

State of Alaska Office of Management and Budget

FY2020 Governor's Amended Budget

Presentation to the Alaska Municipal League

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Mike Barnhill, Policy Director



THE STATE
of **ALASKA**

GOVERNOR MICHAEL J. DUNLEAVY

Statewide Items

FY2020 Budget: Legislative Proposals

Revenue

- Repeal Local Petroleum Property Tax (+\$398 million)
- Repeal Sharing of Fisheries Business/Resource Landing Taxes (+\$28.4 million)
- 50% of Alcohol Tax as a Shared Tax (-\$20 million)

Debt Reimbursement

- Repeal School Debt Reimbursement (-\$100 million)
- Repeal Project Debt Reimbursement (-\$4.5 million)

O&G Tax Credit Paydown

- Replace UGF with surplus AIDEA funds
 - FY19 \$84 million (Align w/Statutory Calculation)
 - FY20 \$170 million (Statutory Calculation)

FY2020 Budget: Legislative Proposals

Program Reform

- Exempt position reform
- Pay increment reform
- Bi-weekly payroll
- Begin to eliminate quasi-dedicated funds
 - Power Cost Equalization Endowment Fund (~\$1.1 billion)
 - Community Assistance Fund (\$60 million)
 - Higher Education Investment Fund (~\$344 million)

Unleashing Entrepreneurialism

- Eliminate most revolving loan funds

Examples:

- Agriculture Revolving Loan Fund (~\$5 million)
- Mariculture Revolving Loan Fund (~\$4 million)
- Alaska Microloan Revolving Loan Fund (~\$2.4 million)
- Development Initiative Revolving Loan Fund (~\$3.5 million)

Sustainable, Predictable, Affordable
