

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

**Department of Environmental Conservation  
Prevention and Emergency Response  
Component Budget Summary**

**Component: Prevention and Emergency Response**

**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**

**Contact:** Kristin Ryan, Director  
**Phone:** (907) 269-7604  
**Fax:** (907) 269-7654  
**E-mail:** kristin.ryan@alaska.gov

Prevention and Emergency Response Component Financial Summary			
	<i>All dollars shown in thousands</i>		
	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	4,087.4	3,947.8	0.0
72000 Travel	153.7	116.7	0.0
73000 Services	2,375.4	579.0	0.0
74000 Commodities	75.9	50.0	0.0
75000 Capital Outlay	4.0	20.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>6,696.4</b>	<b>4,713.5</b>	<b>0.0</b>
<b>Funding Sources:</b>			
1007 Interagency Receipts	1,924.4	0.0	0.0
1052 Oil/Hazardous Prevention/Response Fund	4,772.0	4,713.5	0.0
<b>Funding Totals</b>	<b>6,696.4</b>	<b>4,713.5</b>	<b>0.0</b>

Estimated Revenue Collections				
Description	Master Revenue Account	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>Unrestricted Revenues</b>				
Oil Hazardous Response Fund	51370	4,772.0	4,713.5	0.0
<b>Unrestricted Total</b>		<b>4,772.0</b>	<b>4,713.5</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Interagency Receipts	51015	1,924.4	0.0	0.0
<b>Restricted Total</b>		<b>1,924.4</b>	<b>0.0</b>	<b>0.0</b>
<b>Total Estimated Revenues</b>		<b>6,696.4</b>	<b>4,713.5</b>	<b>0.0</b>

**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>
<b>FY2015 Management Plan</b>	<b>0.0</b>	<b>4,713.5</b>	<b>0.0</b>	<b>0.0</b>	<b>4,713.5</b>
<b>Adjustments which continue current level of service:</b>					
-Transfer to Spill Prevention and Response to Reorganize and Consolidate Spill Prevention and Response Programs	0.0	-4,713.5	0.0	0.0	-4,713.5
<b>FY2016 Governor Amended</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Prevention and Emergency Response Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2015 Management Plan	FY2016 Governor Amended		
Full-time	35	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
<b>Totals</b>	<b>35</b>	<b>0</b>	<b>Total Personal Services</b>	<b>0</b>

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
No personal services.					
<b>Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Component Detail All Funds**  
**Department of Environmental Conservation**

**Component:** Prevention and Emergency Response (AR48505) (2064)  
**RDU:** Spill Prevention and Response (208)

	<b>FY2014 Actuals</b>	<b>FY2015 Conference Committee</b>	<b>FY2015 Authorized</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>	<b>FY2015 Management Plan vs FY2016 Governor Amended</b>	
71000 Personal Services	4,087.4	3,947.8	3,947.8	3,947.8	0.0	-3,947.8	-100.0%
72000 Travel	153.7	116.7	116.7	116.7	0.0	-116.7	-100.0%
73000 Services	2,375.4	579.0	579.0	579.0	0.0	-579.0	-100.0%
74000 Commodities	75.9	50.0	50.0	50.0	0.0	-50.0	-100.0%
75000 Capital Outlay	4.0	20.0	20.0	20.0	0.0	-20.0	-100.0%
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%
<b>Totals</b>	<b>6,696.4</b>	<b>4,713.5</b>	<b>4,713.5</b>	<b>4,713.5</b>	<b>0.0</b>	<b>-4,713.5</b>	<b>-100.0%</b>
<b>Fund Sources:</b>							
1007I/A Rcpts (Other)	1,924.4	0.0	0.0	0.0	0.0	0.0	0.0%
1052Oil/Haz Fd (DGF)	4,772.0	4,713.5	4,713.5	4,713.5	0.0	-4,713.5	-100.0%
<b>Unrestricted General (UGF)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Designated General (DGF)</b>	<b>4,772.0</b>	<b>4,713.5</b>	<b>4,713.5</b>	<b>4,713.5</b>	<b>0.0</b>	<b>-4,713.5</b>	<b>-100.0%</b>
<b>Other Funds</b>	<b>1,924.4</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Federal Funds</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>
<b>Positions:</b>							
Permanent Full Time	35	35	35	35	0	-35	-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:** Prevention and Emergency Response (2064)

**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 *****												
<b>FY2015 Conference Committee</b>												
1052 Oil/Haz Fd	ConfCom	4,713.5	3,947.8	116.7	579.0	50.0	20.0	0.0	0.0	35	0	0
		4,713.5										
<b>Subtotal</b>		<b>4,713.5</b>	<b>3,947.8</b>	<b>116.7</b>	<b>579.0</b>	<b>50.0</b>	<b>20.0</b>	<b>0.0</b>	<b>0.0</b>	<b>35</b>	<b>0</b>	<b>0</b>
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
<b>Subtotal</b>		<b>4,713.5</b>	<b>3,947.8</b>	<b>116.7</b>	<b>579.0</b>	<b>50.0</b>	<b>20.0</b>	<b>0.0</b>	<b>0.0</b>	<b>35</b>	<b>0</b>	<b>0</b>
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
<b>Transfer to Spill Prevention and Response to Reorganize and Consolidate Spill Prevention and Response Programs</b>												
1052 Oil/Haz Fd	Trout	-4,713.5	-3,947.8	-116.7	-579.0	-50.0	-20.0	0.0	0.0	-35	0	0
		-4,713.5										

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.

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.

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.

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).

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.

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

**Component:** Prevention and Emergency Response (2064)  
**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	
	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:** Prevention and Emergency Response (2064)  
**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:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

<b>Line Number</b>	<b>Line Name</b>		<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
72000	Travel		153.7	116.7	0.0
<b>Expenditure Account</b>	<b>Servicing Agency</b>	<b>Explanation</b>	<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
<b>72000 Travel Detail Totals</b>			<b>153.7</b>	<b>116.7</b>	<b>0.0</b>
72110		Employee Travel (Instate)	131.4	101.7	0.0
72410		Employee Travel (Out of state)	22.3	15.0	0.0

**Line Item Detail**  
**Department of Environmental Conservation**  
**Services**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000	Services		2,375.4	579.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>73000 Services Detail Totals</b>			<b>2,375.4</b>	<b>579.0</b>	<b>0.0</b>
73025		Education Services	12.8	12.8	0.0
73150		Information Technlgy	8.3	8.3	0.0
73156		Telecommunication	34.7	34.7	0.0
73175		Health Services	0.5	0.5	0.0
73225		Delivery Services	11.3	11.3	0.0
73421	State Equipment Fleet	Sef Fuel A87 Allowed	18.6	18.6	0.0
73423	State Equipment Fleet	Sef Oper A87 Allowed	27.2	27.2	0.0
73428	State Equipment Fleet	Sef F/C A87 Allowed	37.9	37.9	0.0
73429	State Equipment Fleet	Sef F/C A87 Unallowd	10.5	10.5	0.0
73440	State Equipment Fleet	Sef Sum A87 Allowed	0.8	0.8	0.0
73450		Advertising & Promos	1.9	1.9	0.0
73525		Utilities	8.2	8.2	0.0
73650		Struc/Infstruct/Land	16.7	16.7	0.0
73675		Equipment/Machinery	9.4	9.4	0.0
73686		Rentals/Leases (Non IA-Eq/Machinery)	0.8	0.8	0.0
73750		Other Services (Non IA Svcs)	1,814.9	1.5	0.0
73805	Enterprise Technology Services	IT-Non-Telecommunication	24.8	33.3	0.0

**Line Item Detail**  
**Department of Environmental Conservation**  
**Services**

**Component:** Prevention and Emergency Response (2064)

**RDU:** Spill Prevention and Response (208)

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>73000 Services Detail Totals</b>			<b>2,375.4</b>	<b>579.0</b>	<b>0.0</b>
73806	IT-Telecommunication	Enterprise Technology Services	40.8	53.9	0.0
73809	Mail	Central Mail	3.1	4.2	0.0
73811	Building Leases	Leases	248.0	230.0	0.0
73812	Legal	Legislation/Regulations	1.0	1.4	0.0
73813	Auditing	Finance	1.0	1.4	0.0
73814	Insurance	Risk Management	2.3	3.1	0.0
73815	Financial	Finance	2.3	3.1	0.0
73816	ADA Compliance	Americans With Disabilities	0.4	0.4	0.0
73819	Commission Sales (IA Svcs)	State Travel Office	2.1	2.0	0.0
73827	Safety (IA Svcs)	Facilities	0.6	0.6	0.0
73979	Mgmt/Consulting (IA Svcs)	Administrative Services	27.7	35.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Food Safety & Sanitation	5.2	7.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Mining, Land & Water	0.4	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Office of the Commissioner	1.2	2.0	0.0

**Line Item Detail**  
**Department of Environmental Conservation**  
**Commodities**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

<b>Line Number</b>	<b>Line Name</b>		<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
74000	Commodities		75.9	50.0	0.0
<b>Expenditure Account</b>	<b>Servicing Agency</b>	<b>Explanation</b>	<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
<b>74000 Commodities Detail Totals</b>			<b>75.9</b>	<b>50.0</b>	<b>0.0</b>
74200		Business	38.8	28.3	0.0
74480		Household & Instit.	5.3	4.5	0.0
74520		Scientific & Medical	0.7	0.1	0.0
74600		Safety (Commodities)	3.9	2.0	0.0
74650		Repair/Maintenance (Commodities)	27.1	15.0	0.0
74850		Equipment Fuel	0.1	0.1	0.0

**Line Item Detail**  
**Department of Environmental Conservation**  
**Capital Outlay**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000	Capital Outlay		4.0	20.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
<b>75000 Capital Outlay Detail Totals</b>			<b>4.0</b>	<b>20.0</b>	<b>0.0</b>
75700	Equipment		4.0	20.0	0.0

**Unrestricted Revenue Detail**  
**Department of Environmental Conservation**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

<b>Master Account</b>	<b>Revenue Description</b>				<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
51370	Oil Hazardous Response Fund				4,772.0	4,713.5	0.0
<b>Detail Information</b>							
<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>	<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
51370	OHSR Prevention Acct			11122	4,772.0	4,713.5	0.0

**Restricted Revenue Detail**  
**Department of Environmental Conservation**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

<b>Master Account</b>	<b>Revenue Description</b>					<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
51015	Interagency Receipts					1,924.4	0.0	0.0
<b>Detail Information</b>								
<b>Revenue Amount</b>	<b>Revenue Description</b>	<b>Component</b>	<b>Collocation Code</b>	<b>AKSAS Fund</b>		<b>FY2014 Actuals</b>	<b>FY2015 Management Plan</b>	<b>FY2016 Governor Amended</b>
59090	Military & Vet Affrs	Homeland Security & Emerg Mgt	18554XXB	11100		1,924.4	0.0	0.0

**Interagency Services**  
**Department of Environmental Conservation**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73421	Sef Fuel A87 Allowed	Inter-dept	State Equipment Fleet	18.6	18.6	0.0
<b>73421 Sef Fuel A87 Allowed subtotal:</b>				<b>18.6</b>	<b>18.6</b>	<b>0.0</b>
73423	Sef Oper A87 Allowed	Inter-dept	State Equipment Fleet	27.2	27.2	0.0
<b>73423 Sef Oper A87 Allowed subtotal:</b>				<b>27.2</b>	<b>27.2</b>	<b>0.0</b>
73428	Sef F/C A87 Allowed	Inter-dept	State Equipment Fleet	37.9	37.9	0.0
<b>73428 Sef F/C A87 Allowed subtotal:</b>				<b>37.9</b>	<b>37.9</b>	<b>0.0</b>
73429	Sef F/C A87 Unallowd	Inter-dept	State Equipment Fleet	10.5	10.5	0.0
<b>73429 Sef F/C A87 Unallowd subtotal:</b>				<b>10.5</b>	<b>10.5</b>	<b>0.0</b>
73440	Sef Sum A87 Allowed	Inter-dept	State Equipment Fleet	0.8	0.8	0.0
<b>73440 Sef Sum A87 Allowed subtotal:</b>				<b>0.8</b>	<b>0.8</b>	<b>0.0</b>
73805	IT-Non-Telecommunication	Inter-dept	Enterprise Technology Services	24.8	33.3	0.0
<b>73805 IT-Non-Telecommunication subtotal:</b>				<b>24.8</b>	<b>33.3</b>	<b>0.0</b>
73806	IT-Telecommunication	Inter-dept	Enterprise Technology Services	40.8	53.9	0.0
<b>73806 IT-Telecommunication subtotal:</b>				<b>40.8</b>	<b>53.9</b>	<b>0.0</b>
73809	Mail	Inter-dept	Central Mail	3.1	4.2	0.0
<b>73809 Mail subtotal:</b>				<b>3.1</b>	<b>4.2</b>	<b>0.0</b>
73811	Building Leases	Inter-dept	Leases	248.0	230.0	0.0
<b>73811 Building Leases subtotal:</b>				<b>248.0</b>	<b>230.0</b>	<b>0.0</b>
73812	Legal	Inter-dept	Legislation/Regulations	1.0	1.4	0.0
<b>73812 Legal subtotal:</b>				<b>1.0</b>	<b>1.4</b>	<b>0.0</b>
73813	Auditing	Inter-dept	Finance	1.0	1.4	0.0
<b>73813 Auditing subtotal:</b>				<b>1.0</b>	<b>1.4</b>	<b>0.0</b>
73814	Insurance	Inter-dept	Risk Management	2.3	3.1	0.0
<b>73814 Insurance subtotal:</b>				<b>2.3</b>	<b>3.1</b>	<b>0.0</b>
73815	Financial	Inter-dept	Finance	2.3	3.1	0.0
<b>73815 Financial subtotal:</b>				<b>2.3</b>	<b>3.1</b>	<b>0.0</b>
73816	ADA Compliance	Inter-dept	Americans With Disabilities	0.4	0.4	0.0
<b>73816 ADA Compliance subtotal:</b>				<b>0.4</b>	<b>0.4</b>	<b>0.0</b>
73819	Commission Sales (IA Svcs)	Inter-dept	State Travel Office	2.1	2.0	0.0
<b>73819 Commission Sales (IA Svcs) subtotal:</b>				<b>2.1</b>	<b>2.0</b>	<b>0.0</b>

**Interagency Services**  
**Department of Environmental Conservation**

**Component:** Prevention and Emergency Response (2064)  
**RDU:** Spill Prevention and Response (208)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73827	Safety (IA Svcs)	Inter-dept	Facilities	0.6	0.6	0.0
<b>73827 Safety (IA Svcs) subtotal:</b>				<b>0.6</b>	<b>0.6</b>	<b>0.0</b>
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Administrative Services	27.7	35.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Food Safety & Sanitation	5.2	7.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Inter-dept	Mining, Land & Water	0.4	0.5	0.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Office of the Commissioner	1.2	2.0	0.0
<b>73979 Mgmt/Consulting (IA Svcs) subtotal:</b>				<b>34.5</b>	<b>44.5</b>	<b>0.0</b>
<b>Prevention and Emergency Response total:</b>				<b>455.9</b>	<b>472.9</b>	<b>0.0</b>
<b>Grand Total:</b>				<b>455.9</b>	<b>472.9</b>	<b>0.0</b>