

State of Alaska FY2014 Governor's Operating Budget

Department of Revenue Natural Gas Commercialization Component Budget Summary

Component: Natural Gas Commercialization

Contribution to Department's Mission

Provide analytical support for the commercialization of North Slope natural gas.

Major Component Accomplishments in 2012

- Provided support for the natural gas team in its efforts to manage the licensee under the AGIA process.

Key Component Challenges

- Provide stakeholders including the Administration, the State Legislature, Congress, potential customers and producers with information on how Alaska's fiscal systems support the economic viability of a natural gas pipeline from Alaska's North Slope to the lower 48 states.
- Provide analysis of the effects of in-state gas pipeline initiatives on the commercialization of North Slope natural gas.
- Provide fiscal systems analysis in support of the Alaska Gasline Inducement Act (AGIA) and other efforts to commercialize natural gas resources.

Significant Changes in Results to be Delivered in FY2014

AGIA provides that the fiscal system in place at the first open season will be frozen for the first 10 years of gasline operations. Open seasons were held by two potential gasline builders. It is essential that a complete and timely analysis is done before that fiscal system is frozen in place.

Statutory and Regulatory Authority

AS 43.90 et. seq. Alaska Gasline Inducement Act

Contact Information

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Natural Gas Commercialization Component Financial Summary			
	<i>All dollars shown in thousands</i>		
	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	125.0	813.8	125.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	125.0	813.8	125.0
Funding Sources:			
1004 General Fund Receipts	125.0	813.8	125.0
Funding Totals	125.0	813.8	125.0

Estimated Revenue Collections				
Description	Master Revenue Account	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	0.0	125.0	0.0
Unrestricted Total		0.0	125.0	0.0
Restricted Revenues				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		0.0	125.0	0.0

**Summary of Component Budget Changes
From FY2013 Management Plan to FY2014 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>
FY2013 Management Plan	813.8	0.0	0.0	0.0	813.8
Adjustments which will continue current level of service:					
-Reverse Natural Gas Commercialization CH 5 FSSLA 2011 Sec34(b) P165 L1 Lapses 6/30/2013	-688.8	0.0	0.0	0.0	-688.8
FY2014 Governor	125.0	0.0	0.0	0.0	125.0

Component Detail All Funds
Department of Revenue

Component: Natural Gas Commercialization (AR15340) (2859)
RDU: Administration and Support (50)

	FY2012 Actuals	FY2013 Conference Committee	FY2013 Authorized	FY2013 Management Plan	FY2014 Governor	FY2013 Management Plan vs FY2014 Governor
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
73000 Services	125.0	125.0	813.8	813.8	125.0	-688.8 -84.6%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
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%
Totals	125.0	125.0	813.8	813.8	125.0	-688.8 -84.6%
Fund Sources:						
1004 Gen Fund (UGF)	125.0	125.0	813.8	813.8	125.0	-688.8 -84.6%
Unrestricted General (UGF)	125.0	125.0	813.8	813.8	125.0	-688.8 -84.6%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	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%
Positions:						
Permanent Full Time	0	0	0	0	0	0 0.0%
Permanent Part Time	0	0	0	0	0	0 0.0%
Non Permanent	0	0	0	0	0	0 0.0%

Change Record Detail - Multiple Scenarios With Descriptions
Department of Revenue

Component: Natural Gas Commercialization (2859)

RDU: Administration and Support (50)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2013 Conference Committee To FY2013 Authorized *****												
FY2013 Conference Committee												
1004 Gen Fund	ConfCom	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
Natural Gas Commercialization CH 5 FSSLA 2011 Sec34(b) P165 L1 Lapses 6/30/2013												
1004 Gen Fund	CarryFwd	688.8	0.0	0.0	688.8	0.0	0.0	0.0	0.0	0	0	0
AR: Appn 15340 Original Appropriation: Ch5 FSSLA 2011 Sec34(b) Pg165 Ln1 Lapse Extension: Ch17 SLA 2012 Sec26(b) Pg179 Ln7 Original appropriation: 688.8 FY2012 expenditures: 0.0 FY2013 carryforward amount: 688.8												
Subtotal		813.8	0.0	0.0	813.8	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2013 Authorized To FY2013 Management Plan *****												
Subtotal		813.8	0.0	0.0	813.8	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2013 Management Plan To FY2014 Governor *****												
Reverse Natural Gas Commercialization CH 5 FSSLA 2011 Sec34(b) P165 L1 Lapses 6/30/2013												
1004 Gen Fund	OTI	-688.8	0.0	0.0	-688.8	0.0	0.0	0.0	0.0	0	0	0
AR: Appn 15340 Original Appropriation: Ch5 FSSLA 2011 Sec34(b) Pg165 Ln1 Lapse Extension: Ch17 SLA 2012 Sec26(b) Pg179 Ln7 Original appropriation: 688.8 FY2012 expenditures: 0.0 FY2013 carryforward amount: 688.8												
Totals		125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0

Line Item Detail
Department of Revenue
Services

Component: Natural Gas Commercialization (2859)
RDU: Administration and Support (50)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000	Services		125.0	813.8	125.0
Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000 Services Detail Totals			125.0	125.0	125.0
73025	Education Services		1.7	0.0	0.0
73050	Financial Services	Management/consulting services for AGIA related issues	7.5	125.0	125.0
73979	Mgmt/Consulting (IA Svcs)		115.8	0.0	0.0

Unrestricted Revenue Detail
Department of Revenue

Component: Natural Gas Commercialization (2859)
RDU: Administration and Support (50)

Master Account	Revenue Description				FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
68515	Unrestricted Fund				0.0	125.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
68515	Unrestrict Fu Source		4040100	11110	0.0	125.0	0.0