

State of Alaska FY2012 Governor's Operating Budget

Office of the Governor

Office of the Governor

Mission

Ensure that state government is responsive to the needs of the citizens of Alaska, and that compelling needs within the state are recognized and addressed appropriately by providing support to the Governor and Lieutenant Governor in the policy issues and management of the Executive Branch of state government.

Core Services

- ALASKA STATE COMMISSION FOR HUMAN RIGHTS. Enforce the Human Rights Law to prevent and eliminate discrimination through mediation, impartial investigation of complaints, conciliation, adjudication, public education and community outreach.
- REDISTRICTING BOARD. Responsible for development and adoption of statewide redistricting plan
- OFFICE OF MANAGEMENT AND BUDGET. To ensure the state's financial resources are budgeted and managed in a way that produces results that advance the Governor's priorities.
- DIVISION OF ELECTIONS. To conduct impartial, secure and accurate elections.

Prioritization of Agency Programs

(Statutory Reference AS 37.07.050(a)(13))

CURRENT CAPACITY									
Priority Programs	UGF	DGF	Other	Fed	Total	PFT	PPT	NP	% GF
1 Government Policy and Process	24,085.4	4.9	100.0	87,085.0	111,275.3	128	0	6	77.1%
2 Elections Administration and Security	7,160.1	0.0	765.1	0.0	7,925.2	35	0	42	22.9%
FY2011 Management Plan	31,245.5	4.9	865.1	87,085.0	119,200.5	163	0	48	

Alaska's Priorities

The Governor's key priorities, chosen within Alaska's constitutional and statutory framework, are positioning Alaska's economy for growth and our families for opportunity. Below describes the Governor's four key priorities. We are currently developing key performance indicators to measure our progress.

Economic Development

Jobs for Alaskans requires positioning our economy for growth by:

1. Incentivizing private sector jobs
2. Attracting more capital investment to Alaska
3. Commercializing Alaska's natural resources for Alaskan's benefit

Education

Prepare Alaska students for college or job training and success by:

1. Increasing the high school graduation rate
2. Increasing the number of high school graduates who are prepared for post-secondary education or job training.
3. Increasing the number of Alaska high school graduates that graduate from Alaska universities and job training programs
4. Ensuring students learn Reading, Writing, Math, and Science at the appropriate grade level

Transportation

Address Alaska's transportation infrastructure to increase economic development by:

1. Providing safe, reliable transportation systems (air, land, and sea)
2. Strategically building and connecting transportation infrastructure to foster long-term economic opportunity

Public Safety

Establish safe homes and strong families by:

1. Reducing sexual assault and domestic violence
2. Reducing child sexual abuse and exploitation
3. Protecting senior citizens and other vulnerable Alaskans
4. Increasing emergency response preparedness

Alaska's Priorities - Key Performance Indicators

(Additional performance information is available on the web at <http://omb.alaska.gov/results>.)

Economic Development

- ↑ 963 permanent jobs were created or retained in Alaska by Alaska Industrial Development and Export Authority financing in FY10, exceeding the target of 500.
- ↓ In FY2010, 93.9 percent of trainees entered employment after completing their training. This was below the target rate of 95 percent and below FY2009's rate of 95.9 percent.
- ↑ Met the target of creating and maintaining 19,000 jobs in four years with 20,339 new jobs in the four years of 2005 – 2008.
- ↓ The value of the minerals industry decreased from \$3.2 billion in 2008 to \$2.9 billion in 2009, a decrease of 6.97%. This was due to decreased exploration and development spending; production values increased slightly from \$2,427.1 million in 2008 to \$2,449.9 million, an increase of about 1%.

Education

- ↑ Based on preliminary data, 67.6% of students graduated on time for the 2009-2010 school year, which represents an increase of 1.6% over the 2008-2009 school year
- ↑ The University of Alaska awarded 260 (11 percent) more degrees, certificates and occupational endorsements in high demand job area (HDJA) programs in FY10 than FY09 for a total of 2,723 HDJA awards, exceeding the FY10 target of 2,679 awards.
- ↑ The percentage of workforce investment system participants trained in Alaska Workforce Investment Board priority industries was 71.9 in FY2010 this was above the target of 60 percent but below the prior year performance on 78.4 percent.
- ↑ In 2010, 1,264 students received a Career Readiness Certificate. This was an increase of 653 certificates when compared to 2009. School years 2008-2010 were the pilot implementation years for the program. Regulations currently require full implementation in all schools in 2010-2011.
- ↑ The retention rate for first-time, full-time baccalaureate degree-seeking freshmen reached a record level of 76.1 percent in FY10, an increase of 3.7 percent over FY09, exceeding the FY10 target of 74.0 percent.

Public Safety

- ↑ In CY 2009, 34% of crimes of sexual abuse of children were resolved with a felony conviction. A total of 234 cases were referred and 120 were accepted for prosecution.

- ↓ Rate of compliance with the law prohibiting the sale of alcoholic beverages to underage persons was 85% in FY2010, compared to 86.5% in FY2009.
- ↑ There was a 17% decrease in burglaries reported in Alaska State Trooper jurisdiction in CY2008 and a 10% decrease in CY2009
- ↑ There was a 14% decrease in recreational boating accidents with deaths, going from 14 fatalities in CY2008 to 12 fatalities in CY2009
- ↑ In the three year period ending 6/30/10, 86% of the 31 eligible jurisdictions met the state's Three Year Emergency Exercise Plan requirements, ensuring that regional Emergency Response Plans function effectively. This is an increase from 64% in 2007.
- ↓ Of the offenders released between FY2003 and FY2009, the percentage who committed new crimes within 365 days of their release from an institution of supervision increased from 33.0% to 34.9%. However, of the offenders released within the past two fiscal years, there was a slight decrease in these new crimes, from 35.66% to 34.9%.

Transportation

- ↑ The department uses a 3-year moving average to track highway transportation safety through traffic fatalities. In 2009, this average was 4.41%, lower than the previous 3-year moving average. Alaska experienced 1.30 traffic fatalities per 100 million VMT in 2009. This compares to the early national estimate of 1.16 fatalities per 100 million VMT, which is the lowest on record at the national level.
- ↑ Decreasing the deck area of bridges classified by the Federal Highway Administration (FHWA) as structurally deficient or functionally obsolete is calculated using a five year average. In 2009, the five year average for the deck area of all bridges classified as structurally deficient or functionally obsolete decreased by 1.9%, compared to a decrease of 1.7% for the five year average reported in the prior year.
- ↑ On-time Alaska Marine Highway System vessel departures in 2009 were 92% which is an improvement over the 88% previous 3-year average and well above the industry standard of 75.1%.
- ➡ The rural airport revenues collected in FY2010 increased by 4.45% from the prior fiscal year.

Key Department Challenges

ALASKA STATE COMMISSION FOR HUMAN RIGHTS

- Half way through the fiscal year complaint filings increased dramatically and by the end of 2010 should exceed last year by at least 15%. The imbalance between resources and demand for services delays processing cases and, as predicted, will be challenging as filings continue to rise. In the past, additional resources successfully eliminated extended delay that was of significant concern and a source of frustration to both Alaska businesses and those who believed they experienced discrimination.
- The cost for the adjudication of public hearing cases continues to rise as the ASCHR is taking more cases to hearing.
- The ASCHR receives numerous requests for education and technical assistance. Due to limited resources, the agency continues to turn down requests for assistance from businesses and organizations seeking the ASCHR's expertise on Alaska's Human Rights Law and how best to prevent and eliminate discrimination through education.

REDISTRICTING BOARD

- Compilation of all information necessary for to redraw Alaska's election district boundaries to meet the constitutional provisions of a democratic government based on equal voting rights for every citizen.
- Board development and adoption of statewide redistricting plan.

OFFICE OF MANAGEMENT AND BUDGET

- Regardless of the price of oil, the state needs to balance its budget while maintaining stability for the Alaska economy and reliable services for Alaskans.
- Continue to work to implement more effective results-based budgeting and decision making.

DIVISION OF ELECTIONS

- Continue to manage, maintain and improve the 25-year-old mainframe based voter registration system (VREMS). This system is the backbone of the division's statewide registration database and management of election workers, polling places, absentee by-mail applications, absentee and questioned ballots. It is a very fragile system that is in dire need of replacement.
- Continue to work on improvements to the division's language assistance program.
- Continue to develop and implement proper procedures for transport and security, additional training of election officials and a public outreach and education campaign necessary to ensure public confidence and approved access to voters.
- Draft and award a Request for Proposal that will allow for the successful implementation of a new statewide voter registration system. The division awarded a contract in 2005 for a new statewide voter registration system. However, in the third quarter of 2009, the division was notified by the contractor that they were unable to meet the requirements of the contract. The division terminated the contract and notified the contractor that the division found them in breach of contract.

Significant Changes in Results to be Delivered in FY2012

No changes in results delivered.

Major Department Accomplishments in 2010

ALASKA STATE COMMISSION FOR HUMAN RIGHTS

- The ASCHR's mediation program provides Alaska businesses and complainants the opportunity to voluntarily reach a mutually acceptable resolution to claims of discrimination. Both the business community and individuals applaud the opportunities provided by the program. At the end of the fiscal year the ASCHR converted to a contract for mediation services to better utilize agency resources.
- Staff increased the number of investigations it completed over the past two years.
- The ASCHR moved many cases awaiting legal review on finding substantial evidence of discrimination, conducted more conciliations, held more hearings, and nearly doubled the number of settlements in the hearing unit.
- The ASCHR trained staff on recent changes in discrimination regulations which may impact Alaskans.
- The ASCHR designed a new more user-friendly website.

OFFICE OF MANAGEMENT AND BUDGET

A primary criterion for judging the performance of OMB is how much of the Governor's agenda, as expressed in the annual budget proposal, gets enacted into law. Since the Legislature has the ultimate power of appropriation, passage of the initiatives embodied in the Governor's budget proposal is more important than number targets. The Legislature passed bills that contained the Governor's main budget goals:

1. Paid off the indebtedness to the Constitutional Budget Reserve Fund.
2. Nearly \$357 million was appropriated to lower the employer contribution rates to the Public Employees Retirement System and the Teachers Retirement System, while contributing towards reducing the unfunded liability in those retirement systems.
3. Local governments received \$60.0 million as a form of revenue sharing.
4. Funded Year one of a 5-year deferred maintenance plan to address the needs of our aging infrastructure
5. Saw the passage of the Alaska Performance Scholarship program - This merit-based scholarship will provide incentive for students to take a more rigorous curriculum to better prepare for college or job training and success. It will improve graduation rates and make higher education more affordable for Alaska's families.

6. Took the first steps for **Alaskans Choose Respect**, a statewide effort to end the epidemic of domestic violence and sexual assault.

DIVISION OF ELECTIONS

- Re-design of the division's website.
- Implementation of online tools, such as check the status of voter registration; online voter registration and absentee ballot application, and; absentee ballot status.
- Preparatory work for the 2010 Primary, REAA/CRSA and General Elections. This includes review and updating of all forms and handbooks used by the division for the elections and planning election worker training.
- Conducted election worker training.
- Conducted 22 REAA/CRSA elections and the Kuspuk Regional Educational Attendance Area runoff election.
- In accordance with the National Voter Registration Act and state law, the Division moved 11,521 voters to inactive status.
- Processed two initiative petitions which involved the review of over 82,000 signatures.
- Processed one initiative petition application.
- Processed statewide over 71,000 voter registration applications, with over 39,000 generated from DMV.

Contact Information

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Department Budget Summary by RDU

All dollars shown in thousands

	FY2010 Actuals				FY2011 Management Plan				FY2012 Governor			
	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds
Formula Expenditures None.												
Non-Formula Expenditures												
Commissions/Special Offices	1,945.4	0.0	125.6	2,071.0	3,936.2	0.0	191.4	4,127.6	3,439.2	0.0	195.0	3,634.2
Executive Operations	18,966.1	190.0	30,571.4	49,727.5	16,516.7	100.0	83,173.4	99,790.1	16,975.8	100.0	5,000.0	22,075.8
Gov State Facilities Rent	998.3	0.0	0.0	998.3	998.3	0.0	0.0	998.3	998.3	0.0	0.0	998.3
Office of Management & Budget	2,558.2	0.0	0.0	2,558.2	2,639.1	0.0	0.0	2,639.1	2,590.9	0.0	0.0	2,590.9
Elections	3,681.3	0.0	0.0	3,681.3	7,160.1	765.1	0.0	7,925.2	4,568.1	505.5	0.0	5,073.6
Totals	28,149.3	190.0	30,697.0	59,036.3	31,250.4	865.1	83,364.8	115,480.3	28,572.3	605.5	5,195.0	34,372.8

Funding Source Summary			
<i>All dollars in thousands</i>			
Funding Sources	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
1002 Federal Receipts	125.6	191.4	195.0
1004 General Fund Receipts	24,231.6	31,245.5	28,567.4
1005 General Fund/Program Receipts		4.9	4.9
1007 Inter-Agency Receipts	190.0		
1061 Capital Improvement Project Receipts		765.1	505.5
1092 Mental Health Trust Authority Authorized Receipts		100.0	100.0
1197 Alaska Capital Income Fund	3,917.7		
1212 Federal Stimulus: ARRA 2009	30,571.4	83,173.4	5,000.0
Totals	59,036.3	115,480.3	34,372.8

Position Summary		
Funding Sources	FY2011 Management Plan	FY2012 Governor
Permanent Full Time	163	162
Permanent Part Time	0	0
Non Permanent	48	27
Totals	211	189

FY2012 Capital Budget Request

Project Title	Unrestricted Gen (UGF)	Designated Gen (DGF)	Other Funds	Federal Funds	Total Funds
Polling Place Accessibility Improvements under the Federal Help America Vote Act (HAVA)	0	0	100,000	0	100,000
Department Total	0	0	100,000	0	100,000

This is an appropriation level summary only. For allocations and the full project details see the capital budget.

Summary of Department Budget Changes by RDU

From FY2011 Management Plan to FY2012 Governor

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2011 Management Plan	31,245.5	4.9	865.1	83,364.8	115,480.3
Adjustments which will continue current level of service:					
-Commissions/Special Offices	-897.0	0.0	0.0	3.6	-893.4
-Executive Operations	-2,540.9	0.0	-100.0	-83,173.4	-85,814.3
-Office of Management & Budget	-48.2	0.0	0.0	0.0	-48.2
-Elections	-3,668.4	0.0	28.4	0.0	-3,640.0
Proposed budget decreases:					
-Elections	0.0	0.0	-288.0	0.0	-288.0
Proposed budget increases:					
-Commissions/Special Offices	400.0	0.0	0.0	0.0	400.0
-Executive Operations	3,000.0	0.0	100.0	5,000.0	8,100.0
-Elections	1,076.4	0.0	0.0	0.0	1,076.4
FY2012 Governor	28,567.4	4.9	605.5	5,195.0	34,372.8

Department Totals - Operating Budget
Office of the Governor

Description	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 Governor	
Department Totals	59,036.3	30,675.5	115,480.3	115,480.3	34,372.8	-81,107.5	-70.2%
Objects of Expenditure:							
71000 Personal Services	15,586.4	18,250.5	18,953.3	18,741.6	19,003.3	261.7	1.4%
72000 Travel	1,071.5	825.8	866.3	946.3	886.3	-60.0	
73000 Services	41,488.9	10,988.6	94,990.1	95,080.5	13,968.2	-81,112.3	-85.3%
74000 Commodities	819.9	502.6	520.6	520.6	455.7	-64.9	-12.5%
75000 Capital Outlay	69.6	108.0	150.0	191.3	59.3	-132.0	-69.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Funding Source:							
1002 Fed Rcpts	125.6	189.9	191.4	191.4	195.0	3.6	1.9%
1004 Gen Fund	24,231.6	29,626.6	31,245.5	31,245.5	28,567.4	-2,678.1	-8.6%
1005 GF/Prgm	0.0	4.9	4.9	4.9	4.9	0.0	0.0%
1007 I/A Rcpts	190.0	0.0	0.0	0.0	0.0	0.0	0.0%
1061 CIP Rcpts	0.0	754.1	765.1	765.1	505.5	-259.6	-33.9%
1092 MHTAAR	0.0	100.0	100.0	100.0	100.0	0.0	0.0%
1197 AK Cap Inc	3,917.7	0.0	0.0	0.0	0.0	0.0	0.0%
1212 Fed ARRA	30,571.4	0.0	83,173.4	83,173.4	5,000.0	-78,173.4	-94.0%
Totals:							
Unrestricted Gen (UGF)	28,149.3	29,626.6	31,245.5	31,245.5	28,567.4	-2,678.1	-8.6%
Designated Gen (DGF)	0.0	4.9	4.9	4.9	4.9	0.0	0.0%
Other Funds	190.0	854.1	865.1	865.1	605.5	-259.6	-30.0%
Federal Funds	30,697.0	189.9	83,364.8	83,364.8	5,195.0	-78,169.8	-93.8%
Positions:							
Permanent Full Time	156	157	159	163	162	-1	-0.6%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	20	52	52	48	27	-21	-43.8%

Component Summary General Funds Only
Office of the Governor

Results Delivery Unit/ Component	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 Governor	
Commissions/Special Offices							
Human Rights Commission	1,916.0	1,952.0	1,982.0	1,982.0	2,045.6	63.6	3.2%
Redistricting Board	29.4	980.0	1,954.2	1,954.2	1,393.6	-560.6	-28.7%
RDU Totals:	1,945.4	2,932.0	3,936.2	3,936.2	3,439.2	-497.0	-12.6%
Executive Operations							
Executive Office	10,859.5	13,550.1	11,049.5	11,049.5	11,566.0	516.5	4.7%
Governor's House	469.1	485.3	489.3	489.3	577.2	87.9	18.0%
Contingency Fund	294.3	800.0	800.0	800.0	800.0	0.0	0.0%
Lieutenant Governor	1,150.9	1,163.8	1,177.9	1,177.9	1,132.6	-45.3	-3.8%
AK Resources Marketing and Dev	6,192.3	0.0	0.0	0.0	0.0	0.0	0.0%
Domestic Violence and Sexual As	0.0	0.0	3,000.0	3,000.0	2,900.0	-100.0	-3.3%
RDU Totals:	18,966.1	15,999.2	16,516.7	16,516.7	16,975.8	459.1	2.8%
Office of the Governor State Facilities							
Rent							
Gov Office Facilities Rent	537.9	526.2	526.2	526.2	526.2	0.0	0.0%
Governor's Office Leasing	460.4	472.1	472.1	472.1	472.1	0.0	0.0%
RDU Totals:	998.3	998.3	998.3	998.3	998.3	0.0	0.0%
Office of Management & Budget							
Office of Management & Budget	2,558.2	2,596.5	2,639.1	2,639.1	2,590.9	-48.2	-1.8%
RDU Totals:	2,558.2	2,596.5	2,639.1	2,639.1	2,590.9	-48.2	-1.8%
Elections							
Elections	3,681.3	7,105.5	7,160.1	7,160.1	4,568.1	-2,592.0	-36.2%
RDU Totals:	3,681.3	7,105.5	7,160.1	7,160.1	4,568.1	-2,592.0	-36.2%
Unrestricted Gen (UGF):	28,149.3	29,626.6	31,245.5	31,245.5	28,567.4	-2,678.1	-8.6%
Designated Gen (DGF):	0.0	4.9	4.9	4.9	4.9	0.0	0.0%
Other Funds:	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds:	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Total Funds:	28,149.3	29,631.5	31,250.4	31,250.4	28,572.3	-2,678.1	-8.6%

Component Summary All Funds
Office of the Governor

Results Delivery Unit/ Component	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 Governor	
Commissions/Special Offices							
Human Rights Commission	2,041.6	2,141.9	2,173.4	2,173.4	2,240.6	67.2	3.1%
Redistricting Board	29.4	980.0	1,954.2	1,954.2	1,393.6	-560.6	-28.7%
RDU Totals:	2,071.0	3,121.9	4,127.6	4,127.6	3,634.2	-493.4	-12.0%
Executive Operations							
Executive Office	11,049.5	13,650.1	11,149.5	11,149.5	11,566.0	416.5	3.7%
Governor's House	469.1	485.3	489.3	489.3	577.2	87.9	18.0%
Contingency Fund	294.3	800.0	800.0	800.0	800.0	0.0	0.0%
Lieutenant Governor	1,150.9	1,163.8	1,177.9	1,177.9	1,132.6	-45.3	-3.8%
AK Resources Marketing and Dev	6,192.3	0.0	0.0	0.0	0.0	0.0	0.0%
ARRA 2009 Pass Through	30,571.4	0.0	83,173.4	83,173.4	5,000.0	-78,173.4	-94.0%
Domestic Violence and Sexual As	0.0	0.0	3,000.0	3,000.0	3,000.0	0.0	0.0%
RDU Totals:	49,727.5	16,099.2	99,790.1	99,790.1	22,075.8	-77,714.3	-77.9%
Office of the Governor State Facilities							
Rent							
Gov Office Facilities Rent	537.9	526.2	526.2	526.2	526.2	0.0	0.0%
Governor's Office Leasing	460.4	472.1	472.1	472.1	472.1	0.0	0.0%
RDU Totals:	998.3	998.3	998.3	998.3	998.3	0.0	0.0%
Office of Management & Budget							
Office of Management & Budget	2,558.2	2,596.5	2,639.1	2,639.1	2,590.9	-48.2	-1.8%
RDU Totals:	2,558.2	2,596.5	2,639.1	2,639.1	2,590.9	-48.2	-1.8%
Elections							
Elections	3,681.3	7,859.6	7,925.2	7,925.2	5,073.6	-2,851.6	-36.0%
RDU Totals:	3,681.3	7,859.6	7,925.2	7,925.2	5,073.6	-2,851.6	-36.0%
Unrestricted Gen (UGF):	28,149.3	29,626.6	31,245.5	31,245.5	28,567.4	-2,678.1	-8.6%
Designated Gen (DGF):	0.0	4.9	4.9	4.9	4.9	0.0	0.0%
Other Funds:	190.0	854.1	865.1	865.1	605.5	-259.6	-30.0%
Federal Funds:	30,697.0	189.9	83,364.8	83,364.8	5,195.0	-78,169.8	-93.8%
Total Funds:	59,036.3	30,675.5	115,480.3	115,480.3	34,372.8	-81,107.5	-70.2%
Permanent Full Time:	156	157	159	163	162	-1	-0.6%
Permanent Part Time:	0	0	0	0	0	0	0.0%
Non Permanent:	20	52	52	48	27	-21	-43.8%
Total Positions:	176	209	211	211	189	-22	-10.4%