FY2016 Budget Overview
Office of Management and Budget
Putting Alaska and Alaskans First

- Opportunity for Alaskans
- Stable Economy
- Education
- Resource Development
- Affordable Energy
- Supporting Alaskan Families
Budget Guidance: Limit Spending

- Multi-year approach
- All agencies and programs involved
- Maintain maximum service delivery
- Seek partnerships and opportunities to privatize
- Assess programs not specifically required by state law
- Involve Alaskans
FY2016 Budget by All Fund Sources

- Federal Funds 28%  
  $3.4 billion
- Permanent Fund 18%  
  $2.3 billion
- Other State Funds 5%  
  $621 million
- Designated GF 7%  
  $875 million
- Unrestricted GF 25%  
  $3.3 billion (reserves)
- Unrestricted GF 17%  
  $2.2 billion (FY16)

TOTAL: $12.7 billion
FY2016 Budget by Category All Funds

- **K-12 Formula**
  - $1.3 billion
  - ($1.25B UGF)

- **Agency Nonformula**
  - $4.3 billion
  - ($2.1B UGF)

- **Other Formula**
  - $2.5 billion
  - ($876m UGF)

- **Statewide Approps.**
  - $1.3 billion
  - ($1.2B UGF)

- **Permanent Fund**
  - $2.3 billion

- **Capital Budget**
  - $1.4 billion
  - ($150m UGF)

**TOTAL:** $12.7 billion
FY2016 UGF Budget by Category

- **Formula Programs 38%**
  - $2.1 billion
- **Agency Nonformula 39%**
  - $2.1 billion
- **Capital Budget 3%**
  - Statewide Appropriations 21%
    - K-12 23%
      - $1.25 billion
    - Medicaid 13%
      - $693 million
    - Other 3%
      - $191 million
- **Other 3%**
- **TOTAL: $5.55 billion**
FY2016 UGF Spend: $5.55 Billion

$3.0 billion transfer from CBR to retirement systems in FY2015
UGF Revenue Scenarios: FY14 to FY19

Fall 2014 Forecast
(return to $100 oil)
Reserves Projection at Forecast

<table>
<thead>
<tr>
<th>FY06</th>
<th>FY07</th>
<th>FY08</th>
<th>FY09</th>
<th>FY10</th>
<th>FY11</th>
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<th>FY21</th>
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<tbody>
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Projected @ $5.5B UGF spend and Fall 2014 forecast

FY15 Transfer to PERS/TRS
UGF Revenue Scenarios: FY14 to FY19

($50 oil)
Reserves Projection at $50 oil

Projected @ $5.5B UGF spend and $50 oil through FY2019

<table>
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<tr>
<th>Year</th>
<th>Projected Reserves</th>
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<tr>
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<td>$2.0</td>
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Legend:
- SBR: [Values]
- CBR: [Values]
What’s in an Alaska budget?

• 128,100 – K-12 students
• 507 schools in 53 school districts
• 33,000 University students

• 150,000 - Medicaid beneficiaries
• 23 public health clinics
• 2,360 children in foster
• 456 Pioneer Home residents in 6 facilities
• grants to more than 900 nonprofits

• 5,600 miles of roads and highways
• 805 bridges
• 2,427 state buildings and facilities
• 254 state airports and 2 international airports
• 35 ferry terminals an 11 ferries
• 25 state harbors

• 12,400 offenders in custody or supervised
• 13 correctional institutions

• 43,300 retirees from public service
• 40,000+ full-time state, university and K-12 employees

• 640,500 Alaskans receiving a PFD
• 3.3 million acres in 123 state park units
• Manage ownership of 160 million acres of State land
• 132,032 Court cases annually
• Response to 2,028 spills of 285,000 gals. of oil and hazardous materials
Average Total State Expenditures

For purposes of displaying Alaska better, the display of data points for CA, FL, TX and NY are outside the chart axes but are included in the regression line.
Inflation and Population Adjustment Approach

FY1998 Agency Operations Adjusted by Inflation and by Inflation & Population

- $4,264 Governor's Proposed
- $4,031
- $3,287

- Capital
- Statewide Ops
- Agency Ops Only
- Agency Ops Pop & Infl Adj
- Agency Ops Inflation Adj
UGF Revenue Scenarios & FY16 Spend by category

(Fall 2014 forecast)

($50 oil FY16)

($100 oil FY16)
For more information on the budget

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