

**State of Alaska
FY2014 Governor's Operating Budget**

**Department of Revenue
Criminal Investigations Unit
Component Budget Summary**

Component: Criminal Investigations Unit

Contribution to Department's Mission

The mission of the Criminal Investigations Unit (CIU) is to enforce Department of Revenue's criminal laws and regulations through investigation, public education and use of legal process, and provide inter-law enforcement agency support through data exchange and joint operations.

Core Services

- Investigate taxpayer fraud and crimes relating to tax programs
- Investigate child support cases relating to fraud and non-compliance with court orders
- Investigate Permanent Fund Dividend (PFD) fraud and crimes relating to PFD eligibility
- Assist law enforcement through participation in working groups and information sharing

Major Component Accomplishments in 2012

- During the past 12 months, the CIU has investigated 461 PFD applications. This process resulted in 211 applications being denied and 230 new cases opened. Of these, 19 individuals were referred for prosecution. Of these, nine indictments, with six convictions.
- CIU had four Tax related cases referred to the Office of Special Prosecutions and Appeals (OSPA) with two grand jury indictments and two guilty pleas.
- The CIU completed 530 tax related inspections throughout the state.
- Over the past 12 months, CIU had 67 Criminal Child Support Services Division (CSSD) investigations resulting in 14 prosecutorial referrals, six grand jury indictments, and three guilty pleas.
- CIU was responsible for the collection of approximately \$71,500 generated from tobacco inspections, \$775,000 from criminal Tax cases, and \$446,944 in CSSD collection in the past year.

Key Component Challenges

The Criminal Investigations Unit analyzes potential fraud and other criminal activity occurring in programs within the Tax Division, Child Support Services Division, and Permanent Fund Dividend Division. The nature of investigating is becoming more dangerous and criminal activity seems to be crossing programs. The challenges faced by this unit include:

- Improving investigator safety;
- Create economic efficiencies in the enforcement of Revenue criminal code violations by ensuring that time, travel budgets and equipment are used wisely. Access to the federal database will ensure optimum collaboration with federal and other state and local law enforcement agencies; and
- The benefits of increased safety of our investigators in the field through access to the FBI's National Crime Information Center (NCIC) database and the National Law Enforcement Telecommunications System (NLETS) are yet to be achieved because the CIU does not qualify as a law enforcement agency because its officers do not have arrest authority. In addition, there are substantial federal grant funds and free training that the CIU cannot take advantage of without its formal federal recognition as a law enforcement agency.

Significant Changes in Results to be Delivered in FY2014

No changes in results delivered.

Statutory and Regulatory Authority

AS 43 Revenue and Taxation
AS 25.27 Child Support Services Agency

Contact Information
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Criminal Investigations Unit 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	1,254.5	1,392.2	1,392.2
72000 Travel	28.1	50.4	50.4
73000 Services	158.6	172.1	172.1
74000 Commodities	70.0	25.0	25.0
75000 Capital Outlay	13.2	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,524.4	1,639.7	1,639.7
Funding Sources:			
1004 General Fund Receipts	0.0	0.0	0.0
1007 Interagency Receipts	1,524.4	1,639.7	1,639.7
Funding Totals	1,524.4	1,639.7	1,639.7

Estimated Revenue Collections				
Description	Master Revenue Account	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Interagency Receipts	51015	1,525.0	1,639.7	1,639.7
Restricted Total		1,525.0	1,639.7	1,639.7
Total Estimated Revenues		1,525.0	1,639.7	1,639.7

**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	0.0	0.0	1,639.7	0.0	1,639.7
FY2014 Governor	0.0	0.0	1,639.7	0.0	1,639.7

Criminal Investigations Unit Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2013 Management Plan	FY2014 Governor		
Full-time	13	13	Annual Salaries	889,599
Part-time	0	0	Premium Pay	13,097
Nonpermanent	0	0	Annual Benefits	524,761
			<i>Less 2.90% Vacancy Factor</i>	(41,377)
			Lump Sum Premium Pay	6,120
Totals	13	13	Total Personal Services	1,392,200

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Administrative Officer I	1	0	0	0	1
Dept Investigations Manager	1	0	0	0	1
Investigator II	0	0	1	0	1
Investigator III	6	0	1	0	7
Investigator IV	3	0	0	0	3
Totals	11	0	2	0	13

Component Detail All Funds
Department of Revenue

Component: Criminal Investigations Unit (AR15360) (2993)
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	1,254.5	1,384.3	1,384.3	1,392.2	1,392.2	0.0	0.0%
72000 Travel	28.1	50.4	50.4	50.4	50.4	0.0	0.0%
73000 Services	158.6	180.0	180.0	172.1	172.1	0.0	0.0%
74000 Commodities	70.0	25.0	25.0	25.0	25.0	0.0	0.0%
75000 Capital Outlay	13.2	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	1,524.4	1,639.7	1,639.7	1,639.7	1,639.7	0.0	0.0%
Fund Sources:							
1004 Gen Fund (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
1007 I/A Rcpts (Other)	1,524.4	1,639.7	1,639.7	1,639.7	1,639.7	0.0	0.0%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	1,524.4	1,639.7	1,639.7	1,639.7	1,639.7	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	13	13	13	13	13	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: Criminal Investigations Unit (2993)
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												
1007 I/A Rcpts	ConfCom	1,639.7	1,384.3	50.4	180.0	25.0	0.0	0.0	0.0	13	0	0
		1,639.7										
Subtotal		1,639.7	1,384.3	50.4	180.0	25.0	0.0	0.0	0.0	13	0	0
***** Changes From FY2013 Authorized To FY2013 Management Plan *****												
Align Authority to Comply with Vacancy Factor Guidelines and Cost Allocation Plan												
	LIT	0.0	7.9	0.0	-7.9	0.0	0.0	0.0	0.0	0	0	0
The Criminal Investigations Unit (CIU) is transferring \$7.9 from contractual services to personal services to reduce its vacancy factor and align the budget with the spending plan developed in conjunction with the CIU's labor rate-based cost allocation plan												
Transfer Analyst Programmer (PCN 04-6034) to Tax Division												
1004 Gen Fund	Trout	-134.9	-134.9	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Transfers PCN 04-6034 from Criminal Investigations to Tax Division. Offsets transfer out of PCN 04-0022.												
Transfer Department Investigations Manager (04-0022) to Criminal Investigations Unit												
1004 Gen Fund	Trin	134.9	134.9	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
Transfers the Department Investigations Manager position (PCN 04-0022) to Office of the Commissioner, Criminal Investigations Unit.												
Subtotal		1,639.7	1,392.2	50.4	172.1	25.0	0.0	0.0	0.0	13	0	0
***** Changes From FY2013 Management Plan To FY2014 Governor *****												
Totals		1,639.7	1,392.2	50.4	172.1	25.0	0.0	0.0	0.0	13	0	0

Personal Services Expenditure Detail
Department of Revenue

Scenario: FY2014 Governor (10289)
Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	GF Amount
04-0022	Dept Investigations Manager	FT	A	SS	Anchorage	200	22F / J	12.0		89,193	0	0	46,769	135,962	0
04-3249	Investigator III	FT	A	GP	Anchorage	200	18F / G	12.0		67,140	0	3,098	40,758	110,996	0
04-3256	Investigator III	FT	A	GP	Anchorage	200	18G / J	12.0		69,900	0	3,764	41,936	115,600	0
04-3257	Investigator III	FT	A	GP	Anchorage	200	18B	12.0		56,784	0	2,620	37,033	96,437	0
04-6054	Investigator II	FT	A	GP	Juneau	205	16A / B	12.0		51,384	0	0	34,276	85,660	0
04-6095	Investigator III	FT	A	GP	Juneau	205	18B	12.0		59,628	0	0	37,110	96,738	0
04-6101	Investigator IV	FT	A	GP	Anchorage	200	20D / D	12.0		69,588	0	0	40,535	110,123	0
04-7058	Investigator IV	FT	A	SS	Anchorage	200	20M	12.0		89,760	0	0	46,963	136,723	0
04-7149	Investigator III	FT	A	GP	Anchorage	200	18F / G	12.0		66,885	0	0	39,605	106,490	0
04-7190	Administrative Officer I	FT	A	GP	Anchorage	200	17C / D	12.0		56,703	0	0	36,105	92,808	0
04-7228	Investigator III	FT	A	GP	Anchorage	200	18K	12.0		72,516	0	0	41,541	114,057	0
08-2077	Investigator IV	FT	A	SS	Anchorage	200	20D / E	12.0		72,978	0	0	41,194	114,172	0
08-2078	Investigator III	FT	A	GP	Anchorage	200	18G	12.0		67,140	0	3,615	40,936	111,691	0

Total Positions				Total Salary Costs:	889,599
Full Time Positions:	13	New	0	Total COLA:	0
Part Time Positions:	0	Deleted	0	Total Premium Pay::	13,097
Non Permanent Positions:	0		0	Total Benefits:	524,761
Positions in Component:	13		0	Total Pre-Vacancy:	1,427,457
				Minus Vacancy Adjustment of 2.90%:	(41,377)
				Total Post-Vacancy:	1,386,080
Total Component Months:	156.0			Plus Lump Sum Premium Pay:	6,120
				Personal Services Line 100:	1,392,200

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1007 Interagency Receipts	1,427,457	1,386,080	100.00%
Total PCN Funding:	1,427,457	1,386,080	100.00%

Lump Sum Funding Sources:	Amount	Percent
1007 Interagency Receipts	6,120	100.00%
Total Lump Sum Funding:	6,120	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Revenue
Travel

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
72000	Travel		28.1	50.4	50.4
Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
72000 Travel Detail Totals			28.1	50.4	50.4
72110	Employee Travel (Instate)	Instate airfare, surface transportation, lodging, meals & incidentals	25.5	50.4	50.4
72410	Employee Travel (Out of state)		2.5	0.0	0.0
72900	Other Travel Costs		0.1	0.0	0.0

Line Item Detail
Department of Revenue
Services

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Line Number	Line Name			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000	Services			158.6	172.1	172.1
Expenditure Account	Servicing Agency	Explanation		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
73000 Services Detail Totals				158.6	172.1	172.1
73025	Education Services	Training, conferences, memberships, and employee tuition		10.2	11.0	8.0
73050	Financial Services	Accounting, auditing, financial management and/or consulting services; cost allocation/labor rate plan		1.7	2.0	1.7
73075	Legal & Judicial Svc	Witness fees, transcription costs		0.5	1.5	0.8
73150	Information Technlgy	Information technology services including consulting, software licensing, software maintenance, and IT training		15.3	12.0	10.0
73156	Telecommunication	Local, long distance, cellular and telecommunications equipment charges; data/network; and television		0.5	0.5	3.5
73225	Delivery Services	Delivery and courier services; postage		5.2	4.9	1.5
73525	Utilities	Confidential document disposal		0.2	0.1	0.5
73650	Struc/Infstruct/Land	Repairs, maintenance, rentals and/or leases of space, structures or infrastructure		15.1	0.0	0.0
73675	Equipment/Machinery	Repairs, maintenance, rentals and/or leases of office furniture and equipment		3.7	3.5	4.0
73750	Other Services (Non IA Svcs)	Other services including program management/consulting, safety, printing and copying		5.0	4.9	9.8
73805	IT-Non-Telecommunication	Admin	ETS chargeback for computer services EPR and task orders	7.2	7.2	7.2
73806	IT-Telecommunication	Admin	ETS chargeback for telecommunications EPR	11.5	11.0	11.6
73806	IT-Telecommunication	Admin	ETS chargeback for telecommunications line fees, services requests, and VPN	8.3	5.6	5.6
73809	Mail	Admin	Central mailroom services including pick up and delivery of U.S. mail, postage, mailing of state warrants	0.1	1.5	1.5
73810	Human Resources	Admin	Human resource and payroll services provided by the	10.0	10.1	10.1

Line Item Detail
Department of Revenue
Services

Component: Criminal Investigations Unit (2993)

RDU: Administration and Support (50)

Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor	
73000 Services Detail Totals			158.6	172.1	172.1	
		Division of Personnel				
73811	Building Leases	Admin	State Office Building, Assembly Bldg - Juneau	7.8	7.5	10.7
73811	Building Leases	EXTERNAL	Sunshine Plaza	20.4	0.0	47.5
73811	Building Leases	Admin	Atwood Building and parking garage - Anchorage	19.6	28.5	0.0
73814	Insurance	Admin	Risk Management	0.2	0.2	0.2
73815	Financial	Admin	Division of Finance AKSAS/AKPAY	0.4	0.5	0.5
73816	ADA Compliance	Labor	ADA compliance	0.1	0.1	0.1
73818	Training (Services-IA Svcs)	Admin	Training provided by state agencies	0.0	1.0	0.0
73819	Commission Sales (IA Svcs)	Admin	State Travel Office fees	0.1	1.5	0.5
73827	Safety (IA Svcs)			0.1	0.0	0.0
73848	State Equip Fleet	Trans	All costs associated with the use of state-owned vehicles	15.4	14.4	14.4
73979	Mgmt/Consulting (IA Svcs)	Revenue-CO	Support services provided by the Commissioner's Office	0.0	14.0	4.0
73979	Mgmt/Consulting (IA Svcs)	Revenue-ASD	Administrative support provided by the Administrative Services Division, including IT, fiscal, budget, contract management, procurement, and legislative services	0.0	28.6	18.4

Line Item Detail
Department of Revenue
Commodities

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
74000	Commodities		70.0	25.0	25.0
Expenditure Account			FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
74000 Commodities Detail Totals			70.0	25.0	25.0
74200	Business	Business supplies including books and educational; equipment and furniture; office supplies; desktop computers, printers and IT equipment less than \$5,000 per item; and subscriptions including electronic access to information	65.2	14.0	14.0
74480	Household & Instit.	Institutional supplies	1.9	1.0	1.0
74600	Safety (Commodities)	Law enforcement supplies	2.1	10.0	10.0
74650	Repair/Maintenance (Commodities)		0.8	0.0	0.0

Line Item Detail
Department of Revenue
Capital Outlay

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Line Number	Line Name		FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
75000	Capital Outlay		13.2	0.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
		75000 Capital Outlay Detail Totals	13.2	0.0	0.0
75700	Equipment		13.2	0.0	0.0

Restricted Revenue Detail
Department of Revenue

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Master Account	Revenue Description				FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
51015	Interagency Receipts				1,525.0	1,639.7	1,639.7
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
59040	Revenue RSA to provide consolidated investigative services	Tax Division	4060142	11100	744.4	850.2	799.5
59040	Revenue RSA to provide consolidated investigative services	Child Support Services	4060144	11100	438.3	408.7	484.4
59040	Revenue RSA to provide consolidated investigative services	Permanent Fund Dividend Division	4060146	11100	342.3	380.8	355.8

Inter-Agency Services
Department of Revenue

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013			
				FY2012 Actuals	Management Plan	FY2014 Governor	
73805	IT-Non-Telecommunication	ETS chargeback for computer services EPR and task orders	Inter-dept	Admin	7.2	7.2	7.2
73805 IT-Non-Telecommunication subtotal:					7.2	7.2	7.2
73806	IT-Telecommunication	ETS chargeback for telecommunications EPR	Inter-dept	Admin	11.5	11.0	11.6
73806	IT-Telecommunication	ETS chargeback for telecommunications line fees, services requests, and VPN	Inter-dept	Admin	8.3	5.6	5.6
73806 IT-Telecommunication subtotal:					19.8	16.6	17.2
73809	Mail	Central mailroom services including pick up and delivery of U.S. mail, postage, mailing of state warrants	Inter-dept	Admin	0.1	1.5	1.5
73809 Mail subtotal:					0.1	1.5	1.5
73810	Human Resources	Human resource and payroll services provided by the Division of Personnel	Inter-dept	Admin	10.0	10.1	10.1
73810 Human Resources subtotal:					10.0	10.1	10.1
73811	Building Leases	State Office Building, Assembly Bldg - Juneau	Inter-dept	Admin	7.8	7.5	10.7
73811	Building Leases	Sunshine Plaza	Intra-dept	EXTERNAL	20.4	0.0	47.5
73811	Building Leases	Atwood Building and parking garage - Anchorage	Inter-dept	Admin	19.6	28.5	0.0
73811 Building Leases subtotal:					47.8	36.0	58.2
73814	Insurance	Risk Management	Inter-dept	Admin	0.2	0.2	0.2
73814 Insurance subtotal:					0.2	0.2	0.2
73815	Financial	Division of Finance AKSAS/AKPAY	Inter-dept	Admin	0.4	0.5	0.5
73815 Financial subtotal:					0.4	0.5	0.5
73816	ADA Compliance	ADA compliance	Inter-dept	Labor	0.1	0.1	0.1
73816 ADA Compliance subtotal:					0.1	0.1	0.1
73818	Training (Services-IA Svcs)	Training provided by state agencies	Inter-dept	Admin	0.0	1.0	0.0
73818 Training (Services-IA Svcs) subtotal:					0.0	1.0	0.0
73819	Commission Sales (IA Svcs)	State Travel Office fees	Inter-dept	Admin	0.1	1.5	0.5
73819 Commission Sales (IA Svcs) subtotal:					0.1	1.5	0.5
73848	State Equip Fleet	All costs associated with the use of state-owned vehicles	Inter-dept	Trans	15.4	14.4	14.4
73848 State Equip Fleet subtotal:					15.4	14.4	14.4
73979	Mgmt/Consulting (IA Svcs)	Support services provided by the Commissioner's Office	Intra-dept	Revenue-CO	0.0	14.0	4.0
73979	Mgmt/Consulting (IA Svcs)	Administrative support provided by the Administrative Services Division, including IT, fiscal, budget, contract management, procurement, and legislative services	Intra-dept	Revenue-ASD	0.0	28.6	18.4
73979 Mgmt/Consulting (IA Svcs) subtotal:					0.0	42.6	22.4
Criminal Investigations Unit total:					101.1	131.7	132.3
Grand Total:					101.1	131.7	132.3

Inter-Agency Services
Department of Revenue

Component: Criminal Investigations Unit (2993)
RDU: Administration and Support (50)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2012 Actuals	FY2013 Management Plan	FY2014 Governor
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