growth.

To grow the livestock industry in Alaska it's important to disseminate accurate and timely information to producers and appropriate enforcement and regulatory authorities. As animals are imported, animal health knowledge and education will be key to a successful industry. Industry will need information on diseases that can be imported, disease detection, and development of quarantine protocols. All animals imported into the state will have oversight from the State Veterinarian, who will issue importation certificates. On the export side, a voluntary livestock registration program will be created to promote and meet international requirements to get animal products into foreign markets.

To start a business and grow, livestock farmers will need guidance and support to understand the Alaska-specific nutrition, health, and care requirements of their animals. There will also be a need to understand the impact of herbicides and pesticides on feed, which will affect manure that could end up in the organic growing industry.

On a national level, there is a need to have a voice for Alaska when it comes to federal regulations, given our unique environment that is not always represented. As changes are made, outreach and education to the industry

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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
<b>Agriculture (continued)</b>													
<b>Agricultural Development (continued)</b>													
Add Development Specialist I (Option B) to Support State Veterinarian Program (continued) will be vital.													
Two positions will support this effort:													
10-3127 State Veterinarian, range 24, Palmer, Full-Time (reclassified from a vacant Natural Resource Manager II, range 20)													
10-3084 Development Specialist I (Option B), range 18, Palmer, Full-Time (reclassified from a vacant Agronomist II, range 18)													
Transfer In Vacant (10-3084) Agronomist II, range 18, Palmer, Full-Time													
LFD Note: This transaction is a decrement/increment pair because the positions and funding that are being moved reflect a change in responsibilities.													
1002 Fed Rcpts (Fed) 40.7													
1004 Gen Fund (UGF) 61.1													
<b>* Allocation Difference *</b>			<b>241.8</b>	176.8	0.0	65.0	0.0	0.0	0.0	0.0	1	0	0

**North Latitude Plant Material Center**

Delete Agronomist II (10-3084) Position and Associated Funding	19GovAdj	Dec	<b>-101.8</b>	-101.8	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
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The position, transferred from the North Latitude Plant Material Center component, will support the State Veterinarian program. The Alaska livestock sector continues to grow and the Division of Agriculture has an increasing demand for these services. The State Veterinarian will lead the livestock outreach and education while maintaining animal health standards.

Food security is of utmost importance to our state due to the distance and vulnerable food distribution system into the state. Alaska imports 95% of the \$2 billion of food that Alaskans purchase. As Alaska diversifies its economy there is tremendous opportunity for agriculture to thrive, creating jobs and putting dollars back into the community. Every year it is estimated that \$1.9 billion leaves the state from the food Alaskans purchase.

In recent years, the awareness and demand for local foods has increased dramatically. Livestock and poultry are an important component of this demand. As these numbers increase so has the demand for locally produced animal feed, in turn creating a need for an increased local grain production. The potential for growth in this sector and the impact it can have on other agriculture sectors is tremendous. In 2016, Mt. McKinley Meat and Sausage successfully transitioned into the private sector and we believe the stability this provides the livestock industry will further facilitate growth. The Southcentral region has also seen the construction of additional slaughter and processing facilities, further stabilizing market growth.

To grow the livestock industry in Alaska it's important to disseminate accurate and timely information to producers and appropriate enforcement and regulatory authorities. As animals are imported, animal health knowledge and education will be key to a successful industry. Industry will need information on diseases that can be imported, disease detection, and development of quarantine protocols. All animals imported into the state will have oversight from the State Veterinarian, who will issue importation certificates. On the export side, a voluntary livestock



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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
<b>Agriculture (continued)</b>													
<b>North Latitude Plant Material Center (continued)</b>													
Delete Agronomist II (10-3084) Position and Associated Funding (continued)													
registration program will be created to promote and meet international requirements to get animal products into foreign markets.													
To start a business and grow, livestock farmers will need guidance and support to understand the Alaska-specific nutrition, health, and care requirements of their animals. There will also be a need to understand the impact of herbicides and pesticides on feed, which will affect manure that could end up in the organic growing industry.													
On a national level, there is a need to have a voice for Alaska when it comes to federal regulations, given our unique environment that is not always represented. As changes are made, outreach and education to the industry will be vital.													
Two positions will support this effort:													
10-3127 State Veterinarian, range 24, Palmer, Full-Time (reclassified from a vacant Natural Resource Manager II, range 20)													
10-3084 Development Specialist I (Option B), range 18, Palmer, Full-Time (reclassified from a vacant Agronomist II, range 18)													
Transfer Out Vacant (10-3084) Agronomist II, range 18, Palmer, Full-Time													
LFD Note: This transaction is a decrement/increment pair because the positions and funding that are being moved reflect a change in responsibilities.													
1002 Fed Rcpts (Fed) -40.7													
1004 Gen Fund (UGF) -61.1													
<b>* Allocation Difference *</b>			<b>-101.8</b>	-101.8	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
<b>Agriculture Revolving Loan Program Administration</b>													
Reduction in Contractual Services to be Used for the State Veterinarian Program													
	19GovAdj	Dec	<b>-75.0</b>	0.0	0.0	-75.0	0.0	0.0	0.0	0.0	0	0	0
These funds are in surplus due to the sale of the Mt. McKinley Meat & Sausage Plant. Contractual services for utilities and outside contractors are no longer required.													
The funds will be used in the Agricultural Development component to support the State Veterinarian program.													
1021 Agric RLF (DGF) -75.0													
<b>* Allocation Difference *</b>			<b>-75.0</b>	0.0	0.0	-75.0	0.0	0.0	0.0	0.0	0	0	0
<b>** Appropriation Difference **</b>			<b>65.0</b>	75.0	0.0	-10.0	0.0	0.0	0.0	0.0	0	0	0
<b>Parks &amp; Outdoor Recreation</b>													
<b>Parks Management &amp; Access</b>													
Increase Capital Improvement Project Receipt Authority to Align with Anticipated Expenditure													
	19GovAdj	Inc	<b>400.0</b>	0.0	0.0	400.0	0.0	0.0	0.0	0.0	0	0	0
The Parks Management and Access component has historically had insufficient capital improvement project													

**2018 Legislature - Operating Budget  
Transaction Compare - Governor Structure  
Between 19Adj Base and 19GovAdj**

<b>Numbers and Language Differences Agencies: DNR</b>
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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
<b>Parks &amp; Outdoor Recreation (continued)</b>													
<b>Parks Management &amp; Access (continued)</b>													
Increase Capital Improvement Project Receipt Authority to Align with Anticipated Expenditure (continued)													
receipt authority to reflect all reimbursable services agreements (RSA). Increasing capital improvement project receipt authority will allow the division to avoid unbudgeted RSAs in FY2019.													
			1061 CIP Rcpts (Other)	400.0									
	19GovAdj	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Replace General Fund with Program Receipt Authority Using New Revenue													
This fund source change from general funds to general fund program receipts will utilize new revenue from increased park fees.													
The current fee regulations (11 AAC 5) provide an upper limit on various park use and permit fees, which are then set by Director's Order. Division of Parks and Outdoor Recreation has reached the upper limit in several areas of the fee structure, and has proposed a regulation change to increase the limits. The timing of the passage of the new regulation is expected to occur in mid FY2018, and the revenue from these increased fees in FY2019 is estimated to be \$600.0.													
			1004 Gen Fund (UGF)	-500.0									
			1005 GF/Prgm (DGF)	500.0									
	19GovAdj	Dec	-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0.0	0	0	0
Reduce Uncollectible Inter-Agency Receipt Authority													
Reduction of inter-agency receipt authority better aligns the budget with actual anticipated revenue.													
			1007 I/A Rcpts (Other)	-250.0									
	19GovAdj	Dec	-400.0	0.0	0.0	-400.0	0.0	0.0	0.0	0.0	0	0	0
Reduce Uncollectible Federal Receipt Authority													
Reduction of federal receipt authority better aligns the budget with actual anticipated revenue.													
			1002 Fed Rcpts (Fed)	-400.0									
<b>* Allocation Difference *</b>				-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0	0	0
<b>Office of History and Archaeology</b>													
Increase Capital Improvement Project Receipt Authority to Align with Anticipated Expenditures													
The History and Archaeology component has historically had insufficient capital improvement project receipt authority to reflect all reimbursable services agreements (RSA). Increasing capital improvement project receipt authority will allow the division to avoid unbudgeted RSAs in FY2019.													
			1061 CIP Rcpts (Other)	272.0									
	19GovAdj	Dec	-200.0	-200.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Reduce Uncollectible Inter-Agency Receipt Authority													
Reduction of inter-agency receipt authority better aligns the budget with actual spending.													
			1007 I/A Rcpts (Other)	-200.0									
	19GovAdj	Dec	-102.0	-102.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Eliminate Vacant Historian II Position and Associated Federal and Inter-Agency Receipt Authority													
Funding is not currently available for this vacant position. Should there be a need for this work and funding becomes available the office will repurpose a vacant position or request a new one. Federal and inter-agency receipt authority will be decremented.													

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<b>Numbers and Language Differences Agencies: DNR</b>
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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
<b>Parks &amp; Outdoor Recreation (continued)</b>													
<b>Office of History and Archaeology (continued)</b>													
Eliminate Vacant Historian II Position and Associated Federal and Inter-Agency Receipt Authority (continued)													
Delete (10-5129) Historian II, range 18, Anchorage, Full-Time													
			1002 Fed Rcpts (Fed)	-51.0									
			1007 I/A Rcpts (Other)	-51.0									
			<b>* Allocation Difference *</b>	-30.0	-30.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
			<b>** Appropriation Difference **</b>	-280.0	-30.0	0.0	-250.0	0.0	0.0	0.0	-1	0	0
			<b>*** Agency Difference ***</b>	-1,613.1	-508.3	-6.5	-1,099.8	1.5	0.0	0.0	-6	1	1
			<b>**** All Agencies Difference ****</b>	-1,613.1	-508.3	-6.5	-1,099.8	1.5	0.0	0.0	-6	1	1

## Column Definitions

**19Adj Base (FY19 Adjusted Base)** - FY18 Management Plan less one-time items, plus FY19 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 FY19 budget; it is the base to which the Governor's and the Legislature's increments, decrements, and fund changes are added.

**19GovAdj (FY19 Governor w/LFD Adjust)** - FY19 Governor's Request with LFD Adjustments for proposed legislation and budget actions that require a supermajority vote.