

**State of Alaska
FY2016 Governor Amended Operating
Budget**

**Department of Environmental Conservation
Spill Prevention and Response Director
Component Budget Summary**

Component: Spill Prevention and Response Director

Contribution to Department's Mission

No mission statement.

Major Component Accomplishments in 2014

No major accomplishments.

Key Component Challenges

No key component challenges.

Significant Changes in Results to be Delivered in FY2016

No changes in results delivered.

Statutory and Regulatory Authority

No statutes and regulations.

Contact Information

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**Spill Prevention and Response Director
Component Financial Summary**

All dollars shown in thousands

	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	203.5	285.2	0.0
72000 Travel	24.1	30.0	0.0
73000 Services	8.5	23.6	0.0
74000 Commodities	5.2	4.5	0.0
75000 Capital Outlay	0.2	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	241.5	343.3	0.0
Funding Sources:			
1002 Federal Receipts	0.0	71.3	0.0
1052 Oil/Hazardous Prevention/Response Fund	241.5	272.0	0.0
Funding Totals	241.5	343.3	0.0

Estimated Revenue Collections

Description	Master Revenue Account	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Unrestricted Revenues				
Oil Hazardous Response Fund	51370	241.5	272.0	0.0
Unrestricted Total		241.5	272.0	0.0
Restricted Revenues				
Federal Receipts	51010	0.0	71.3	0.0
Restricted Total		0.0	71.3	0.0
Total Estimated Revenues		241.5	343.3	0.0

**Summary of Component Budget Changes
From FY2015 Management Plan to FY2016 Governor Amended**

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>
FY2015 Management Plan	0.0	272.0	0.0	71.3	343.3
Adjustments which continue current level of service:					
-Transfer to Spill Prevention and Response to Reorganize and Consolidate Spill Prevention and Response Programs	0.0	-272.0	0.0	-71.3	-343.3
FY2016 Governor Amended	0.0	0.0	0.0	0.0	0.0

**Spill Prevention and Response Director
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2015 Management Plan	FY2016 Governor Amended		
Full-time	2	0	Annual Salaries	0
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	0
			<i>Less 0.00% Vacancy Factor</i>	(0)
			Lump Sum Premium Pay	0
Totals	2	0	Total Personal Services	0

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
No personal services.					
Totals	0	0	0	0	0

Component Detail All Funds
Department of Environmental Conservation

Component: Spill Prevention and Response Director (AR48501) (1392)
RDU: Spill Prevention and Response (208)

	FY2014 Actuals	FY2015 Conference Committee	FY2015 Authorized	FY2015 Management Plan	FY2016 Governor Amended	FY2015 Management Plan vs FY2016 Governor Amended	
71000 Personal Services	203.5	304.3	304.3	285.2	0.0	-285.2	-100.0%
72000 Travel	24.1	17.0	17.0	30.0	0.0	-30.0	-100.0%
73000 Services	8.5	28.7	28.7	23.6	0.0	-23.6	-100.0%
74000 Commodities	5.2	1.5	1.5	4.5	0.0	-4.5	-100.0%
75000 Capital Outlay	0.2	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	241.5	351.5	351.5	343.3	0.0	-343.3	-100.0%
Fund Sources:							
1002Fed Rcpts (Fed)	0.0	0.0	0.0	71.3	0.0	-71.3	-100.0%
1052Oil/Haz Fd (DGF)	241.5	351.5	351.5	272.0	0.0	-272.0	-100.0%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	241.5	351.5	351.5	272.0	0.0	-272.0	-100.0%
Other Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	71.3	0.0	-71.3	-100.0%
Positions:							
Permanent Full Time	2	3	3	2	0	-2	-100.0%
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 Environmental Conservation

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
1052 Oil/Haz Fd	ConfCom	351.5	304.3	17.0	28.7	1.5	0.0	0.0	0.0	3	0	0
		351.5										
	Subtotal	351.5	304.3	17.0	28.7	1.5	0.0	0.0	0.0	3	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Transfer Program Coordinator I (18-7528) to Response Fund Administration Due to Reorganization												
	Trout	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
The Program Coordinator I (18-7528), range 18, located in Juneau, performs work that supports the entire Division of Spill Prevention and Response. Costs associated with the position are more accurately reflected in the Response Fund Administration component.												
Transfer to Contaminated Sites for Indirect Costs												
	Trout	-79.5	-69.5	0.0	-10.0	0.0	0.0	0.0	0.0	0	0	0
1052 Oil/Haz Fd		-79.5										
The Director's Office component has insufficient federal authority and excess response fund authority. Conversely, the Contaminated Sites component has insufficient response fund authority and excess federal authority. This change more accurately reflects the use of available federal receipts for indirect costs in the Division. The work has not changed, and there is no material impact on the total funding available to the component. There is a separate change record to transfer the federal authority.												
Transfer from Contaminated Sites for Indirect Costs												
	Trin	71.3	50.4	13.0	4.9	3.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		71.3										
The Director's Office component has insufficient federal authority and excess response fund authority. Conversely, the Contaminated Sites component has insufficient response fund authority and excess federal authority. This change more accurately reflects the use of available federal receipts for indirect costs in the Division. The work has not changed, and there is no material impact on the total funding available to the component. There is a separate change record to transfer the response fund authority.												
	Subtotal	343.3	285.2	30.0	23.6	4.5	0.0	0.0	0.0	2	0	0
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
Transfer to Spill Prevention and Response to Reorganize and Consolidate Spill Prevention and Response Programs												
	Trout	-343.3	-285.2	-30.0	-23.6	-4.5	0.0	0.0	0.0	-2	0	0
1002 Fed Rcpts		-71.3										
1052 Oil/Haz Fd		-272.0										

Change Record Detail - Multiple Scenarios with Descriptions
Department of Environmental Conservation

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
<p>The Legislature established The Oil and Hazardous Substance Release Prevention and Response Fund in 1986 to provide a ready and reliable source of payment of the expenses incurred by the Department of Environmental Conservation's (DEC) in responding to a release or threatened release of oil or hazardous substances and the expense of establishing and maintaining spill prevention, preparedness and response programs that reduce the risk of oil and hazardous substance spills.</p> <p>The Response Fund is comprised of two accounts: the Response Account which can be accessed for emergencies without legislative appropriation, and the Prevention Account which is used to pay the operating expenses for the State's spill prevention, preparedness and response programs. The Response Fund is funded primarily by a \$.05 per barrel surcharge, with \$.01 going to Response Account and \$.04 going to the Prevention Account. Cost recovery and interest earnings also fund both accounts to a lesser degree.</p> <p>Continued decline in crude oil production has resulted in a continued decline of surcharge receipts. Expenditures from the Prevention Account now exceed revenues. This shortfall has been anticipated for many years, and crude oil production is not projected to increase sufficiently in the future to cover current operating costs.</p> <p>Recognizing this revenue decline, DEC is taking measures to decrease spending from the Prevention Account. Spending reductions can only be accomplished by restructuring the Division of Spill Prevention and Response. That restructuring combines the Division's five components into one component, and it significantly redefines the State's approach to planning, preparing for and responding to spills. Greater synergy between planning and response can reduce expenses and improve service delivery to the regulated public without reducing protection of Alaska's natural environmental. It creates program efficiencies that reduce overall costs by \$520.0 and eliminates four positions (one Analyst/Programmer, two Environmental Program Specialists, and one Office Assistant).</p> <p>Even with these spending reductions, expenses will still exceed revenues in FY2015 and beyond. The administration and the Legislature cannot counteract the effect of declining oil production with spending reductions alone. An annual transfer of general funds into the Prevention Account is required to continue critical program operations. Any further efforts to reduce expenditures from the Prevention Account, without support from other fund sources, would impair DEC's ability to prevent and respond to spills both large and small. With increasing exploration and production, and so much new activity in Cook Inlet and the Arctic, DEC must maintain its robust spill prevention and response capacity.</p>												
Totals		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Personal Services Expenditure Detail
Department of Environmental Conservation

Scenario: FY2016 Governor Amended (12201)
Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

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 Environmental Conservation
Travel

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000	Travel		24.1	30.0	0.0
Expenditure Account			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
	Servicing Agency	Explanation			
72000 Travel Detail Totals			24.1	30.0	0.0
72110	Employee Travel (Instate)		12.0	12.0	0.0
72410	Employee Travel (Out of state)		12.1	18.0	0.0

Line Item Detail
Department of Environmental Conservation
Services

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000	Services		8.5	23.6	0.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			8.5	23.6	0.0
73025		Education Services	0.9	1.5	0.0
73050		Financial Services	0.0	1.0	0.0
73150		Information Technlgy	0.2	6.5	0.0
73156		Telecommunication	0.5	0.6	0.0
73225		Delivery Services	0.2	0.5	0.0
73450		Advertising & Promos	0.0	0.2	0.0
73650		Struc/Infstruct/Land	0.1	0.2	0.0
73675		Equipment/Machinery	0.4	0.5	0.0
73750		Other Services (Non IA Svcs)	0.3	0.4	0.0
73805	IT-Non-Telecommunication	Enterprise Technology Services	1.2	2.5	0.0
73806	IT-Telecommunication	Enterprise Technology Services	2.0	4.1	0.0
73809	Mail	Central Mail	0.2	0.3	0.0
73812	Legal	Legislation/Regulations	0.1	0.2	0.0
73813	Auditing	Finance	0.1	0.2	0.0
73814	Insurance	Risk Management	0.1	0.2	0.0
73815	Financial	Finance	0.1	0.2	0.0
73819	Commission Sales (IA Svcs)	State Travel Office	0.4	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Administrative Services	1.3	2.5	0.0

Line Item Detail
Department of Environmental Conservation
Services

Component: Spill Prevention and Response Director (1392)

RDU: Spill Prevention and Response (208)

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			8.5	23.6	0.0
73979	Mgmt/Consulting (IA Svcs)	Commissioner	0.1	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Food Safety & Sanitation	0.3	1.0	0.0

Line Item Detail
Department of Environmental Conservation
Commodities

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000	Commodities		5.2	4.5	0.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000 Commodities Detail Totals			5.2	4.5	0.0
74200	Business		5.1	4.5	0.0
74650	Repair/Maintenance (Commodities)		0.1	0.0	0.0

Line Item Detail
Department of Environmental Conservation
Capital Outlay

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000	Capital Outlay		0.2	0.0	0.0
Expenditure Account			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
	Servicing Agency	Explanation			
75000 Capital Outlay Detail Totals			0.2	0.0	0.0
75700	Equipment		0.2	0.0	0.0

Unrestricted Revenue Detail
Department of Environmental Conservation

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Master Account	Revenue Description				FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51370	Oil Hazardous Response Fund				241.5	272.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51370	OHSR Prevention Acct		18514XXA	11122	241.5	272.0	0.0

Restricted Revenue Detail
Department of Environmental Conservation

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Master Account	Revenue Description				FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51010	Federal Receipts				0.0	71.3	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
51010	Federal Receipts		18516000	11100	0.0	71.3	0.0

Interagency Services
Department of Environmental Conservation

Component: Spill Prevention and Response Director (1392)
RDU: Spill Prevention and Response (208)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73805	IT-Non-Telecommunication	Inter-dept	Enterprise Technology Services	1.2	2.5	0.0
73805 IT-Non-Telecommunication subtotal:				1.2	2.5	0.0
73806	IT-Telecommunication	Inter-dept	Enterprise Technology Services	2.0	4.1	0.0
73806 IT-Telecommunication subtotal:				2.0	4.1	0.0
73809	Mail	Inter-dept	Central Mail	0.2	0.3	0.0
73809 Mail subtotal:				0.2	0.3	0.0
73812	Legal	Inter-dept	Legislation/Regulations	0.1	0.2	0.0
73812 Legal subtotal:				0.1	0.2	0.0
73813	Auditing	Inter-dept	Finance	0.1	0.2	0.0
73813 Auditing subtotal:				0.1	0.2	0.0
73814	Insurance	Inter-dept	Risk Management	0.1	0.2	0.0
73814 Insurance subtotal:				0.1	0.2	0.0
73815	Financial	Inter-dept	Finance	0.1	0.2	0.0
73815 Financial subtotal:				0.1	0.2	0.0
73819	Commission Sales (IA Svcs)	Inter-dept	State Travel Office	0.4	0.5	0.0
73819 Commission Sales (IA Svcs) subtotal:				0.4	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Administrative Services	1.3	2.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Commissioner	0.1	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Food Safety & Sanitation	0.3	1.0	0.0
73979 Mgmt/Consulting (IA Svcs) subtotal:				1.7	4.0	0.0
Spill Prevention and Response Director total:				5.9	12.2	0.0
Grand Total:				5.9	12.2	0.0