



30th Alaska State Legislature
House Finance Budget Subcommittee
Legislature
FY19 Operating Budget

Chair:

Rep. Paul Seaton
Capitol Room 505
465-2689

Members:

Speaker Bryce Edgmon
Capitol Room 208
465-4451

Rep. Neal Foster
Capitol Room 410
465-3789

Rep. Gabrielle LeDoux
Capitol Room 216
465-4998

Rep. Chris Tuck
Capitol Room 204
465-2095

Rep. Charisse Millett
Capitol Room 404
465-3879

Rep. Mike Chenault
Capitol Room 434
465-3779

Committee Aide:

Joan Brown
465-6587

February 22, 2018

SUBCOMMITTEE MEETINGS:

The House Finance Budget Subcommittee for the Legislature held four meetings with the agency during the review of the FY19 budget request.

RECOMMENDATIONS:

The House Finance Budget Subcommittee for the Legislature recommends that the House Finance Committee accept the Legislature's FY19 budget with the following amendment recommendations:

The numbers-only budget with amendment recommendations totals:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$64,550.0
Designated General Funds (DGF)	321.0
Other Funds	832.6
Federal Funds	-0-

Total **\$65,703.7**

The UGF difference from FY15 Management Plan to the FY19 House Subcommittee Recommended budget is a reduction of \$12,354.2, a decrease of 16.1 percent.

The UGF difference from FY18 Management Plan to the FY19 House Subcommittee Recommended budget is an increase of \$962.9, an increase of 1.5 percent.

Positions:

Permanent Full-time	234
Permanent Part-time	309
Temporary	6
Total	549

GOVERNOR'S AMENDMENTS

The Governor did not submit any amendments for this agency.

SUBCOMMITTEE BUDGET RECOMMENDATIONS

The following budget amendments, all of which were adopted without objection, are submitted by the subcommittee for consideration by the House Finance Committee:

1. Legislative Finance, Reduce the House Finance portion of Legislative Finance's budget, -\$25.0, 1004 UGF
2. Administrative Services, Add 6 Temporary PCNs to match personal services expenditure report, a technical budget correction.
3. Council and Subcommittees, Transfer \$27.9 to Personal Services from Services for Senate Special Committee on the Arctic, a technical budget correction.
4. Council and Subcommittees, Eliminate Funding for the House Special Committee on Arctic Policy, Economic Development and Tourism, -\$10.0, 1004 UGF.
5. Legislature State Facilities Rent, Annual CPI-U Increase for Statewide Leases, \$47.6, 1004 UGF.
6. Legislative Operating Budget, House Operating budget, Transfer \$126.0 from Personal Services to Services, a technical budget correction.
7. Legislative Operating Budget, House Operating budget, Transfer \$63.0 from Personal Services to Services, a technical budget correction.

8. Legislative Operating Budget, House Operating budget, Reduce the House Operating Budget, -\$25.0, 1004, UGF.
9. Session Expenses, Replace UGF with Interagency Receipts to account for full statute set revenue, -\$24.3, 1004, UGF, \$24.3 Interagency Receipts, 1007.

SUBCOMMITTEE STATUTORY RECOMMENDATIONS

The subcommittee made no statutory recommendations.

ATTACHED REPORTS (House Structure, Numbers Only):

Transaction Detail – House Structure - Subcommittee Recommended Amendments
Allocation Summary
Multi-Year Allocation Summary – Operating Budget

Respectfully submitted,

A handwritten signature in blue ink that reads "Paul R. Seaton". The signature is written in a cursive style with a long horizontal stroke extending to the right.

Representative Paul Seaton, Chair
House Finance Budget Subcommittee for the Legislature

**2018 Legislature - Operating Budget
Transaction Detail - House Structure
HSub Amends Column**

Numbers and Language

Agency: Legislature

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Budget and Audit Committee												
Legislative Finance												
H LEG 1 - Reduce the House Finance portion of Legislative Finance's budget Offered by Representative Seaton 1004 Gen Fund (UGF) -25.0	Dec	-25.0	0.0	-25.0	0.0	0.0	0.0	0.0	0.0	0	0	0
* Allocation Total *		-25.0	0.0	-25.0	0.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		-25.0	0.0	-25.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Legislative Council												
Administrative Services												
H LEG 2 - Add 6 temporary PCNs to match personal services expenditure report Offered by Representative Seaton This is a technical correction. The six temporary PCNs were included in the Personal Services budget but were not noted in the allocation report when the Legislative Affairs Agency switched to the new budget system in FY18. This corrects that oversight. There is no increase in the budget.	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	6
* Allocation Total *		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	6
Council and Subcommittees												
H LEG 3 - Transfer \$27.9 from Services to Personal Services for Senate Spec Comm of the Arctic Offered by Representative Seaton This is a technical correction. When Senate Finance eliminated the Senate Special Committee on the Arctic, the funding of \$27,900 was removed from the Personal Services line; however, the \$27,900 was budgeted in the Services line. There is no change to the budget.	LIT	0.0	27.9	0.0	-27.9	0.0	0.0	0.0	0.0	0	0	0
H LEG 4 - Eliminate funding for the House Special Committee on Arctic Policy, Economic Development and Tourism Offered by Representative Seaton	Dec	-10.0	0.0	0.0	-10.0	0.0	0.0	0.0	0.0	0	0	0

**2018 Legislature - Operating Budget
Transaction Detail - House Structure
HSub Amends Column**

Numbers and Language

Agency: Legislature

	<u>Trans Type</u>	<u>Total Expenditure</u>	<u>Personal Services</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Capital Outlay</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>
Legislative Council (continued)												
Council and Subcommittees (continued)												
H LEG 4 - Eliminate funding for the House Special Committee on Arctic Policy, Economic Development and Tourism (continued)												
This amendment eliminates the funding to the House Special Committee on Arctic Policy, Economic Development and Tourism. In recent years, funding to standing, special and joint committees has been greatly reduced and, in many instances, eliminated. In 2017, AET's funding was reduced from \$27,850 to \$10,000. This amendment would eliminate the remaining funds.												
		1004 Gen Fund (UGF)	-10.0									
* Allocation Total *			-10.0	27.9	0.0	-37.9	0.0	0.0	0.0	0.0	0	0
Legislature State Facilities Rent												
H LEG 5 - Annual CPI-U Increase for Statewide Leases												
	Inc		47.6	0.0	0.0	47.6	0.0	0.0	0.0	0.0	0	0
Offered by Representative Seaton The Legislature State Facilities Rent allocation pays for leases and some operating expenses associated with space rented by the Legislature statewide. There are 22 Legislative Information Office (LIO) sites outside of Juneau. Many of these sites also have office space for Legislator interim offices. There are two sites for Legislator interim offices which are not co-mingled with an LIO (North Pole and Eagle River).												
An increment of \$47,600 is needed to pay for contractually obligated CPI-U increases for most statewide leases. There are no contingency funds in this allocation. The full amount is required to meet the Legislature's contractual obligations in FY19.												
		1004 Gen Fund (UGF)	47.6									
* Allocation Total *			47.6	0.0	0.0	47.6	0.0	0.0	0.0	0.0	0	0
** Appropriation Total **			37.6	27.9	0.0	9.7	0.0	0.0	0.0	0.0	0	6

**2018 Legislature - Operating Budget
Transaction Detail - House Structure
HSub Amends Column**

Numbers and Language

Agency: Legislature

	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Legislative Operating Budget												
Legislative Operating Budget												
H LEG 6 - Transfer \$126.0 from Personal Services (H) to Services (H) for Legal & Research Services Transfer Authority Offered by Representative Seaton Speaker of the House Edgmon approved a transfer of \$126,000 from House Operating to Legal and Research Services. In the Governor's FY19 budget, OMB inadvertently reflected the transfer out from the Services line instead of from Personal Services. This corrects the line items. There is no change to the budget.	LIT	0.0	-126.0	0.0	126.0	0.0	0.0	0.0	0.0	0	0	0
H LEG 7 - Transfer \$63.0 from Personal Services (H) to Services (H) for Administrative Services Authority Offered by Representative Seaton Speaker of the House Edgmon approved a transfer of \$63,000 from House Operating to Administrative Services. In the Governor's FY19 budget, OMB inadvertently reflected the transfer out from the Services line instead of from Personal Services. This corrects the line items. There is no change to the budget.	LIT	0.0	-63.0	0.0	63.0	0.0	0.0	0.0	0.0	0	0	0
H LEG 8 - Reduce the House Operating Budget Offered by Representative Seaton 1004 Gen Fund (UGF) -25.0	Dec	-25.0	0.0	0.0	-25.0	0.0	0.0	0.0	0.0	0	0	0
* Allocation Total *		-25.0	-189.0	0.0	164.0	0.0	0.0	0.0	0.0	0	0	0
Session Expenses												
H LEG 9 - Replace UGF with Interagency Receipts to account for full statute set revenue Offered by Representative Seaton In FY19, there will be a full set of Alaska Statutes produced, as opposed to just the supplement set in FY18. This brings an anticipated increase in revenue in Interagency Receipts and a corresponding reduction in the Unrestricted General Fund.	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**2018 Legislature - Operating Budget
Transaction Detail - House Structure
HSub Amends Column**

Numbers and Language

Agency: Legislature

	<u>Trans Type</u>	<u>Total Expenditure</u>	<u>Personal Services</u>	<u>Travel</u>	<u>Services</u>	<u>Commodities</u>	<u>Capital Outlay</u>	<u>Grants</u>	<u>Misc</u>	<u>PFT</u>	<u>PPT</u>	<u>TMP</u>
Legislative Operating Budget (continued)												
Session Expenses (continued)												
H LEG 9 - Replace UGF with Interagency												
Receipts to account for full statute set revenue												
(continued)												
			-24.3									
			24.3									
* Allocation Total *		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Total **		-25.0	-189.0	0.0	164.0	0.0	0.0	0.0	0.0	0	0	0
*** Agency Total ***		-12.4	-161.1	-25.0	173.7	0.0	0.0	0.0	0.0	0	0	6
**** All Agencies Total ****		-12.4	-161.1	-25.0	173.7	0.0	0.0	0.0	0.0	0	0	6

**2018 Legislature - Operating Budget
Allocation Summary - House Structure**

Numbers and Language

Agency: Legislature

<u>Allocation</u>	<u>[1] 19GovAdj</u>	<u>[2] HSub Rec</u>	<u>[2] - [1] 19GovAdj to HSub Rec</u>	
Budget and Audit Committee				
Legislative Audit	5,720.9	5,720.9	0.0	
Legislative Finance	6,803.7	6,778.7	-25.0	-0.4 %
Committee Expenses	1,909.7	1,909.7	0.0	
Appropriation Total	14,434.3	14,409.3	-25.0	-0.2 %
Legislative Council				
Salaries and Allowances	6,479.7	6,479.7	0.0	
Administrative Services	9,733.4	9,733.4	0.0	
Council and Subcommittees	692.0	682.0	-10.0	-1.4 %
Legal and Research Services	4,566.9	4,566.9	0.0	
Select Committee on Ethics	253.5	253.5	0.0	
Office of Victims Rights	971.6	971.6	0.0	
Ombudsman	1,277.0	1,277.0	0.0	
LEG State Facilities Rent	1,594.2	1,641.8	47.6	3.0 %
Appropriation Total	25,568.3	25,605.9	37.6	0.1 %
Information and Teleconference				
Information and Teleconference	3,183.5	3,183.5	0.0	
Appropriation Total	3,183.5	3,183.5	0.0	
Legislative Operating Budget				
Legislative Operating Budget	10,889.0	10,864.0	-25.0	-0.2 %
Session Expenses	8,987.8	8,987.8	0.0	
Special Session/Contingency	698.0	698.0	0.0	
Appropriation Total	20,574.8	20,549.8	-25.0	-0.1 %
House Session Per Diem				
90-Day Session House	977.6	977.6	0.0	
30-Day Extended Session House	325.9	325.9	0.0	

**2018 Legislature - Operating Budget
Allocation Summary - House Structure**

Numbers and Language

Agency: Legislature

Allocation	[1] 19GovAdj	[2] HSub Rec	[2] - [1] 19GovAdj to HSub Rec	
House Session Per Diem (continued)				
Appropriation Total	1,303.5	1,303.5	0.0	
Senate Session Per Diem				
90-Day Session Senate	488.8	488.8	0.0	
30-Day Extended Session Senate	162.9	162.9	0.0	
Appropriation Total	651.7	651.7	0.0	
Agency Total	65,716.1	65,703.7	-12.4	
Funding Summary				
Unrestricted General (UGF)	64,586.7	64,550.0	-36.7	-0.1 %
Designated General (DGF)	321.1	321.1	0.0	
Other State Funds (Other)	808.3	832.6	24.3	3.0 %

Multi-year Allocation Summary - Operating Budget - FY 2019 House Structure

Numbers and Language

Agency: Legislature

Allocation	ID=> Session=> Column=>	[1] 2015 15MgtP1n	[2] 2018 18MgtP1n	[3] 2018 19GovAdj	[4] 2018 HSub Rec	2015 15MgtP1n to	[4] - [1] 2018 HSub Rec	2018 18MgtP1n to	[4] - [2] 2018 HSub Rec	2018 19GovAdj to	[4] - [3] 2018 HSub Rec
Budget and Audit Committee											
Legislative Audit		6,506.3	5,308.1	5,720.9	5,720.9	-785.4	-12.1 %	412.8	7.8 %	0.0	
Legislative Finance		8,879.4	6,803.7	6,803.7	6,778.7	-2,100.7	-23.7 %	-25.0	-0.4 %	-25.0	-0.4 %
Committee Expenses		3,702.6	1,609.7	1,909.7	1,909.7	-1,792.9	-48.4 %	300.0	18.6 %	0.0	
Appropriation Total		19,088.3	13,721.5	14,434.3	14,409.3	-4,679.0	-24.5 %	687.8	5.0 %	-25.0	-0.2 %
Legislative Council											
Salaries and Allowances		7,619.8	6,479.7	6,479.7	6,479.7	-1,140.1	-15.0 %	0.0		0.0	
Administrative Services		13,453.8	9,733.4	9,733.4	9,733.4	-3,720.4	-27.7 %	0.0		0.0	
Council and Subcommittees		1,424.7	692.0	692.0	682.0	-742.7	-52.1 %	-10.0	-1.4 %	-10.0	-1.4 %
Legal and Research Services		4,821.8	4,566.9	4,566.9	4,566.9	-254.9	-5.3 %	0.0		0.0	
Select Committee on Ethics		252.4	253.5	253.5	253.5	1.1	0.4 %	0.0		0.0	
Office of Victims Rights		968.3	971.6	971.6	971.6	3.3	0.3 %	0.0		0.0	
Ombudsman		1,269.7	1,277.0	1,277.0	1,277.0	7.3	0.6 %	0.0		0.0	
LEG State Facilities Rent		5,576.6	1,594.2	1,594.2	1,641.8	-3,934.8	-70.6 %	47.6	3.0 %	47.6	3.0 %
Appropriation Total		35,387.1	25,568.3	25,568.3	25,605.9	-9,781.2	-27.6 %	37.6	0.1 %	37.6	0.1 %
Information and Teleconference											
Information and Teleconference		0.0	3,183.5	3,183.5	3,183.5	3,183.5	>999 %	0.0		0.0	
Appropriation Total		0.0	3,183.5	3,183.5	3,183.5	3,183.5	>999 %	0.0		0.0	
Legislative Operating Budget											
Legislative Operating Budget		12,991.4	10,889.0	10,889.0	10,864.0	-2,127.4	-16.4 %	-25.0	-0.2 %	-25.0	-0.2 %
Session Expenses		10,611.1	8,987.8	8,987.8	8,987.8	-1,623.3	-15.3 %	0.0		0.0	
Special Session/Contingency		0.0	698.0	698.0	698.0	698.0	>999 %	0.0		0.0	
Appropriation Total		23,602.5	20,574.8	20,574.8	20,549.8	-3,052.7	-12.9 %	-25.0	-0.1 %	-25.0	-0.1 %
House Session Per Diem											
90-Day Session House		0.0	977.6	977.6	977.6	977.6	>999 %	0.0		0.0	
30-Day Extended Session House		0.0	325.9	325.9	325.9	325.9	>999 %	0.0		0.0	
Appropriation Total		0.0	1,303.5	1,303.5	1,303.5	1,303.5	>999 %	0.0		0.0	

Multi-year Allocation Summary - Operating Budget - FY 2019 House Structure

Numbers and Language

Agency: Legislature

Allocation	ID=> Session=> Column=>	[1] 2015 15MgtP1n	[2] 2018 18MgtP1n	[3] 2018 19GovAdj	[4] 2018 HSub Rec	[4] - [1] 2018 15MgtP1n to HSub Rec	[4] - [2] 2018 18MgtP1n to HSub Rec	[4] - [3] 2018 19GovAdj to HSub Rec
Senate Session Per Diem								
90-Day Session Senate		0.0	488.8	488.8	488.8	488.8 >999 %	0.0	0.0
30-Day Extended Session Senate		0.0	162.9	162.9	162.9	162.9 >999 %	0.0	0.0
Appropriation Total		0.0	651.7	651.7	651.7	651.7 >999 %	0.0	0.0
Agency Total		78,077.9	65,003.3	65,716.1	65,703.7	-12,374.2 -15.8 %	700.4 1.1 %	-12.4
Funding Summary								
Unrestricted General (UGF)		77,622.0	63,587.1	64,586.7	64,550.0	-13,072.0 -16.8 %	962.9 1.5 %	-36.7 -0.1 %
Designated General (DGF)		66.4	607.9	321.1	321.1	254.7 383.6 %	-286.8 -47.2 %	0.0
Other State Funds (Other)		389.5	808.3	808.3	832.6	443.1 113.8 %	24.3 3.0 %	24.3 3.0 %

Column Definitions

15MgtPln (FY15 Management Plan) - Authorized level of expenditures at the beginning of FY15 plus position adjustments and transfers (made at an agency's discretion) within appropriations.

18MgtPln (FY18 Management Plan) - Authorized level of expenditures at the beginning of FY18 plus position adjustments and transfers (made at an agency's discretion) within appropriations.

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

HSub Rec (House Subcom Recommend) - House Finance Subcommittee Recommendations to the House Finance Committee.