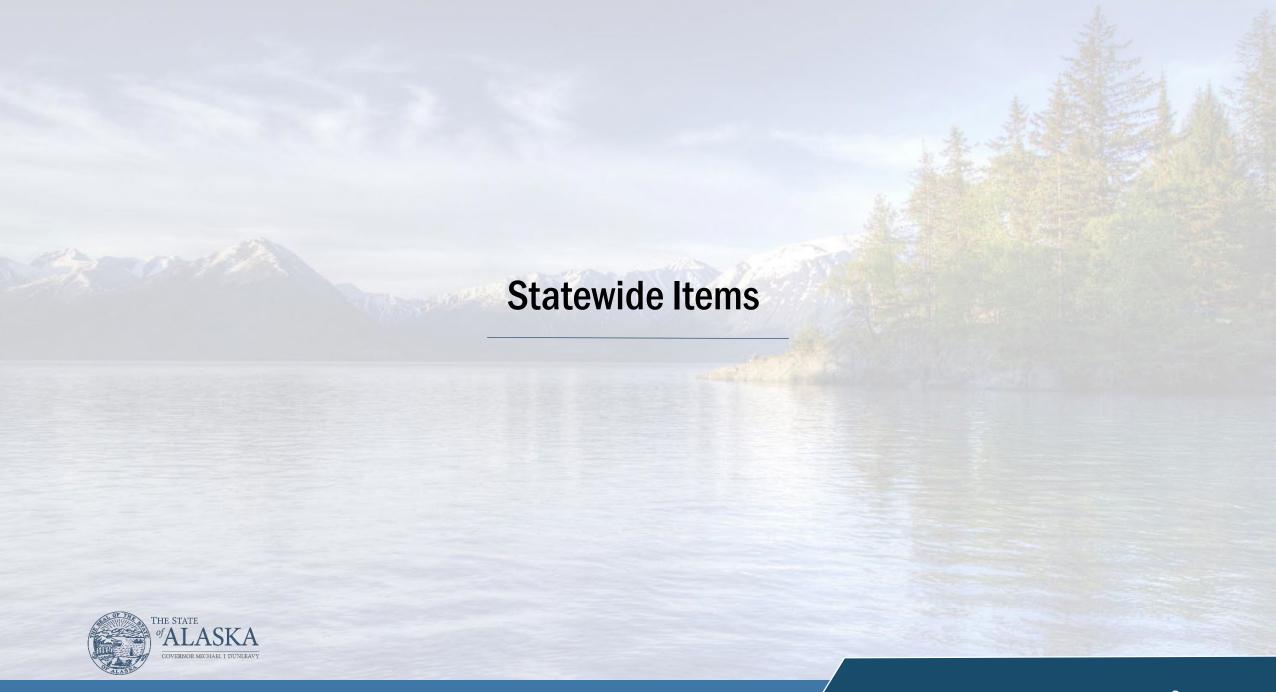


FY2020 Governor's Amended Budget

Presentation to the Alaska Municipal League February 20, 2019 Mike Barnhill, Policy Director





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)



