

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Tax Division (2476)
RDU: Taxation and Treasury (510)

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												
	ConfCom	16,745.2	14,401.0	223.1	1,999.6	121.5	0.0	0.0	0.0	123	1	2
1004 Gen Fund		15,230.7										
1005 GF/Prgm		754.5										
1061 CIP Rcpts		668.3										
1105 PFund Rcpt		91.7										
Evaluate Indirect Expenditures; Tax Credits Ch61 SLA2014 (HB306) (Sec2 Ch16 SLA2014 P46 L3 (HB266))												
	FisNot	400.0	377.4	5.0	16.1	1.5	0.0	0.0	0.0	1	0	3
1004 Gen Fund		400.0										
<p>Beginning on July 1, 2014, this bill would require the Department of Revenue (DOR) to publish a new "Indirect Expenditure Report" providing detailed analysis of every "indirect expenditure" in the state. The report is due every other year. Indirect expenditures are broadly defined as tax credits, exemptions, deductions (not including deductions incurred in the normal course of a trade or business), discounts, exclusions, or other differential allowances that result in foregone revenue for the state. For each indirect expenditure made by the state, DOR would be required to identify: the name of the indirect expenditure, a brief description of the indirect expenditure, the statutory authority for the indirect expenditure, the date the indirect expenditure is set to sunset if applicable, the intent of the legislature in authorizing the indirect expenditure, the public purpose, estimate the annual revenue impact of the indirect expenditure for the past five years, estimate the cost to administer the indirect expenditure, and report the number of beneficiaries of the indirect expenditure. With the 5-year look-back for the revenue affects, the initial report would require a significant amount of data gathering and reporting. After the first report, the bi-annual reporting would require less effort, as the analysis done for the first report could be carried forward; for example, identifying the statutory authority and legislative intent in a subsequent year could be obtained from the first report.</p> <p>To undertake the initial analysis required of all indirect expenditures \$400,000 is appropriated to DOR for four new positions (two Economist III positions, one Tax Technician III, and a College Intern IV) and costs associated with these positions.</p>												
Municipal Taxation of Tobacco Products Ch74 SLA2014 (HB193) (Sec2 Ch16 SLA2014 P45 L19 (HB266))												
	FisNot	136.7	82.0	0.0	4.7	50.0	0.0	0.0	0.0	1	0	0
1108 Stat Desig		136.7										
<p>This bill will allow the Department of Revenue (DOR) enter into agreements whereby DOR could sell cigarette tax stamps and collect cigarette tax revenue on behalf of a municipality if the municipality adopts a cigarette tax stamp as the mechanism for collecting cigarette taxes. This bill will allow DOR to be reimbursed by a municipality for the costs associated with selling a municipality's tax stamp and collecting the municipality's cigarette tax revenue.</p> <p>\$136.7 is for an additional Tax Technician III and costs associated to that position. Costs can be recouped from the municipalities.</p>												
Gas Pipeline; AGDC; Oil and Gas Production Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L16 (HB266))												
	FisNot	750.0	0.0	0.0	750.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		750.0										
<p>This bill would help the state to move forward as a partner in a large natural gas project, including liquefaction facilities. It gives the Commissioner of Natural Resources, in consultation with the Commissioner of Revenue, the ability to take custody of gas delivered to the state and manage the disposition and sale of</p>												

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										PFT	PPT	NP
that gas. The main tax provision of the bill would allow gas producers to make an election to pay their production tax liabilities with gas (tax as gas "TAG") instead of with money.												
This bill also expands the education tax credit allowed against the oil and gas production tax to include contributions made to vocational education for equipment and for contributions made to a nonprofit regional training center recognized by the Department of Labor, an apprenticeship program in the state that is registered with the U.S. Department of Labor, programs approved by the United States Department of Veterans Affairs and the Alaska Commission on Postsecondary Education. This bill does not increase or decrease the aggregate amount of total education tax credits allowed against the oil and gas production tax. It merely identifies additional types of contributions that can qualify for the credit. It is possible that taxpayers, who have not made qualifying contributions and not claimed an education tax credit in the past, may make contributions to these entities for these purposes. However, it is difficult to determine how this language will affect taxpayer behavior and, therefore, it is difficult to determine if this bill will affect revenue from the oil and gas production tax. This bill does not increase the maximum education tax credit amount which is currently limited to \$5 million per taxpayer.												
Currently, there are eight tax types for which an education tax credit can be claimed. The total amount a taxpayer can claim across all eight tax types is \$5 million. The language in this amendment will only affect the oil and gas production tax; therefore, contributions made to these new entities can only be claimed as a credit against the oil and gas production tax.												
\$250.0 appropriated will be used to enter into reimbursable service agreements with the Department of Law to assist in drafting regulations.												
\$500.0 appropriated will be used to reconfigure the Tax Revenue Management System to reflect tax law changes.												
Align Authority for Agency-wide Reduction												
	Unalloc	-8.8	0.0	-8.8	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-8.8										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		18,023.1	14,860.4	219.3	2,770.4	173.0	0.0	0.0	0.0	125	1	5
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Align Authority to Reallocate for Spending Plan												
	LIT	0.0	-142.7	0.0	142.7	0.0	0.0	0.0	0.0	0	0	0
Funds are needed in the services line to meet the division's future obligations for reimbursable service agreements and core services with the Department of Law and Administration.												
Transfer Information Systems Coordinator (04-2389) to Treasury												
	Trout	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
Information Systems Coordinator (04-2389) is in excess of the needs of the Tax Division and the Treasury Division has need of a PCN.												
Delete Analyst Programmer IV (04-?025)												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	-1

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Analyst Programmer IV (04-?025) is in excess of the needs of the Tax Division.												
Delete Analyst Programmer III (04-?026)												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	-1
Analyst Programmer III (04-?026) is in excess of the needs of the Tax Division.												
Change Tax Technician II (04-3287) from Part-time to Full-time for Charitable Gambling Reporting												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	-1	0
Changing the time status from part-time to full-time is needed for one Tax Technician II (04-3287) in the Charitable Gaming section of the Tax Division due to workload surrounding processing of applications to issue permits and licenses, entering and reporting financial data, and issuing notices of violation of charitable gaming laws.												
Subtotal		18,023.1	14,717.7	219.3	2,913.1	173.0	0.0	0.0	0.0	125	0	3
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	322.6	322.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		304.2										
1005 GF/Prgm		11.2										
1061 CIP Rcpts		3.6										
1105 PFund Rcpt		2.0										
1108 Stat Desig		1.6										
Cost of living adjustment for certain bargaining units: \$322.6												
Year three cost of living adjustment for non-covered employees - 2.5%: \$38.4												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$217.3												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$66.9												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-8.9	-8.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-8.6										
1005 GF/Prgm		-0.2										
1105 PFund Rcpt		-0.1										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-8.9												
Reverse Gas Pipeline; AGDC; Oil and Gas Production Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L17 (HB266))												
	OTI	-750.0	0.0	0.0	-750.0	0.0	0.0	0.0	0.0	0	0	0

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1004 Gen Fund		-750.0										
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This bill helps the state to move forward as a partner in a large natural gas project, including liquefaction facilities. It gives the Commissioner of Natural Resources, in consultation with the Commissioner of Revenue, the ability to take custody of gas delivered to the state and manage the disposition and sale of that gas. The main tax provision of the bill would allow gas producers to make an election to pay their production tax liabilities with gas (tax as gas "TAG") instead of with money.

This bill also expands the education tax credit allowed against the oil and gas production tax to include contributions made to vocational education for equipment and for contributions made to a nonprofit regional training center recognized by the Department of Labor, an apprenticeship program in the state that is registered with the U.S. Department of Labor, programs approved by the United States Department of Veterans Affairs and the Alaska Commission on Postsecondary Education. This bill does not increase or decrease the aggregate amount of total education tax credits allowed against the oil and gas production tax. It merely identifies additional types of contributions that can qualify for the credit. It is possible that taxpayers, who have not made qualifying contributions and not claimed an education tax credit in the past, may make contributions to these entities for these purposes. However, it is difficult to determine how this language will affect taxpayer behavior and, therefore, it is difficult to determine if this bill will affect revenue from the oil and gas production tax. This bill does not increase the maximum education tax credit amount which is currently limited to \$5 million per taxpayer.

Currently, there are eight tax types for which an education tax credit can be claimed. The total amount a taxpayer can claim across all eight tax types is \$5 million. The language in this amendment will only affect the oil and gas production tax; therefore, contributions made to these new entities can only be claimed as a credit against the oil and gas production tax.

\$250.0 appropriated will be used to enter into reimbursable service agreements with the Department of Law to assist in drafting regulations.

\$500.0 appropriated will be used to reconfigure the Tax Revenue Management System to reflect tax law changes.

Reduce Evaluation of Indirect Expenditures; Tax Credits Ch61 SLA2014 (HB306) (Sec2 Ch16 SLA2014 P46 L4 (HB266))

	OTI	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	PFT	PPT	NP
1004 Gen Fund		-119.8	-116.0	0.0	-3.8	0.0	0.0	0.0	0.0	0	0	-1

Beginning on July 1, 2014, this bill required the Department of Revenue (DOR) to publish a new "Indirect Expenditure Report" providing detailed analysis of every "indirect expenditure" in the state. The report is due every other year. Indirect expenditures are broadly defined as tax credits, exemptions, deductions (not including deductions incurred in the normal course of a trade or business), discounts, exclusions, or other differential allowances that result in foregone revenue for the state. For each indirect expenditure made by the state, DOR would be required to identify: the name of the indirect expenditure, a brief description of the indirect expenditure, the statutory authority for the indirect expenditure, the date the indirect expenditure is set to sunset if applicable, the intent of the legislature in authorizing the indirect expenditure, the public purpose, estimate the annual revenue impact of the indirect expenditure for the past five years, estimate the cost to administer the indirect expenditure, and report the number of beneficiaries of the indirect expenditure. With the 5-year look-back for the revenue affects, the initial report would require a significant amount of data gathering and reporting. After the first report, the bi-annual reporting would require less effort, as the analysis done for the first report could be carried forward; for example, identifying the statutory authority and legislative intent in a subsequent year could be obtained from the first report.

To undertake the initial analysis required of all indirect expenditures \$400,000 is appropriated to DOR for 4 new positions (two Economist III positions, one Tax Technician III, and a College Intern IV) and costs associated with these positions.

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										PFT	PPT	
FY2016 Amount is \$280.2												
Restore Gas Pipeline; AGDC; Oil and Gas Prod Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L17 (HB266)) (FY15 - FY16)												
	IncM	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A		150.0										
<p>This bill helps the state to move forward as a partner in a large natural gas project, including liquefaction facilities. It gives the Commissioner of Natural Resources, in consultation with the Commissioner of Revenue, the ability to take custody of gas delivered to the state and manage the disposition and sale of that gas. The main tax provision of the bill would allow gas producers to make an election to pay their production tax liabilities with gas (tax as gas "TAG") instead of with money.</p> <p>This bill also expands the education tax credit allowed against the oil and gas production tax to include contributions made to vocational education for equipment and for contributions made to a nonprofit regional training center recognized by the Department of Labor, an apprenticeship program in the state that is registered with the U.S. Department of Labor, programs approved by the United States Department of Veterans Affairs and the Alaska Commission on Postsecondary Education. This bill does not increase or decrease the aggregate amount of total education tax credits allowed against the oil and gas production tax. It merely identifies additional types of contributions that can qualify for the credit. It is possible that taxpayers, who have not made qualifying contributions and not claimed an education tax credit in the past, may make contributions to these entities for these purposes. However, it is difficult to determine how this language will affect taxpayer behavior and, therefore, it is difficult to determine if this bill will affect revenue from the oil and gas production tax. This bill does not increase the maximum education tax credit amount which is currently limited to \$5 million per taxpayer.</p> <p>Currently, there are eight tax types for which an education tax credit can be claimed. The total amount a taxpayer can claim across all eight tax types is \$5 million. The language in this amendment will only affect the oil and gas production tax; therefore, contributions made to these new entities can only be claimed as a credit against the oil and gas production tax.</p>												
Subtotal		17,617.0	14,915.4	219.3	2,309.3	173.0	0.0	0.0	0.0	125	0	2
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Transfer from Criminal Investigations Unit for Decentralization of Criminal Investigations Staff												
	Trin	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	5	0	0
Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue. <p>Five positions are being transferred out of CIU into the Tax Division: PCN 08-2077 Investigator IV PCN 08-2078 Investigator III PCN 04-3249 Investigator III PCN 04-3256 Investigator III PCN 04-3257 Investigator III</p>												
Reverse Gas Pipeline; AGDC; Oil and Gas Prod Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L17 (HB266)) (FY15 - FY16)												
	Dec	-150.0	0.0	0.0	-150.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A		-150.0										

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										PFT	PPT	

The out year funding for SLA2014 fiscal note number 24 of \$150.0 was erroneously restored to the Tax Division in the Governor's FY2016 budget when it should have been restored to the Natural Gas Commercialization Component. This reversal will remove the funding from the Tax Division and an accompanying record will restore it to the proper component.

Reduce Authority to Comply with Target Reduction

	Dec	-43.2	0.0	0.0	-43.2	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-43.2										

The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services. This decrement is to comply with the target reduction of \$525.0.

Reduce Authority for Film Office Positions

	Dec	-346.7	-346.7	0.0	0.0	0.0	0.0	0.0	0.0	-3	0	0
1004 Gen Fund		-346.7										

The benefit returned to the state on credits issued for film tax has not been realized, therefore the department recommends deleting the film office. This would require a statute change, but eliminating the three film office positions would result in significant savings as well as save \$20 million annually in tax credits which are not shown in the budget.

Full-time Revenue Audit Supervisor I (04-3294), range 24, located in Anchorage.
 Full-time Tax Auditor III (08-1278), range 20, located in Anchorage.
 Full-time Accounting Tech III (08-1279), range 16, located in Anchorage.

Delete Positions (04-3285, 04-X039)

	Dec	-325.6	-325.6	0.0	0.0	0.0	0.0	0.0	0.0	-2	0	0
1004 Gen Fund		-325.6										

The following positions are being deleted to comply with the \$525.0 target reduction:
 Full-time Petroleum Econ Policy Analyst (04-3285), range 24, located in Anchorage.
 Full-time Commercial Analyst (04-X039), range 27, located in Anchorage.

Delete 6 Positions

	Dec	-587.5	-587.5	0.0	0.0	0.0	0.0	0.0	0.0	-5	0	-1
1004 Gen Fund		-587.5										

The following positions are determined to have the least impact on the operations of the division:

Full-time Administrative Assistant I (04-3075), range 12, located in Anchorage.
 Full-time Audit Master (04-X016), range 27, located in Anchorage.
 Full-time Corporate Income Tax Auditor I (04-3260), range 18, located in Anchorage.
 Full-time Office Assistant II (04-3030), range 10, located in Juneau.

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Full-time Tax Technician III (04-4018), range 14, located in Juneau. Non-perm Tax Technician III (04-N15003), range 14, located in Anchorage.												
Align Authority to Reallocate Resources for Spending Plan												
LIT		0.0	0.0	-20.0	20.0	0.0	0.0	0.0	0.0	0	0	0
Transfer authority to align FY2016 authorization with the anticipated budget needs.												
Align Authority for Transfer of Investigators												
LIT		0.0	562.8	0.0	-562.8	0.0	0.0	0.0	0.0	0	0	0
The Department of Revenue requests approval of a line item transfer from services to personal services, related to the transfer in of five investigators from the Criminal Investigations Unit. Costs that were previously budgeted as contractual in Tax will become personal services.												
Totals		16,164.0	14,218.4	199.3	1,573.3	173.0	0.0	0.0	0.0	120	0	1

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Component: Treasury Division (121)
RDU: Taxation and Treasury (510)

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										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	10,123.1	6,147.5	40.6	3,880.1	39.8	15.1	0.0	0.0	40	0	0
1004 Gen Fund		5,578.9										
1007 I/A Rcpts		3,931.8										
1017 Ben Sys		84.5										
1027 Int Airprt		34.3										
1046 Stdnt Loan		55.0										
1066 Pub School		111.1										
1169 PCE Endow		327.5										
Align Authority for Agency-wide Reduction												
	Unalloc	-2.8	0.0	-2.8	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-2.8										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		10,120.3	6,147.5	37.8	3,880.1	39.8	15.1	0.0	0.0	40	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Transfer Information Systems Coordinator (04-2389) from Tax Division to Treasury Division												
	Trin	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
Information Systems Coordinator (04-2389) is in excess of the needs of the Tax Division and the Treasury Division has need of a PCN.												
Subtotal		10,120.3	6,147.5	37.8	3,880.1	39.8	15.1	0.0	0.0	41	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	137.6	137.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		62.9										
1007 I/A Rcpts		70.9										
1017 Ben Sys		0.8										
1027 Int Airprt		0.4										
1046 Stdnt Loan		0.1										
1066 Pub School		1.1										
1169 PCE Endow		1.4										

Cost of living adjustment for certain bargaining units: \$137.6

Year three cost of living adjustment for non-covered employees - 2.5%: \$98.8

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Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$28.7												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$10.1												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-7.5	-7.5	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-3.3										
1007 I/A Rcpts		-4.0										
1066 Pub School		-0.1										
1169 PCE Endow		-0.1										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-7.5												
Add Investment Officer Positions												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
The Alaska Permanent fund corporation needs to establish two new exempt investment officer positions in the Treasury Division's portfolio section. Exempt investment officers are authorized by AS 39.25.110(26). Funding for this position will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. The full annual cost of the positions is estimated to be \$300.0 and is reflected in a separate change record.												
Move State Investment Officer Salaries to Market												
	Inc	327.0	327.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		327.0										
This increment would allow the Treasury Division to continue to attract and retain State Investment Officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau. The Treasury Division has developed an investment staff that has achieved above average investment returns on over \$50 billion of assets.												
The state invests in internal and external training to ensure these employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State Investment Officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to market, the state is in a better position to retain competent investment staff.												
Investment Management of Retiree Health Insurance Fund - Long Term Care												
	Inc	11.3	0.0	0.0	11.3	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		11.3										
The investment management costs for the Retiree Health Insurance Fund - Long Term Care under management have increased. Investment assets under management have experienced a continued growth.												
Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.												

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Investment Management of Public School Trust Fund												
	Inc	13.8	0.0	0.0	13.8	0.0	0.0	0.0	0.0	0	0	0
1066 Pub School		13.8										
The investment management costs for the Public School Trust Fund under management have increased. Investment assets under management have experienced a continued growth.												
Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.												
Investment Management of Power Cost Equalization Endowment Fund												
	Inc	28.7	0.0	0.0	28.7	0.0	0.0	0.0	0.0	0	0	0
1169 PCE Endow		28.7										
The investment management costs for the Power Cost Equalization Endowment Fund under management have increased. Investment assets under management have experienced a continued growth.												
Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees.												
Add Funding for Investment Officer Positions												
	Inc	300.0	300.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		300.0										
There is a need to establish two new exempt investment officer position in the Treasury Division's portfolio section. Exempt investment officers are authorized by AS 39.25.110(26). Funding for this position will come from inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. The full annual cost of the positions is estimated to be \$300.0.												
Technical Adjustment to Change Fund Code from 1046 to 1106												
	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1046 Stdnt Loan		-55.0										
1106 ASLC Rcpts		55.0										
Technical adjustment to change fund code Student Loan (1046) to Post Secondary Receipts (1106). The actual fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid.												
Subtotal		10,931.2	6,904.6	37.8	3,933.9	39.8	15.1	0.0	0.0	43	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Replace Inactive Code 1046 with 1106 for FY2016 Salary Increases												
	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Treasury Division (121)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1046 Stdnt Loan		-0.1										
1106 ASLC Rcpts		0.1										
<p>\$0.1 was erroneously added to a defunct fund code as part of a FY2016 salary adjustment. The fund source will not change but the 1046 code used by the Office of Management and Budget is no longer valid and has been replaced by 1106.</p>												
Reduction in External Management Fees												
1004 Gen Fund	Dec	-250.0	0.0	0.0	-250.0	0.0	0.0	0.0	0.0	0	0	0
<p>It is projected that the state will need to draw on the Constitutional Budget Reserve Fund (CBRF) to balance the State's budget. As such, external management fees will be lower since management fees are charged as a percentage of the market value of assets under management. At the end of FY2014 the sub account balance was \$6.7 billion and it is projected that at the end of FY2016 the balance will be \$3.5 billion.</p>												
Delete Position (04-5014)												
1004 Gen Fund	Dec	-140.8	-140.8	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
1007 I/A Rcpts		-70.0										
1017 Ben Sys		-1.6										
1027 Int Airprt		-0.3										
1066 Pub School		-1.5										
1169 PCE Endow		-2.6										
<p>With the deletion of this position, Treasury will use the Administrative Services Division for IT coverage and support.</p> <p>Micro/Network Specialist I (04-5014), range 18, located in Juneau</p>												
Totals		10,540.4	6,763.8	37.8	3,683.9	39.8	15.1	0.0	0.0	42	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Unclaimed Property (2938)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	459.7	394.5	8.2	49.3	7.7	0.0	0.0	0.0	4	0	0
1004 Gen Fund		275.4										
1005 GF/Prgm		184.3										
Align Authority for Agency-wide Reduction												
	Unalloc	-0.6	0.0	-0.6	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.6										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		459.1	394.5	7.6	49.3	7.7	0.0	0.0	0.0	4	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		459.1	394.5	7.6	49.3	7.7	0.0	0.0	0.0	4	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	8.4	8.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		4.5										
1005 GF/Prgm		3.9										
Cost of living adjustment for certain bargaining units: \$8.4												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$5.4												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$3.0												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-0.3	-0.3	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.2										
1005 GF/Prgm		-0.1										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-0.3												
Unclaimed Property - Annual Need												
	Inc	110.0	0.0	0.0	110.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		110.0										

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Unclaimed Property (2938)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

The purpose of the Unclaimed Property Program (UCP) is to manage unclaimed property and reunite it with its owners. Since 1987 when the UCP program created, UCP has collected property of over \$152 million, refunded \$48.7 million to the public and returned \$96 million to the general fund. This was accomplished using a budget including less than \$5 million (or 3.3%) of program receipts. UCP has accomplished much with the existing resources it has but believes additional funding from program receipts are needed to continue its progress identifying and reuniting property with owners. UCP is requesting an increment of program receipts of \$110,000 for FY2016 to cover current costs as well as fund future enhancements to the program that will result in greater returns to the general fund as follows:

Current Budget shortfalls-annual need

UCP became its own component in the budget after years of subsidies by Tax and Treasury so that costs of the program could be better tracked and measured. The current funding sources identified for UCP has been short by \$52,000 for services for FY2014. UCP is requesting additional program receipt funding of \$85,000 for FY2016 services to accommodate current costs.

Currently, there exists a 15 year backlog of securities at various brokerages that are manually transmitted and reviewed for valuation and liquidation purposes. Hiring a custodian to receive, value and monitor these securities electronically would provide more timely data and liquidations to the general fund. The cost of hiring a custodian is estimated at \$25,000 based on annual liquidation amounts of \$2 million. Currently there are over \$20 million of securities that require liquidation.

Maintain Unclaimed Property Program with Program Receipts

	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-274.0										
1005 GF/Prgm		274.0										

The purpose of the Unclaimed Property Program (UCP) is to manage unclaimed property and reunite it with its owners. Since 1987 when the UCP program created, UCP has collected property of over \$152 million, refunded \$48.7 million to the public and returned \$96 million to the general fund. This was accomplished using a budget including less than \$5 million (or 3.3%) of program receipts.

This change is to make UCP run solely on program receipts.

Subtotal		577.2	402.6	7.6	159.3	7.7	0.0	0.0	0.0	4	0	0
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***** **Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended** *****

Replace General Fund with General Fund Program Receipts

	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.8										
1005 GF/Prgm		0.8										

As part of the FY2016 Governor's request, the division is reorganizing to run solely on program receipts. The original request erroneously left \$0.8 in general funds on the budget. This fund change fixes the error and will allow the division to run solely on program receipts.

Replace FY2016 Salary Increases with Program Receipts

	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
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Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Unclaimed Property (2938)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1004 Gen Fund		-4.5										
1005 GF/Prgm		4.5										
<p>As part of the FY2016 Governor's request, the division is reorganizing funding to allow the program to run solely on program receipts; however, salary increases were erroneously split between general funds and general fund program receipts. This is an adjustment to move the general fund portion of salary increases to general fund program receipts.</p>												
Replace FY2016 Health Insurance Rate Reduction with Program Receipts												
	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		0.2										
1005 GF/Prgm		-0.2										
<p>As part of the FY2016 Governor's request, the division is reorganizing funding to allow the program to run solely on program receipts; however, health insurance rate reductions were erroneously split between general funds and general fund program receipts. This is an adjustment to move the general fund portion of health insurance rate reductions to general fund program receipts.</p>												
Align Authority to Reallocate for Spending Plan												
	LIT	0.0	4.6	0.0	-4.6	0.0	0.0	0.0	0.0	0	0	0
<p>Transfer authority to align FY2016 authorization with the anticipated budget needs.</p>												
Totals		577.2	407.2	7.6	154.7	7.7	0.0	0.0	0.0	4	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board (2813)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	8,041.2	86.2	124.0	7,823.5	7.5	0.0	0.0	0.0	0	0	0
1004 Gen Fund		132.5										
1017 Ben Sys		1,640.3										
1029 P/E Retire		4,133.6										
1034 Teach Ret		1,999.1										
1042 Jud Retire		48.1										
1045 Nat Guard		87.6										
Align Authority for Agency-wide Reduction												
	Unalloc	-0.3	0.0	-0.3	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.3										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		8,040.9	86.2	123.7	7,823.5	7.5	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		8,040.9	86.2	123.7	7,823.5	7.5	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Subtotal		8,040.9	86.2	123.7	7,823.5	7.5	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Treasury Division Salary Increases Paid by Alaska Retirement Management Board with Reimbursable Services Agreement												
	SalAdj	70.9	0.0	0.0	70.9	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		2.3										
1017 Ben Sys		11.8										
1029 P/E Retire		39.7										
1034 Teach Ret		16.5										
1042 Jud Retire		0.5										
1045 Nat Guard		0.1										
Treasury Division salary increases that are supported through a reimbursable services agreement with the Alaska Retirement Management Board.												
Treasury Division Health Insurance Rate Reduction Reflected in the Alaska Retirement Management Board												
	SalAdj	-4.0	0.0	0.0	-4.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board (2813)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1004 Gen Fund		-0.1										
1017 Ben Sys		-0.7										
1029 P/E Retire		-2.2										
1034 Teach Ret		-0.9										
1042 Jud Retire		-0.1										

Treasury Division health care benefit decrease reflected through a reimbursable services agreement with the Alaska Retirement Management Board.

Technical Adjustment to Change Fund Code from Retirement Systems to Benefit Systems

	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		2,639.0										
1029 P/E Retire		-1,909.6										
1034 Teach Ret		-721.7										
1042 Jud Retire		-7.7										

Technical adjustment to reduce P/E Retire (1029), Teach Ret (1034), Jud Retire (1042) and increase Ben Sys (1017). This change will allow the Alaska Retirement Management Board to properly allocate costs to the appropriate Alaska Retiree Health Care Trusts.

Alaska Retirement Management Board Salary Costs for New Investment Officers

	Inc	300.0	0.0	0.0	300.0	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		47.3										
1029 P/E Retire		175.7										
1034 Teach Ret		74.5										
1042 Jud Retire		1.9										
1045 Nat Guard		0.6										

This increment provides funding for two new investment officer positions via inter-agency receipts paid from the pension funds managed by the Alaska Retirement Management Board (ARMB) and invested by the Treasury Division. This is an initiative to transfer workload from external managers to internal staff at a cost savings.

Alaska Retirement Management Board Costs To Bring Salaries to Market

	Inc	327.0	0.0	0.0	327.0	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		51.6										
1029 P/E Retire		191.5										
1034 Teach Ret		81.2										
1042 Jud Retire		2.1										
1045 Nat Guard		0.6										

Alaska Retirement Management Board salary increases that are supported through a reimbursable services agreement with the Treasury Division will allow the the state to continue to attract and retain state investment officers by narrowing the difference between state salaries and current salaries available in the employment market both inside and outside of Juneau. The Treasury Division has developed an investment staff that has achieved above average investment returns on over \$50 billion of assets.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board (2813)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions			
										PFT	PPT	NP	
<p>The state invests in internal and external training to ensure these employees are competent in their accounting, investment and analytical responsibilities. This investment is lost when employees take this experience and move on to more lucrative employment opportunities. Financial results are published and monitored closely in world financial centers. State investment officers achieving the best results will attract the attention of potential employers. By offering salaries comparable to market, the state is in a better position to retain competent investment staff.</p>													
		Totals	8,734.8	86.2	123.7	8,517.4	7.5	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board Custody and Management Fees (2812)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	43,906.7	0.0	0.0	43,906.7	0.0	0.0	0.0	0.0	0	0	0
1029 P/E Retire		30,800.0										
1034 Teach Ret		12,600.0										
1042 Jud Retire		350.0										
1045 Nat Guard		156.7										
Subtotal		43,906.7	0.0	0.0	43,906.7	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		43,906.7	0.0	0.0	43,906.7	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Investment and Custody Fees												
	Inc	18,200.0	0.0	0.0	18,200.0	0.0	0.0	0.0	0.0	0	0	0
1029 P/E Retire		13,790.4										
1034 Teach Ret		4,262.1										
1042 Jud Retire		117.1										
1045 Nat Guard		30.4										
Subtotal		62,106.7	0.0	0.0	62,106.7	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Technical Adjustment to Change Fund Code from Retirement Systems to Benefit Systems												
	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		26,762.7										
1029 P/E Retire		-20,600.8										
1034 Teach Ret		-6,087.2										
1042 Jud Retire		-74.7										

This increment funds the increase in the cost of investment and custody fees for assets under management. Investment assets under management have experienced a continued growth.

Investment management fees are charged as a percent of the market value of invested assets under management. Fluctuations in the market affect the value of the assets, which in turn affects the amount of management fees. Treasury relies on the 5-year expected return provided by an external investment consultant to project asset values. Projected investment management fees are calculated using projected asset values plus a 5% contingency which is added to allow for unanticipated upswings in market performance and asset values.

Treasury will continually monitor financial market activity for any significant changes affecting these estimates.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Retirement Management Board Custody and Management Fees (2812)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions			
										PFT	PPT	NP	
Technical adjustment to reduce P/E Retire (1029), Teach Ret (1034), Jud Retire (1042) and increase Ben Sys (1017). This change will allow the Alaska Retirement Management Board to properly allocate costs to the appropriate Alaska Retiree Health Care Trusts.													
		Totals	62,106.7	0.0	0.0	62,106.7	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

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												
ConfCom		8,403.8	5,854.7	23.1	2,456.8	69.2	0.0	0.0	0.0	70	9	0
1005 GF/Prgm		138.3										
1007 I/A Rcpts		20.0										
1050 PFD Fund		8,245.5										
Subtotal		8,403.8	5,854.7	23.1	2,456.8	69.2	0.0	0.0	0.0	70	9	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		8,403.8	5,854.7	23.1	2,456.8	69.2	0.0	0.0	0.0	70	9	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
SalAdj		121.2	121.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		1.9										
1050 PFD Fund		119.3										
Cost of living adjustment for certain bargaining units: \$121.2												
Year three cost of living adjustment for non-covered employees - 2.5%: \$3.5												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$90.6												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$27.1												
FY2016 Health Insurance Rate Reduction												
SalAdj		-3.6	-3.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1050 PFD Fund		-3.6										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-3.6												
Subtotal		8,521.4	5,972.3	23.1	2,456.8	69.2	0.0	0.0	0.0	70	9	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Transfer from Criminal Investigations Unit for Decentralization of Criminal Investigations Staff												
Trin		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.												
Two positions are being transferred out of CIU into the Permanent Fund Dividend Division:												

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Permanent Fund Dividend Division (981)
RDU: Taxation and Treasury (510)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
PCN 04-6095 Investigator III												
PCN 04-6101 Investigator III												
Align Authority for Transfer of Investigators												
	LIT	0.0	221.4	0.0	-221.4	0.0	0.0	0.0	0.0	0	0	0
Transfer authority from services to personal services. This is related to the transfer in of five investigators from the Criminal Investigations Unit. Costs that were previously budgeted as contractual in the Permanent Fund Dividend Division will become personal services.												
Totals		8,521.4	6,193.7	23.1	2,235.4	69.2	0.0	0.0	0.0	72	9	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Estimate of Cost Recovery for Paternity Testing Sec21 Ch16 SLA2014 P78 L16 (HB266) (FY2015)												
(Language)	IncM	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		46.0										
Sec. 21. DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for paternity testing administered by the child support services agency, as required under AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be \$46,000, are appropriated to the Department of Revenue, child support services agency, for child support activities for the fiscal year ending June 30, 2015.												
FY2015 Conference Committee												
	ConfCom	28,497.9	19,109.0	44.5	9,117.5	201.1	25.8	0.0	0.0	227	0	0
1002 Fed Rcpts		17,334.4										
1003 G/F Match		8,699.3										
1004 Gen Fund		664.2										
1016 Fed Incent		1,800.0										
Align Authority for Agency-wide Reduction												
	Unalloc	-1.8	0.0	-1.8	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-1.7										
1004 Gen Fund		-0.1										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		28,542.1	19,109.0	42.7	9,163.5	201.1	25.8	0.0	0.0	227	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		28,542.1	19,109.0	42.7	9,163.5	201.1	25.8	0.0	0.0	227	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	396.7	396.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		261.9										
1003 G/F Match		134.2										
1004 Gen Fund		0.6										

Cost of living adjustment for certain bargaining units: \$396.7

Year three cost of living adjustment for non-covered employees - 2.5%: \$6.8

Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$307.2

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$82.7												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-10.6	-10.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		-7.0										
1003 G/F Match		-3.6										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-10.6												
Reverse Sec. 21, HB266 - FY15 Estimate of Cost Recovery for CSSD Paternity Testing												
(Language)	OTI	-46.0	0.0	0.0	-46.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		-46.0										
Sec. 21. DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for paternity testing administered by the child support services agency, as required under AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be \$46,000, are appropriated to the Department of Revenue, child support services agency, for child support activities for the fiscal year ending June 30, 2015.												
Restore FY16 Estimate of Cost Recovery for Child Support Services Division Paternity Testing												
(Language)	IncM	46.0	0.0	0.0	46.0	0.0	0.0	0.0	0.0	0	0	0
1005 GF/Prgm		46.0										
FY2016 Language:												
Sec. 16. DEPARTMENT OF REVENUE. Program receipts collected as cost recovery for paternity testing administered by the child support services agency, as required under AS 25.27.040 and 25.27.165, and as collected under AS 25.20.050(f), estimated to be \$46,000, are appropriated to the Department of Revenue, child support services agency, for child support activities for the fiscal year ending June 30, 2016.												
Subtotal		28,928.2	19,495.1	42.7	9,163.5	201.1	25.8	0.0	0.0	227	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Transfer from Criminal Investigations Unit for Decentralization of Criminal Investigations Staff												
	Trin	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	3	0	0
Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.												
Three positions are being transferred out of CIU into Child Support Services Division: PCN 04-7058 Investigator IV PCN 04-7149 Investigator III PCN 04-7228 Investigator III												
Reduction in Paternity Testing												
	Dec	-4.3	0.0	-4.3	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1003 G/F Match		-4.3										
<p>Child Support Services Division (CSSD) clients are flown to hub communities at CSSD expense for paternity testing. This testing could be completed in the client's home location by a public health nurse or local health clinic staff.</p>												
Reduction in Foster Care Cases												
	Dec	-50.0	-50.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-50.0										
<p>If foster care duties are moved back to Child Support Specialist I position, Child Support Services Division could reduce general fund expenditures by collecting federal funds for this position.</p>												
Reduction for Interactive Voice Response Account Balance System												
	Dec	-54.4	0.0	0.0	-54.4	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-54.4										
<p>Child Support Services Division (CSSD) currently sends out monthly statements to clients. These mail-outs could be reduced to a quarterly mail-out if CSSD is able to meet the federal exemption requirements. This will require programming the current system to provide clients with the information specified by the federal government. CSSD may need to hire a contractor to complete the work. There would be a significant savings on postage (assuming 480,000 statements the department could save 160,000 a year), handling, equipment wear and tear, envelope and paper costs, and staff time.</p>												
Reduction for Criminal Investigations Unit Reimbursable Services Agreement												
	Dec	-20.6	0.0	0.0	-20.6	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-20.6										
<p>The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. Through a reorganization in the Criminal Investigations Unit, the Child Support Services Division will be charged less through a reimbursable services agreement.</p>												
Reduce Authority to Comply with Target Reduction												
	Dec	-156.2	-156.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-156.2										
<p>In order to comply with the \$525.0 unallocated target reduction, Child Support Services Division is reducing authorization in personal services.</p>												
Reduce Authority to Close Juneau and Wasilla Offices												
	Dec	-11.5	0.0	0.0	-11.5	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-11.5										
<p>Child Support Services Division (CSSD) has three field offices located in Juneau, Fairbanks, and Wasilla. Wasilla clients can come to Anchorage (40 minute drive) to take care of in person business. Juneau sees very little foot traffic. Staff in both offices would be moved to Anchorage. Staff from these two offices would be better trained and thus able to carry a full caseload and the positions would be much easier to fill when vacant. Both locations could be closed, which would save on lease expenses.</p>												

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Child Support Services Division (111)
RDU: Child Support Services (41)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Reduce Authority for Law Reimbursable Services Agreement												
	Dec	-255.0	0.0	0.0	-255.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-255.0										
Current, the state allows the public to obtain free legal assistance at the expense of Child Support Services Division (CSSD). CSSD could provide a service to the public without incurring expenses with the Department of Law by providing rough calculations to determine if a Motion for Modification is appropriate, and then refer the clients directly to court rather than filing on their behalf. This would require statute/regulation changes (15 AAC 125.325(c)).												
Reduce Authority for Implementation of Pre-Paid Debit Cards as Default Payment Method												
	Dec	-28.0	0.0	0.0	-28.0	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-28.0										
Child Support Services Division (CSSD) currently give custodial parents the option of receiving their payments either by paper, check, direct deposit, or pre-paid debit cards. Savings can be realized by making the pre-paid cards and electronic deposit the default method for payments. Paper checks would require a specific election. This will reduce the cost of check stock, envelopes and postage.												
Reduce Authority due to Completion of Imaging Project												
	Dec	-27.2	0.0	0.0	-27.2	0.0	0.0	0.0	0.0	0	0	0
1003 G/F Match		-27.2										
Child Support Services Division (CSSD) currently spends \$80,000 a year on archive storage. CSSD has the capacity to image all files, but a focused effort is needed to complete the move from hard files to imaged. CSSD would need to hire a long-term non-permanent employee and train them to work solely on the imaging project. Estimated completion of the project is one year. With all file imaged, less storage space would be required, eliminating archived storage fees.												
Align Authority for Transfer of Investigators												
	LIT	0.0	350.0	0.0	-350.0	0.0	0.0	0.0	0.0	0	0	0
Transfer authority from contractual to personal services. The Criminal Investigations Unit will decentralize their workforce and costs previously budgeted as contractual within the Child Support Services Division will become personal services.												
Totals		28,321.0	19,638.9	38.4	8,416.8	201.1	25.8	0.0	0.0	230	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Commissioner's Office (123)
RDU: Administration and Support (50)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	992.5	860.6	39.4	63.6	28.9	0.0	0.0	0.0	6	0	0
1004 Gen Fund		231.3										
1007 I/A Rcpts		186.1										
1133 CSSD		575.1										
Reimb												
Align Authority for Agency-wide Reduction												
	Unalloc	-0.9	0.0	-0.9	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.9										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		991.6	860.6	38.5	63.6	28.9	0.0	0.0	0.0	6	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Align Authority to Comply with Vacancy Factor Guidelines												
	LIT	0.0	-45.0	0.0	45.0	0.0	0.0	0.0	0.0	0	0	0
The Commissioner's Office is transferring \$45.0 from personal services to contractual services to increase its vacancy factor and meet the division's potential future obligations of legal services costs related to the State Assessment Review Board. Funds are available in personal services due to vacancies.												
Subtotal		991.6	815.6	38.5	108.6	28.9	0.0	0.0	0.0	6	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	17.8	17.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		4.3										
1007 I/A Rcpts		3.8										
1133 CSSD		9.7										
Reimb												
Cost of living adjustment for certain bargaining units: \$17.8												
Year three cost of living adjustment for non-covered employees - 2.5%: \$16.1												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$1.7												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-1.4	-1.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Commissioner's Office (123)
RDU: Administration and Support (50)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1004 Gen Fund		-0.3										
1007 I/A Rcpts		-0.3										
1133 CSSD Reimb		-0.8										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-1.4												
Subtotal		1,008.0	832.0	38.5	108.6	28.9	0.0	0.0	0.0	6	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Delete Position (04-X069)												
Dec		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
The following position is being deleted as it is no longer part of the staffing strategy of the Commissioner's Office.												
Legislative Liaison (04-X069), range 24, located in Juneau												
Align Authority to Reallocate for Spending Plan												
LIT		0.0	-124.0	0.0	124.0	0.0	0.0	0.0	0.0	0	0	0
Transfer authority to align FY2016 authorization with the anticipated budget needs.												
Totals		1,008.0	708.0	38.5	232.6	28.9	0.0	0.0	0.0	5	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Administrative Services (125)
RDU: Administration and Support (50)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	2,243.8	2,055.8	16.9	154.1	17.0	0.0	0.0	0.0	18	0	0
1004 Gen Fund		506.3										
1007 I/A Rcpts		972.7										
1133 CSSD Reimb		764.8										
Align Authority for Agency-wide Reduction												
	Unalloc	-0.5	0.0	-0.5	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.5										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		2,243.3	2,055.8	16.4	154.1	17.0	0.0	0.0	0.0	18	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		2,243.3	2,055.8	16.4	154.1	17.0	0.0	0.0	0.0	18	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	44.9	44.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		10.5										
1007 I/A Rcpts		19.3										
1133 CSSD Reimb		15.1										
Cost of living adjustment for certain bargaining units: \$44.9												
Year three cost of living adjustment for non-covered employees - 2.5%: \$3.9												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$21.3												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$15.5												
Year three cost of living adjustment for Confidential Employees Association - 1%: \$4.2												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-2.4	-2.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-0.6										

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Administrative Services (125)
RDU: Administration and Support (50)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
1007 I/A Rcpts		-1.0										
1133 CSSD Reimb		-0.8										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-2.4												
Subtotal		2,285.8	2,098.3	16.4	154.1	17.0	0.0	0.0	0.0	18	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Delete Position (04-1123)												
Dec		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
The following position is being deleted and will be part of the larger Administrative Services Division strategy to consolidate services in the Department of Revenue.												
Micro/Network Technician II (04-1123), range 16, located in Anchorage												
Align Authority to Reallocate for Spending Plan												
LIT		0.0	-40.0	0.0	40.0	0.0	0.0	0.0	0.0	0	0	0
Transfer authority to align FY2016 authorization with the anticipated budget needs.												
Totals		2,285.8	2,058.3	16.4	194.1	17.0	0.0	0.0	0.0	17	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: State Facilities Rent (2462)
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 FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee	ConfCom	342.0	0.0	0.0	342.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		342.0										
Subtotal		342.0	0.0	0.0	342.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		342.0	0.0	0.0	342.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Subtotal		342.0	0.0	0.0	342.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Totals		342.0	0.0	0.0	342.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
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		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	125.0	0.0	0.0	125.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		125.0										
Gas Pipeline; AGDC; Oil and Gas Production Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L19 (HB266))												
	FisNot	2,500.0	0.0	0.0	2,500.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A		2,500.0										
<p>This bill would help the state move forward as a partner in a large scale Alaska Liquefied Natural Gas Project (AKLNG). While the bill itself contains numerous sections that affect other departments or corporations in the state, the analysis done for this fiscal note is limited to the two provisions relating to the Affordable Energy Fund and financing in the Department of Revenue.</p> <p>1) The bill would establish the Alaska Affordable Energy Fund to provide a source from which the legislature may appropriate money to develop infrastructure to deliver energy to areas of the state that are not expected to have or do not have direct access to a North Slope natural gas pipeline. This fiscal note assumes that this fund would be established as one of many funds managed as part of the GeFonsi and therefore, no additional costs are envisioned to manage the fund. The fiscal note does not reflect an indeterminate change in revenues due to the fact that there are no projected royalty revenues before 2024. Current estimates by the Administration's consultants are that 20 percent of royalty revenues would exceed \$180 million annually over the life of the project.</p> <p>2) The bill directs the Commissioner of Revenue to provide a report to the Legislature on the range of financing options for state acquisition of an ownership interest and participation in a North Slope natural gas project. The Commissioner will provide an interim draft report to the Legislature at the beginning of the first regular session of the 29th Alaska State Legislature. When contracts negotiated to advance the AKLNG project to Front End Engineering Design (FEED) are presented to the Alaska State Legislature, the Commissioner will issue a final report of the financing options. That report must also include the development of a plan for municipalities, regional corporations and residents to participate in the ownership of a North Slope natural gas pipeline. The plan must include recommendations by the Commissioner of Revenue regarding:</p> <ul style="list-style-type: none"> -Qualifications as a resident that may invest in the pipeline -How a municipality, regional corporation or resident may invest in the pipeline -The entity through which ownership should be acquired -The notification process to residents acquiring ownership -Ownership transferability -If ownership is via the State's interest in the pipeline, how income or dividends will be shared with resident owners -If ownership is via a publicly traded corporation that has an ownership interest in the pipeline, how those publicly traded corporations will be identified. <p>In order to develop the above reports and recommendations, the department will require substantial subject matter expertise. The department estimates that these contracted services will cost \$2,500,000 during FY2015 and \$150,000 during FY2016. The funding is requested in the Natural Gas Commercialization component.</p>												
Subtotal		2,625.0	0.0	0.0	2,625.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		2,625.0	0.0	0.0	2,625.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
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 FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Reverse Gas Pipeline; AGDC; Oil and Gas Production Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L17 (HB266))												
	OTI	-2,500.0	0.0	0.0	-2,500.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A		-2,500.0										
<p>This bill helps the state to move forward as a partner in a large natural gas project, including liquefaction facilities. It gives the Commissioner of Natural Resources, in consultation with the Commissioner of Revenue, the ability to take custody of gas delivered to the state and manage the disposition and sale of that gas. The main tax provision of the bill would allow gas producers to make an election to pay their production tax liabilities with gas (tax as gas "TAG") instead of with money.</p> <p>This bill also expands the education tax credit allowed against the oil and gas production tax to include contributions made to vocational education for equipment and for contributions made to a nonprofit regional training center recognized by the Department of Labor, an apprenticeship program in the state that is registered with the U.S. Department of Labor, programs approved by the United States Department of Veterans Affairs and the Alaska Commission on Postsecondary Education. This bill does not increase or decrease the aggregate amount of total education tax credits allowed against the oil and gas production tax. It merely identifies additional types of contributions that can qualify for the credit. It is possible that taxpayers, who have not made qualifying contributions and not claimed an education tax credit in the past, may make contributions to these entities for these purposes. However, it is difficult to determine how this language will affect taxpayer behavior and, therefore, it is difficult to determine if this bill will affect revenue from the oil and gas production tax. This bill does not increase the maximum education tax credit amount which is currently limited to \$5 million per taxpayer.</p> <p>Currently, there are eight tax types for which an education tax credit can be claimed. The total amount a taxpayer can claim across all eight tax types is \$5 million. The language in this amendment will only affect the oil and gas production tax; therefore, contributions made to these new entities can only be claimed as a credit against the oil and gas production tax.</p>												
Reverse Addition of UGF Funding for the Audit of the Alaska Gasline Inducement Act Reimbursement Fund as OTI												
	OTI	-125.0	0.0	0.0	-125.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-125.0										
Subtotal		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Restore Gas Pipeline; AGDC; Oil and Gas Prod Tax Ch14 SLA2014 (SB138) (Sec2 Ch14 SLA2014 P48 L17 (HB266)) (FY15 - FY16)												
	IncM	150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0
1236 AK LNG I/A		150.0										
<p>The out year funding for SLA2014 fiscal note number 24 of \$150.0 was erroneously restored to the Tax Division in the Governor's FY2016 budget when it should have been restored to the Natural Gas Commercialization Component. This record will restore it to the proper component and an accompanying reversal will remove the funding from the Tax Division.</p>												
Totals		150.0	0.0	0.0	150.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
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 FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
1007 I/A Rcpts	ConfCom	1,660.5	1,415.6	50.4	169.5	25.0	0.0	0.0	0.0	13	0	0
		1,660.5										
Subtotal		1,660.5	1,415.6	50.4	169.5	25.0	0.0	0.0	0.0	13	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		1,660.5	1,415.6	50.4	169.5	25.0	0.0	0.0	0.0	13	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
1007 I/A Rcpts	SalAdj	30.7	30.7	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		30.7										
Cost of living adjustment for certain bargaining units: \$30.7												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$22.7												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$8.0												
FY2016 Health Insurance Rate Reduction												
1007 I/A Rcpts	SalAdj	-0.9	-0.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		-0.9										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-0.9												
Subtotal		1,690.3	1,445.4	50.4	169.5	25.0	0.0	0.0	0.0	13	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Transfer to Tax Division for Decentralization of Criminal Investigations Staff												
	Trout	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-5	0	0
Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.												
Ten positions are being transferred out of CIU into the following budget components:												
PFD Division:												
PCN 04-6095 Investigator III												
PCN 04-6101 Investigator III												

Change Record Detail - Multiple Scenarios with Descriptions (294)
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		
										PFT	PPT	NP
Child Support Services Division:												
PCN 04-7058 Investigator IV												
PCN 04-7149 Investigator III												
PCN 04-7228 Investigator III												
Tax Division:												
PCN 08-2077 Investigator IV												
PCN 08-2078 Investigator III												
PCN 04-3249 Investigator III												
PCN 04-3256 Investigator III												
PCN 04-3257 Investigator III												
Transfer to Permanent Fund Dividend Division for Decentralization of Criminal Investigations Staff												
Trout		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-2	0	0

Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.

Ten positions are being transferred out of CIU into the following budget components:

PFD Division:

PCN 04-6095 Investigator III
 PCN 04-6101 Investigator III

Child Support Services Division:

PCN 04-7058 Investigator IV
 PCN 04-7149 Investigator III
 PCN 04-7228 Investigator III

Tax Division:

PCN 08-2077 Investigator IV
 PCN 08-2078 Investigator III
 PCN 04-3249 Investigator III
 PCN 04-3256 Investigator III
 PCN 04-3257 Investigator III

Transfer to Child Support Services Division for Decentralization of Criminal Investigations Staff

Trout		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-3	0	0
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Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.

Ten positions are being transferred out of CIU into the following budget components:

PFD Division:

PCN 04-6095 Investigator III
 PCN 04-6101 Investigator III

Change Record Detail - Multiple Scenarios with Descriptions (294)
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		
										PFT	PPT	NP
Child Support Services Division: PCN 04-7058 Investigator IV PCN 04-7149 Investigator III PCN 04-7228 Investigator III												
Tax Division: PCN 08-2077 Investigator IV PCN 08-2078 Investigator III PCN 04-3249 Investigator III PCN 04-3256 Investigator III PCN 04-3257 Investigator III												
Reduction in Lease Expenditures												
	Dec	-23.0	0.0	0.0	-23.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		-23.0										
The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. The Criminal Investigations Unit will be removing staff from leased spaces to state owned facilities. It is anticipated that this change will have a minimal impact on state services.												
Reduction in Criminal Investigations Travel												
	Dec	-25.0	0.0	-25.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		-25.0										
The department is reducing its funding levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services by limiting travel to only the most critical appearances.												
Delete Investigator II (04-6054)												
	Dec	-87.0	-87.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	0	0
1007 I/A Rcpts		-87.0										
Delete non-billable Investigator II (04-6045) position in order to meet targeted reduction. The Tax Division, Permanent Fund Dividend, and Child Support Services Division will see a reduction in reimbursable services agreements.												
Decentralize Criminal Investigations Staff Personal Services												
	Dec	-1,149.5	-1,123.2	0.0	-26.3	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		-1,149.5										

Criminal Investigations Unit (CIU) investigators are transferred from the CIU component back to divisions in the Department of Revenue.

Ten positions are being transferred out of CIU into the following budget components:

PFD Division:

Change Record Detail - Multiple Scenarios with Descriptions (294)
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		
										PFT	PPT	NP
PCN 04-6095 Investigator III												
PCN 04-6101 Investigator III												
Child Support Services Division:												
PCN 04-7058 Investigator IV												
PCN 04-7149 Investigator III												
PCN 04-7228 Investigator III												
Tax Division:												
PCN 08-2077 Investigator IV												
PCN 08-2078 Investigator III												
PCN 04-3249 Investigator III												
PCN 04-3256 Investigator III												
PCN 04-3257 Investigator III												
Align Authority to Reallocate Resources for Spending Plan												
LIT		0.0	0.0	-20.0	30.0	-10.0	0.0	0.0	0.0	0	0	0
Align FY2016 authorization with the anticipated budget needs.												
Totals		405.8	235.2	5.4	150.2	15.0	0.0	0.0	0.0	2	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Mental Health Trust Operations (1423)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
	ConfCom	3,956.7	2,377.0	153.0	1,370.5	47.2	9.0	0.0	0.0	16	0	0
1007 I/A Rcpts		30.0										
1037 GF/MH		500.0										
1094 MHT Admin		3,426.7										
Subtotal		3,956.7	2,377.0	153.0	1,370.5	47.2	9.0	0.0	0.0	16	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Align Authority to Reallocate for Spending Plan												
	LIT	0.0	-37.2	0.0	41.4	4.8	-9.0	0.0	0.0	0	0	0
<p>This line item transfer moves authorization from personal services and capital to the contractual and supplies lines. These Trust funds are available due to salary changes from position turnovers and correcting expenditures that were copied over from the FY2014 budget. Funds will be used to maintain services to fulfill our requirement to provide a comprehensive mental health plan.</p> <p>After considerable deliberation among Trustees and public discourse, the Trust finds itself in a transition period wherein Trustees are in the midst of winding down the bulk of funding historically provided to some previous focus areas while considerably ramping up newly-approved focus areas that Trustees have identified as a priority and concluded that it is imperative that they get off the ground successfully. Two new focus areas - Substance Abuse Prevention & Treatment (SAPT) and Beneficiary Employment & Engagement - require a significant level of preliminary planning and consultation from experts in those respective fields in order for Trustees and Trust staff to formulate successful strategies to bend the curve on the trajectory these issues have that adversely affect the lives of our beneficiaries. Trustees directed that funds available from savings in the personnel line be repurposed for program management and consulting contracts since these new focus areas considerably increase the scope of work and necessary on upcoming contracts that will result in higher charges. Additionally some of the funds will be used to provide the Trustees and employees with supplies including replacement of first generation iPads that are 3 years old or older.</p>												
Subtotal		3,956.7	2,339.8	153.0	1,411.9	52.0	0.0	0.0	0.0	16	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	50.0	50.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin		50.0										
<p>Cost of living adjustment for certain bargaining units: \$50.0</p> <p>Year three cost of living adjustment for non-covered employees - 2.5%: \$50.0</p>												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-4.8	-4.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin		-4.8										

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Mental Health Trust Operations (1423)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-4.8												
Reverse Mental Health Trust Recommendation												
	OTI	-3,426.7	0.0	0.0	0.0	0.0	0.0	0.0	-3,426.7	0	0	0
1094 MHT Admin		-3,426.7										
Mental Health Trust Continuing - Maintain Trust Authority Administrative Budget												
	IncM	3,426.7	0.0	0.0	0.0	0.0	0.0	0.0	3,426.7	0	0	0
1094 MHT Admin		3,426.7										
The Alaska Mental Health Trust Authority (the Trust) administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust Authority is tasked in statute with being trustees of the cash and non-cash assets of the legal trust, making budget recommendations for the Mental Health Budget Bill, developing the Comprehensive Mental Health Program Plan in conjunction with the Department of Health & Social Services, and providing leadership in Trust beneficiary-related issues. The Trust, a state corporation, is administratively housed in the Department of Revenue.												
Mental Health Trust Continuing - Expand Trust Authority Administrative Budget												
	IncM	46.3	0.0	0.0	0.0	0.0	0.0	0.0	46.3	0	0	0
1094 MHT Admin		46.3										
The Trust's administrative budget supports the operation of the Trust office and the Board of Trustees. The Trust provides leadership in advocacy, planning, implementing and funding the Comprehensive Integrated Mental Health Program, and acts as a catalyst for change. The increment represents authorization beyond the FY2015 budget approved by the Board of Trustees that Trustees believe reasonable and necessary for the Trust to continue to meet the Trust's statutory obligations and provide meaningful improvement in the lives of beneficiaries. Trust expenses are paid solely from funds generated by investment earnings and income generated by the Department of Natural Resources, Trust Land Office (TLO); all non-state general funds.												
In FY2015 the Trust began winding down several historical focus areas and started two new focus areas, Substance Abuse Prevention & Treatment (SAPT) and Beneficiary Employment & Engagement. The new focus areas require consultation from experts in their respective fields in order for Trustees and Trust staff to formulate successful strategies to bend the curve of these issues which adversely affect the lives of beneficiaries. Authorization will be used to fund contracts with those experts.												
	Subtotal	4,048.2	2,385.0	153.0	1,411.9	52.0	0.0	0.0	46.3	16	0	0

***** **Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended** *****

Reduce Mental Health Trust Funds to Match Trustee Approved Budget												
	Dec	-50.0	-50.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1094 MHT Admin		-50.0										

At the Board of Trustees annual meeting in September, trustees approved an overall budget that included a reasonable provision for cost of living increases. Annually the Office of Budget & Management (OMB) budget system independently calculates a budget increment for cost of living and, when added to the Trust's request, is duplicative. This decrement simply reverses OMB's duplicative increment to bring the Trust's budget back into alignment with Trustee's maximum authorization approved by Trustees and recommended to the Governor and the Legislature.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Mental Health Trust Operations (1423)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Align Authority to Approved Mental Health Trust Authority Budget												
LIT		0.0	65.7	-8.0	-26.4	15.0	0.0	0.0	-46.3	0	0	0
Align Authority to Continue Existing Service Levels												
Totals		3,998.2	2,400.7	145.0	1,385.5	67.0	0.0	0.0	0.0	16	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Long Term Care Ombudsman Office (2749)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
ConfCom		827.8	698.6	15.3	111.9	2.0	0.0	0.0	0.0	6	0	0
1007 I/A Rcpts		415.3										
1037 GF/MH		412.5										
Align Authority for Agency-wide Reduction												
Unalloc		-1.0	0.0	-1.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1037 GF/MH		-1.0										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		826.8	698.6	14.3	111.9	2.0	0.0	0.0	0.0	6	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Align Authority to Reallocate for Spending Plan												
LIT		0.0	-20.5	15.0	1.0	4.5	0.0	0.0	0.0	0	0	0
This line item transfer moves authorization from personal services to the travel, contractual, and supplies lines. Funds are available due to salary changes from position turnovers.												
The Long Term Care Ombudsman's office has a very small budget. Funds are typically used for personal services and core service costs that must be funded to keep the office operating. Due to an employee leaving, excess funds existed in the personal services line.												
\$15.0 additional travel funds will allow for more statewide unannounced visits to homes and other long term care facilities. The unannounced visits are essential to the Ombudsman's duty to monitor the health, safety, and welfare of vulnerable seniors in facilities. Our current travel budget barely provides enough travel funds for complaint investigations, almost nothing for unannounced visits. The extra funds will restore us to a level of travel funding that meets our statutory mandate and allows us to visit all the facilities we are required to visit.												
End of FY2013 the Long Term Care Ombudsman's office paid for a new web site design. It has since been learned that there will be additional costs for upgrades and improvements. \$1.0 of this line item transfer has been projected for these costs. If the line item transfer is not approved, any incurred charges will have to be paid out of another line; for example printing or office supplies.												
Three of the six computers will be four years old by FY2015. This \$4.5 will allow purchase of one or two new computers. Due to warranties and cost efficiency of parts on warranty IT standards suggest replacement every 3 years. Older than 3 years desk computers tend to have more spontaneous failures. Without these funds, computers will not be replaced until they fail.												
Subtotal		826.8	678.1	29.3	112.9	6.5	0.0	0.0	0.0	6	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Long Term Care Ombudsman Office (2749)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
	SalAdj	14.9	14.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		6.1										
1037 GF/MH		8.8										

Cost of living adjustment for certain bargaining units: \$14.9

Year three cost of living adjustment for non-covered employees - 2.5%: \$11.4

Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$3.5

FY2016 Health Insurance Rate Reduction

	SalAdj	-1.8	-1.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		-0.7										
1037 GF/MH		-1.1										

Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-1.8

MH Trust: Continuing - Long Term Care Ombudsman's Office

	Inc	35.0	0.0	0.0	0.0	0.0	0.0	0.0	35.0	0	0	0
1037 GF/MH		35.0										

Additional budget authority is necessary to meet the Long Term Care Ombudsman's (LTCO) statutory obligation to investigate complaints in assisted living and nursing homes statewide. The program's caseload has increased more than 400 percent since FY2009. Because half of program revenue comes from interagency receipts not tied to positions and not eligible for annual increases, program funding has not kept pace with the rise in costs associated with meeting our mandate under AS 47.62. Without the increment, the Ombudsman must either cut a position or reduce travel to a minimum, significantly limiting the program's ability to investigate and resolve complaints from older Alaskans outside Anchorage.

Comparing the FY2015 management plan to the projected FY2016 budget, most of the requested increase is for personal services. LTCO does not carry a vacancy factor and has low turnover, so personnel costs have risen over time, though the Inter-agency receipts have not. Without an increment, travel funds (and ability to conduct investigations statewide) will be significantly decreased.

Subtotal		874.9	691.2	29.3	112.9	6.5	0.0	0.0	35.0	6	0	0
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***** **Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended** *****

Reduce Uncollectable Long Term Care Ombudsman Office Interagency Receipts

	Dec	-18.3	-13.8	-3.2	0.0	-1.3	0.0	0.0	0.0	0	0	0
1007 I/A Rcpts		-18.3										

The Long Term Care Ombudsman (LTCO) component receives half it's funding from interagency receipts billed to the Division of Senior and Disability Services, who in turn, obtains funding from the federal Title III and Title VII programs.

The budgeted amount is determined using prior year federal allocation tables available in July or August of the fiscal year. The most recent allocation

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Long Term Care Ombudsman Office (2749)
RDU: Alaska Mental Health Trust Authority (47)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
estimations project a decrease in Title III and Title VII funding available to the Trust during FY2016. This decrement brings expenditure authority in line with the latest estimates.												
Align Authority to Continue Existing Service Levels												
LIT		0.0	25.0	5.2	4.8	0.0	0.0	0.0	-35.0	0	0	0
Align Authority to Continue Existing Service Levels												
Totals		856.6	702.4	31.3	117.7	5.2	0.0	0.0	0.0	6	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AMBBA Operations (108)
RDU: Alaska Municipal Bond Bank Authority (44)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
1104 MBB Rcpts	ConfCom	845.8	170.9	9.5	661.6	3.8	0.0	0.0	0.0	1	0	0
		845.8										
Subtotal		845.8	170.9	9.5	661.6	3.8	0.0	0.0	0.0	1	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		845.8	170.9	9.5	661.6	3.8	0.0	0.0	0.0	1	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
1104 MBB Rcpts	SalAdj	4.0	4.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		4.0										
Cost of living adjustment for certain bargaining units: \$4.0												
Year three cost of living adjustment for non-covered employees - 2.5%: \$2.6												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$1.4												
FY2016 Health Insurance Rate Reduction												
1104 MBB Rcpts	SalAdj	-0.1	-0.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		-0.1										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-0.1												
Alaska Municipal Bond Bank Authority Regulatory Environment												
1104 MBB Rcpts	Inc	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
		50.0										

Due to increased expenses associated with changes in the regulatory oversight environment of the municipal bond market, Alaska Municipal Bond Bank Authority (AMBBA) is requesting a \$50.0 increase. As a result of the Dodd-Frank Act there have been new requirements placed on bond counsel, financial advisor, as well as AMBBA staff or new contractors. Municipal advisors are required to provide more broad certifications of bond issue pricing to try and ensure low cost, but add liability and administrative burden that we expect to be passed through to the issuers. Market disclosure has become a key issue as well with a huge increase in market scrutiny of past filings and emphasis on timely future filings for all aspects of the 15c2-12 undertaking no matter how small. Many issuers are hiring contractors to facilitate this work.

This increment is expected to allow for meeting the full potential future annual demand for borrowing.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AMBBA Operations (108)
RDU: Alaska Municipal Bond Bank Authority (44)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
	Subtotal	899.7	174.8	9.5	711.6	3.8	0.0	0.0	0.0	1	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Align Authority to Reallocate for Spending Plan												
LIT		0.0	9.3	0.0	-9.3	0.0	0.0	0.0	0.0	0	0	0
Transfer authority to align FY2016 authorization with the anticipated budget needs.												
	Totals	899.7	184.1	9.5	702.3	3.8	0.0	0.0	0.0	1	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)
RDU: Alaska Housing Finance Corporation (46)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
ConfCom		93,682.3	40,732.4	1,009.6	15,871.7	1,978.5	290.1	33,800.0	0.0	316	23	14
1002 Fed Rcpts		56,804.6										
1007 I/A Rcpts		800.0										
1061 CIP Rcpts		2,301.3										
1103 AHFC Rcpts		33,776.4										
Subtotal		93,682.3	40,732.4	1,009.6	15,871.7	1,978.5	290.1	33,800.0	0.0	316	23	14
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Correct Position Type for Laborer (04-062X)												
PosAdj		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	-1	0
Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.												
04-036X Administrative Assistant III full-time to part-time												
04-062X Laborer part-time to full-time												
04-066X Maintenance Mechanic part-time to full-time												
04-069X Maintenance Mechanic part-time to full-time												
04-070X Housing Admin Specialist I full-time to part-time												
04-083X Laborer part-time to full-time												
04-493X Construction Inspector full-time to part-time												
04-494X Construction Inspector full-time to part-time												
Correct Position Type for Maintenance Mechanic (04-066X)												
PosAdj		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	-1	0
Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.												
04-036X Administrative Assistant III full-time to part-time												
04-062X Laborer part-time to full-time												
04-066X Maintenance Mechanic part-time to full-time												
04-069X Maintenance Mechanic part-time to full-time												
04-070X Housing Admin Specialist I full-time to part-time												
04-083X Laborer part-time to full-time												
04-493X Construction Inspector full-time to part-time												
04-494X Construction Inspector full-time to part-time												

Correct Position Type for Maintenance Mechanic (04-069X)

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)
RDU: Alaska Housing Finance Corporation (46)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	-1	0

Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.

- 04-036X Administrative Assistant III full-time to part-time
- 04-062X Laborer part-time to full-time
- 04-066X Maintenance Mechanic part-time to full-time
- 04-069X Maintenance Mechanic part-time to full-time
- 04-070X Housing Admin Specialist I full-time to part-time
- 04-083X Laborer part-time to full-time
- 04-493X Construction Inspector full-time to part-time
- 04-494X Construction Inspector full-time to part-time

Correct Position Type for Laborer (04-083X)

PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	-1	0
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Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.

- 04-036X Administrative Assistant III full-time to part-time
- 04-062X Laborer part-time to full-time
- 04-066X Maintenance Mechanic part-time to full-time
- 04-069X Maintenance Mechanic part-time to full-time
- 04-070X Housing Admin Specialist I full-time to part-time
- 04-083X Laborer part-time to full-time
- 04-493X Construction Inspector full-time to part-time
- 04-494X Construction Inspector full-time to part-time

Correct Position Type for Administrative Assistant III (04-036X)

PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	1	0
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Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.

- 04-036X Administrative Assistant III full-time to part-time
- 04-062X Laborer part-time to full-time
- 04-066X Maintenance Mechanic part-time to full-time
- 04-069X Maintenance Mechanic part-time to full-time
- 04-070X Housing Admin Specialist I full-time to part-time
- 04-083X Laborer part-time to full-time
- 04-493X Construction Inspector full-time to part-time
- 04-494X Construction Inspector full-time to part-time

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)
RDU: Alaska Housing Finance Corporation (46)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Correct Position Type for Housing Admin Specialist I (04-070X)												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	1	0
Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.												
04-036X Administrative Assistant III full-time to part-time												
04-062X Laborer part-time to full-time												
04-066X Maintenance Mechanic part-time to full-time												
04-069X Maintenance Mechanic part-time to full-time												
04-070X Housing Admin Specialist I full-time to part-time												
04-083X Laborer part-time to full-time												
04-493X Construction Inspector full-time to part-time												
04-494X Construction Inspector full-time to part-time												
Correct Position Type for Construction Inspector (04-493X)												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	1	0
Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.												
04-036X Administrative Assistant III full-time to part-time												
04-062X Laborer part-time to full-time												
04-066X Maintenance Mechanic part-time to full-time												
04-069X Maintenance Mechanic part-time to full-time												
04-070X Housing Admin Specialist I full-time to part-time												
04-083X Laborer part-time to full-time												
04-493X Construction Inspector full-time to part-time												
04-494X Construction Inspector full-time to part-time												
Correct Position Type for Construction Inspector (04-494X)												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-1	1	0
Alaska Housing Finance Corporation (AHFC) reorganized their Construction Department into a Facilities Management group in order to address the physical needs of its public housing statewide. Due to this reorganization there is a need to update four positions to full-time. In order to maintain the current level of full-time and part-time positions AHFC is requesting to change four positions to part-time as well.												
04-036X Administrative Assistant III full-time to part-time												
04-062X Laborer part-time to full-time												
04-066X Maintenance Mechanic part-time to full-time												
04-069X Maintenance Mechanic part-time to full-time												
04-070X Housing Admin Specialist I full-time to part-time												
04-083X Laborer part-time to full-time												

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: AHFC Operations (110)
RDU: Alaska Housing Finance Corporation (46)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
04-493X Construction Inspector full-time to part-time												
04-494X Construction Inspector full-time to part-time												
Subtotal		93,682.3	40,732.4	1,009.6	15,871.7	1,978.5	290.1	33,800.0	0.0	316	23	14
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
SalAdj		937.0	937.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		303.4										
1061 CIP Rcpts		53.7										
1103 AHFC Rcpts		579.9										
Cost of living adjustment for certain bargaining units: \$937.0												
Year three cost of living adjustment for non-covered employees - 2.5%: \$937.0												
FY2016 Health Insurance Rate Reduction												
SalAdj		-94.4	-94.4	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		-37.0										
1061 CIP Rcpts		-5.2										
1103 AHFC Rcpts		-52.2										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-94.4												
Align Authority to Continue Existing Service Levels												
LIT		0.0	293.8	0.0	-315.8	22.0	0.0	0.0	0.0	0	0	0
Align Authority to Continue Existing Service Levels												
Subtotal		94,524.9	41,868.8	1,009.6	15,555.9	2,000.5	290.1	33,800.0	0.0	316	23	14
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Align Authority to Reallocate for Spending Plan												
LIT		0.0	0.0	0.0	0.0	-22.0	22.0	0.0	0.0	0	0	0
Transfer authority to align FY2016 authorization with the anticipated budget needs.												
Totals		94,524.9	41,868.8	1,009.6	15,555.9	1,978.5	312.1	33,800.0	0.0	316	23	14

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Anchorage State Office Building (2272)
RDU: Alaska Housing Finance Corporation (46)

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	ConfCom	100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
1103 AHFC Rcpts		100.0										
Subtotal		100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Subtotal		100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Totals		100.0	0.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Alaska Corporation for Affordable Housing (3048)
RDU: Alaska Housing Finance Corporation (46)

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												
	ConfCom	474.0	259.5	25.0	125.0	29.5	35.0	0.0	0.0	2	0	0
1002 Fed Rcpts		305.5										
1061 CIP Rcpts		168.5										
Subtotal		474.0	259.5	25.0	125.0	29.5	35.0	0.0	0.0	2	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		474.0	259.5	25.0	125.0	29.5	35.0	0.0	0.0	2	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Salary Increases												
	SalAdj	6.0	6.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		2.0										
1061 CIP Rcpts		4.0										
Cost of living adjustment for certain bargaining units: \$6.0												
Year three cost of living adjustment for non-covered employees - 2.5%: \$6.0												
FY2016 Health Insurance Rate Reduction												
	SalAdj	-0.6	-0.6	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		-0.3										
1061 CIP Rcpts		-0.3										
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-0.6												
Subtotal		479.4	264.9	25.0	125.0	29.5	35.0	0.0	0.0	2	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Totals		479.4	264.9	25.0	125.0	29.5	35.0	0.0	0.0	2	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

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												
	ConfCom	12,231.9	7,302.0	430.0	4,319.9	100.0	80.0	0.0	0.0	38	0	2
1105 PFund Rcpt		12,231.9										
Subtotal		12,231.9	7,302.0	430.0	4,319.9	100.0	80.0	0.0	0.0	38	0	2
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		12,231.9	7,302.0	430.0	4,319.9	100.0	80.0	0.0	0.0	38	0	2
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Transfer to APFC Custody and Management Fees for Performance Management												
	Trout	-477.0	0.0	0.0	-477.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		-477.0										
Transfer to APFC Custody and Management Fees for Manager Searches												
	Trout	-186.0	0.0	0.0	-186.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		-186.0										

The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.

These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.

These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.

Consists of
477,000 - Performance Measurement
186,000- Manager Searches
1,898,500- Investment Systems, Analytics and Data

The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.

These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<p>These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</p> <p>Consists of 477,000 - Performance Measurement 186,000- Manager Searches 1,898,500- Investment Systems, Analytics and Data</p>												
Transfer to APFC Custody and Management Fees for Investment Systems, Analytics and Data												
1105 PFund Rcpt	Trout	-1,898.5	0.0	0.0	-1,898.5	0.0	0.0	0.0	0.0	0	0	0
<p>The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.</p> <p>These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.</p> <p>These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</p> <p>Consists of 477,000 - Performance Measurement 186,000- Manager Searches 1,898,500- Investment Systems, Analytics and Data</p>												
FY2016 Salary Increases												
1105 PFund Rcpt	SalAdj	164.0	164.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<p>Cost of living adjustment for certain bargaining units: \$164.0</p> <p>Year three cost of living adjustment for non-covered employees - 2.5%: \$164.0</p>												
FY2016 Health Insurance Rate Reduction												
1105 PFund Rcpt	SalAdj	-10.9	-10.9	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<p>Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-10.9</p>												
Add Senior Investment Officer for Real Estate Analysis												
	PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

An investment officer is needed to help manage the Alaska Permanent Fund Corporation's (APFC) \$5.9 billion real estate portfolio. This position is crucial to implement the Board's stated asset allocation for real estate.

The APFC Board of Trustees has created a diversified asset allocation that balances the need to grow the fund with the need to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the Fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree, or move away from the Board's allocations, increasing the total investment risk of the Fund.

Since the last real estate investment position was added in FY1998, the portfolio has more than tripled in dollar value and grown in complexity. In addition to the joint ownership of the Simpson Housing Real Estate Operating Company and the fund's first overseas investments in FY2014, the structure of the portfolio has changed to mostly wholly owned assets with controlling ownership positions. As a result, the management of existing properties and the review of potential new investments requires a great deal more time at the investment officer level.

In addition, the growth of the fund and changes in the global real estate market have created new pressures. In order to provide sufficient diversification for a portfolio of this size, along with the difficulty in finding promising opportunities in a tight U.S. real estate market flooded with overseas investors, staff has had to start looking outside of domestic real estate to make new investments. Coming up to speed on the characteristics of new geographical regions adds a significant burden to the workload of APFC's single real estate investment officer.

Efficiencies created by incorporating new technology allowed the portfolio to grow under the present staffing level. However, these efficiencies have been exhausted and the workload is beginning to exceed the capacity of APFC's real estate staff, while the asset class is expected to grow in coming years along with the value of the fund. If this request is not approved, the Board will have to consider moving away from its direct real estate allocation and into assets which may not provide the same risk and return benefits to the Permanent Fund.

Add Senior Investment Officer for Implementation of Special Opportunity Internal Investing

PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1	0	0
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An additional investment officer is needed for the existing special opportunities and alternative investments program. This position will assist with managing existing investments, as well as increasing the time available to review new opportunities.

The Alaska Permanent Fund Corporation (APFC) Board of Trustees has created a diversified asset allocation that balances the statutory direction to grow the fund with the direction to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree; or move away from the Board's allocations, increasing the total investment risk of the fund.

The single investment officer for APFC's alternative investments and special opportunities program oversees \$8.3 billion in commitments. He spends 60 percent of his time managing the current holdings, leaving the balance to review new opportunities. Many of the opportunities that are offered to the APFC do not receive even a preliminary review due to the volume of incoming deals compared to the time available in which to review them. This not only leaves promising deals on the table, but lowers the chances that APFC will be included in future offers.

Historically, APFC has relied on outside gatekeepers to make alternative and special opportunity investments on behalf of the fund. This incurs management fees that are paid directly on an annual basis, as well as underlying carrying costs that are incurred when the assets are sold. In order to lower these costs and thus maximize the value of the fund, the Board directed staff to begin making a portion of these investments in-house.

In FY2014, APFC was able to bring four special opportunities to fruition. In one, the fund made a direct investment to a biotech partnership. Because it was a

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

direct investment, saving underlying management fees and carrying costs, the fund is expected to save \$65 million in underlying costs over the life of the investment. In another commitment, staff was able to negotiate a significantly lower fee structure on a \$1 billion investment that is expected to save \$275 million. As a result, in five years the Permanent Fund could have an additional \$340 million in value compared to what would be expected if these investments had been made through external managers. The other two commitments are expected to provide similar cost savings per dollar invested over time.

Not only does it take time to review and negotiate such deals, but once in place the management of these investments creates an on-going time burden for both the investment officer and finance staff. In a separate change record, APFC has requested a new accountant that for private asset investments that will also assist with the oversight of this program's investments.

Add Investment Analyst and Accountant for Implementation of Private Markets Internal Investing

PosAdj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2	0	0
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The Alaska Permanent Fund Corporation (APFC) needs two (2) new positions, an investment analyst and an accountant, to expand the internal private assets investment program. This will provide an initial estimated cost savings of \$900,000 in directly paid management fees per year. The accountant will support both special opportunity and private equity markets programs.

The APFC Board of Trustees has created a diversified asset allocation that balances the statutory direction to grow the fund with the direction to protect its value. In order to maintain this allocation, the underlying asset classes must grow in dollar value along with the projected growth of the fund. If the APFC does not have the internal staff to keep up with this growth, one of two things will occur: staff will have to rely on costly external managers to a greater degree; or move away from the Board's allocations, increasing the total investment risk of the fund.

APFC's private equity and infrastructure program has two investment officers to oversee a combined value of \$8.0 billion in commitments. The comparably-sized infrastructure program alone at CalSTRS has 5 investment staff.

Historically, APFC has relied on outside gatekeepers to make the investment commitments on behalf of the fund. This incurs management fees that are paid directly on an annual basis, as well as underlying carrying costs that are incurred when the assets are sold. In order to lower these costs and thus maximize the value of the Permanent Fund, the Board directed staff to begin making a portion of these investments in-house.

Staff estimates they spend 50-75 percent of their time managing the existing portfolio, leaving the balance to review new investment opportunities. Staff initially screens 60 opportunities, and more closely reviews 12 of them to make 6 commitments per year. Many opportunities go by as staff simply does not have time to consider them. In order to keep up with asset class growth using lower-cost internal programs, APFC must expand the available staff time for reviewing new opportunities.

The APFC is requesting an investment analyst to provide day-to-day management of the Permanent Fund's existing private equity and infrastructure investments, freeing time for the investment officers to review incoming opportunities. We estimate that this will allow the investment officers to make three additional co-investments each year, providing \$1 million in annual savings in directly paid management fees, as well as up to \$18 million in carrying costs over five years. As new investments are made in subsequent years, additional fees savings will be realized.

The increase in internal investment activity creates a corresponding increase in workload for APFC's finance department to monitor and account for these investments. An additional accountant is required to move forward with expanding the Permanent Fund's internal private assets investment program.

Investment Due Diligence and Other Program Travel

Inc	148.1	0.0	148.1	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt	148.1											

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

This item will support the necessary due diligence and other travel required of a large public investment management corporation. Travel for due diligence is an essential component of effectively managing the fund to reduce risk through proactive, rather than reactive, management of an asset. The following factors are anticipated to increase the Corporation's travel expenditure:

- * Broadened program of due diligence travel by the investments staff to include monitoring current investments in alternatives, particularly infrastructure and private equity, and special opportunity investments;
- *Increased due diligence travel to research new investment opportunities as the Corporation moves to full funding of the asset allocation categories;
- *International travel associated with the private markets international investing program.

Increment to Manage Current Information Technology Systems

Inc	112.5	0.0	0.0	112.5	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt	112.5											

There is a need to retrofit the old Trade Order Management System to work with various markets and asset types.

Increment for Four Positions and Support Line Costs

Inc	779.7	730.0	27.4	0.0	22.3	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt	779.7											

The department is requesting funding for the following proposed new positions:

Real Estate:

1 Senior Investment Officer for \$245.0

Private Equity and Infrastructure:

1 Investment Officer & 1 Accountant for a total of \$240.0

Special Opportunities:

1 Senior Investment Officer for \$245.0

Travel: 27.4

Commodities: 22.3

Salary Management Program Performance Based Increment

Inc	290.0	290.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt	290.0											

Alaska Statute 39.25.110(11)(B) exempts the Alaska Permanent Fund Corporation (APFC) from the State Personnel Act. As a result, the APFC Board (the Board) is authorized to design a salary management plan that will attract and retain staff with the specialized skills to prudently manage the Permanent Fund.

This line item transfer will allow APFC to maintain a reasonable vacancy rate, fill all current positions, and meet its obligation to pay increases to staff that have met or exceeded their annual performance goals. The Board feels that these increases are crucial to attract, motivate, and retain qualified employees. APFC employees are not eligible for the step increases received by other State of Alaska employees.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Operations (109)
RDU: Alaska Permanent Fund Corporation (45)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Increment amount is based on a 5% average increase across all eligible employees. Merit Ranges from 1% to 7%.												
	Subtotal	11,153.8	8,475.1	605.5	1,870.9	122.3	80.0	0.0	0.0	42	0	2
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
	Totals	11,153.8	8,475.1	605.5	1,870.9	122.3	80.0	0.0	0.0	42	0	2

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: APFC Investment Management Fees (318)

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												
	ConfCom	138,575.0	0.0	0.0	138,575.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		138,575.0										
Subtotal		138,575.0	0.0	0.0	138,575.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		138,575.0	0.0	0.0	138,575.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
Transfer from APFC Operations for Performance Management												
	Trin	477.0	0.0	0.0	477.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		477.0										
Transfer from APFC Operations for Investment Systems, Analytics and Data												
	Trin	1,898.5	0.0	0.0	1,898.5	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		1,898.5										

The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.

These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.

These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.

Consists of
 477,000 - Performance Measurement
 186,000- Manager Searches
 1,898,500- Investment Systems, Analytics and Data

The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.

These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: APFC Investment Management Fees (318)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<p>These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</p> <p>Consists of 477,000 - Performance Measurement 186,000- Manager Searches 1,898,500- Investment Systems, Analytics and Data</p>												
Transfer from APFC Operations for Manager Searches												
	Trin	186.0	0.0	0.0	186.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		186.0										
<p>The Alaska Permanent Fund Corporation (APFC) believes that certain internal operating costs directly associated with investment related due diligence currently residing in the operations appropriation should more appropriately reside in the appropriation where management, custody, other investment consulting and legal fees are funded.</p> <p>These costs include: performance measurement, manager searches, risk consulting and modeling, and the system tools used by staff for monitoring and analyzing our investments and the markets.</p> <p>These types of costs are primarily driven by the underlying investment whether already in the portfolio or under consideration. Moving these costs to this appropriation will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</p> <p>Consists of 477,000 - Performance Measurement 186,000- Manager Searches 1,898,500- Investment Systems, Analytics and Data</p>												
Technical Adjustment to Allow for Expensing of Investment-Related Legal Fees to Custody and Management Fee Component												
	Misadj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Technical adjustment to allow for expensing of investment-related legal fees to the Custody and Management Fee Component.												
Change Component and RDU Name to Investment Management Fees												
	Misadj	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Technical Adjustment to Change Component and RDU Name to Investment Management Fees												
Specialized Consulting Work for Risk Management												
	Inc	455.0	0.0	0.0	455.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		455.0										

Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the investment management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: APFC Investment Management Fees (318)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP

To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.

Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.

Transferred Funding Includes:
 Performance Measurement: \$477.0
 Manager Searches: \$186.0
 Financial Network Services: \$1,898.5

Incremental Funding in APFC Custody and Management Fees Include:
 Performance Measurement: \$23.0
 Manager Searches: \$94.0
 Specialized Consulting Work For Risk: \$455.0
 Financial Network Services: \$482.5

Performance Measurement

Inc	23.0	0.0	0.0	23.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt	23.0										

Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the investment management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.

To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base funding from the Operations appropriation to the Investment Management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.

Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.

Transferred Funding Includes:
 Performance Measurement: \$477.0
 Manager Searches: \$186.0
 Financial Network Services: \$1,898.5

Incremental Funding in APFC Custody and Management Fees Include:
 Performance Measurement: \$23.0
 Manager Searches: \$94.0
 Specialized Consulting Work For Risk: \$455.0
 Financial Network Services: \$482.5

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: APFC Investment Management Fees (318)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Manager Searches												
	Inc	94.0	0.0	0.0	94.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		94.0										
<p>Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the Investment Management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and analyze fund holdings, potential investment opportunities, and fund performance.</p> <p>To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.</p> <p>Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.</p> <p>Transferred Funding Includes: Performance Measurement: \$477.0 Manager Searches: \$186.0 Financial Network Services: \$1,898.5</p> <p>Incremental Funding in APFC Custody and Management Fees Include: Performance Measurement: \$23.0 Manager Searches: \$94.0 Specialized Consulting Work For Risk: \$455.0 Financial Network Services: \$482.5</p>												
Investment Manager Fees												
	Inc	9,200.0	0.0	0.0	9,200.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		9,200.0										
<p>This incremental funding is for \$9,200,000 for investment manager fees. These fees are calculated based primarily on the market value of assets under management and vary by investment type. The requested increment is based on projected asset value growth, changes within the asset allocation that produces a higher fee structure, and projected incentive fees. The Alaska Permanent Fund Corporation's (APFC) external investment managers provide expertise and services that are essential in allowing the Fund to achieve the Board's long-term investment goals.</p>												
Financial Network Services												
	Inc	482.5	0.0	0.0	482.5	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		482.5										

Transfer all anticipated costs directly associated with investment related due diligence from the operations appropriation to the Investment Management appropriation, \$2,561.5. These costs include: manager searches, investment related legal fees, performance measurement, risk consulting and modeling, and investment systems used to monitor, track, and

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: APFC Investment Management Fees (2310)
RDU: APFC Investment Management Fees (318)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
analyze fund holdings, potential investment opportunities, and fund performance.												
To support this transfer, Alaska Permanent Fund Corporation (APFC) proposes the redirection of \$2,561.5 of base funding from the operations appropriation to the investment management appropriation. In addition, to fully support these service costs APFC requests incremental funding of \$1,054.5.												
Moving these costs and funding support will provide the APFC with the ability to more readily respond to changing Board asset allocation decisions or market conditions.												
Transferred Funding Includes: Performance Measurement: \$477.0 Manager Searches: \$186.0 Financial Network Services: \$1,898.5												
Incremental Funding in APFC Custody and Management Fees Include: Performance Measurement: \$23.0 Manager Searches: \$94.0 Specialized Consulting Work For Risk: \$455.0 Financial Network Services: \$482.5												
	Subtotal	151,391.0	0.0	0.0	151,391.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
	Totals	151,391.0	0.0	0.0	151,391.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions (294)
Department of Revenue

Component: Unallocated Reduction (1733)
RDU: Agency Unallocated Reduction (627)

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												
	ConfCom	-16.7	0.0	-16.7	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-16.7										
Align Authority for Unallocated Reduction												
	Unalloc	16.7	0.0	16.7	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		16.7										
The department is reducing its general fund levels in an effort to budget more efficiently and work within existing resources. It is anticipated that this change will have a minimal impact on state services.												
Subtotal		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Subtotal		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2015 Management Plan To FY2016 Work in Progress Budget *****												
FY2016 Target Reduction												
	Dec	-525.0	0.0	0.0	0.0	0.0	0.0	0.0	-525.0	0	0	0
1004 Gen Fund		-525.0										
Subtotal		-525.0	0.0	0.0	0.0	0.0	0.0	0.0	-525.0	0	0	0
***** Changes From FY2016 Work in Progress Budget To FY2016 Governor Amended *****												
Align Authority for FY2016 Unallocated Reduction												
	Unalloc	525.0	0.0	0.0	0.0	0.0	0.0	0.0	525.0	0	0	0
1004 Gen Fund		525.0										
Align Authority for FY2016 Unallocated Reduction												
Totals		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0