

**Change Record Detail with Description (285)**  
**Fund Transfers**

**Scenario:** FY2015 Supplemental (12199)  
**Component:** Savings Public Education Fund (AR 0) (2929)  
**RDU:** Designated Reserves/Endowments (577)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<b>FY2015 Supplemental</b>												
<b>Adjust Tracking FY2015 Estimated Draw for Foundation Expenditures from Public Education Fund</b>												
(Language)	Suppl	2,000.0	0.0	0.0	0.0	0.0	0.0	2,000.0	0.0	0	0	0
1004 Gen Fund		2,000.0										
<p>Under AS 14.17.300(b), funds may be expended from the Public Education Fund without further appropriation. In order to reflect the anticipated need in the FY2015 Foundation Program, a miscellaneous adjustment is used to track expenditures in the Foundation Program component.</p> <p>The general fund expenditures for the FY2015 Foundation Program have been reduced by \$2,000.0 due to the increase in the amount available in the public school trust fund.</p>												
<b>Component Totals</b>		<b>2,000.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>2,000.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**  
**Fund Transfers**

**Scenario:** FY2015 Supplemental (12199)  
**Component:** Oil and Hazardous Substance Release Prevention Account (AR 0) (2499)  
**RDU:** OpSys DGF Transfers (non-add) (606)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<b>Substance Release Prevention and Response Fund</b>												
(Language)	Suppl	3,179.1	0.0	0.0	0.0	0.0	0.0	0.0	3,179.1	0	0	0
1004 Gen Fund		3,179.1										
<p>Language: The unexpended and unobligated balances, estimated to be a total of \$3,179,058.40 from several municipal water, sewer and solid waste matching grant projects are reappropriated to the oil and hazardous substance release prevention account (AS 46.08.010(a)(1)) in the oil and hazardous substance release prevention and response fund (AS 46.08.010(a)).</p> <p>The current year shortfall in the prevention account is not the result of overspending. This situation was caused by factors beyond the Department's control and is the result of lower than anticipated investment income, cost recovery income, and surcharge revenues collected. Consequently, the full amount appropriated by the 2014 Legislature was not available to transfer into the prevention account to cover FY2015 budgeted expenses.</p> <p>When the shortfall was first identified, the Department took a number of steps to reduce the budget deficit. The Department enacted \$520,000 of spending reductions in the Division of Spill Prevention and Response (SPAR) in the current year. These included retaining vacancies, closure of the Bethel field office, and reduction of RSAs with the Departments of Natural Resources, Fish and Game, and Law. There was no interruption to critical services, however these reductions have put a strain on SPAR. In addition, the Department terminated and lapsed \$750,000 of capital appropriations for Statewide Contaminated Sites Cleanup that were funded by the Prevention Account. After these savings, the prevention account will still have a shortfall in FY2015 of approximately \$800,000.</p> <p>Without a supplemental appropriation of general funds to the prevention account for FY2015, SPAR will need to immediately begin the process of laying off staff. Implementation of the layoff process will take approximately 12 weeks once a decision is made, in order to comply with the bargaining units' agreements. Given the timing, the Department estimates there will need to be 35 permanent, full time staff laid off statewide in order to realize an additional \$800,000 cost savings by the end of the fiscal year. This precipitous loss of personnel in SPAR will have a significant impact on the Department's ability to respond to smaller spills and oversee the cleanup of private and state-owned contaminated sites.</p> <p>A reappropriation will alleviate some of the immediate need, including the \$800.0 in FY2015, and the \$1.9 million projected shortfall in FY2016. This will provide a short term solution without an infusion of new general funds, and help bridge the gap in FY2016. The FY2016 projection does assume the receipt of a large settlement for a site in Aniak of approximately \$5 million in advance of June 30, 2015. Without this settlement, the Prevention Account shortfall in FY2016 will increase to an estimated \$6.9 million. This additional potential shortfall will need to be addressed separately from the reappropriation.</p>												
<b>Component Totals</b>		<b>3,179.1</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>3,179.1</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Change Record Detail With Description**  
**Fund Transfers**

**Scenario:** FY2015 Supplemental (12199)  
**Component:** AMHS Stabilization Fund (Savings) (AR 0) (3034)  
**RDU:** OpSys DGF Transfers (non-add) (606)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
<b>Repeal FY2015 Estimated Interest Sec28f Ch16 SLA2014 P90 L22 (HB266)</b>												
(Language)	Suppl	-88.7	0.0	0.0	-88.7	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-88.7										
The Alaska Marine Highway System is looking at cost savings measures for FY2015 and the interest transfer is not needed. The following section is repealed:												
The interest earned during the fiscal year ending June 30, 2015, by the Alaska marine highway system fund (AS 19.65.060(a)), estimated to be \$88,700, is appropriated to the Alaska marine highway system fund (AS 19.65.060(a)). It is the intent of the legislature that the interest earned on the balance of the Alaska marine highway system fund (AS 19.65.060(a)) be accounted for separately from the program receipts from vessel operations.												
<b>Component Totals</b>		<b>-88.7</b>	<b>0.0</b>	<b>0.0</b>	<b>-88.7</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>