

**Mt McKinley Meat Plant Safety, Machinery, and Efficiency Upgrades**      **FY2011 Request: \$190,000**  
**Reference No: 49372**

**AP/AL:** Allocation      **Project Type:** Deferred Maintenance  
**Category:** Natural Resources  
**Location:** Palmer (Greater Palmer)      **Contact:** Leta Simons  
**House District:** Greater Palmer (HD 13)      **Contact Phone:** (907)465-3379  
**Estimated Project Dates:** 07/01/2010 - 12/30/2011  
**Appropriation:** Deferred Maintenance, Equipment Replacement, and Emergency Repairs

**Brief Summary and Statement of Need:**

The Mt. McKinley Meat Plant and its equipment need upgrades to increase production efficiency, address safety concerns and reduce operating costs. This investment will allow the plant to continue to operate as a buyer and slaughter house for Alaska meat producers. The facility also provides products to state institutions, and inmate work opportunities for the Department of Corrections. Maintenance of the facility also keeps it in suitable condition for sale, if the time comes when it serves the state's interest to exercise that option.

| <b>Funding:</b> | <u>FY2011</u>    | <u>FY2012</u> | <u>FY2013</u> | <u>FY2014</u> | <u>FY2015</u> | <u>FY2016</u> | <u>Total</u>     |
|-----------------|------------------|---------------|---------------|---------------|---------------|---------------|------------------|
| Gen Fund        | \$190,000        |               |               |               |               |               | \$190,000        |
| <b>Total:</b>   | <b>\$190,000</b> | <b>\$0</b>    | <b>\$0</b>    | <b>\$0</b>    | <b>\$0</b>    | <b>\$0</b>    | <b>\$190,000</b> |

|   |  |                                       |   |                                   |
|---|--|---------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> State Match Required | <input checked="" type="checkbox"/> One-Time Project | <input type="checkbox"/> Phased - new | <input type="checkbox"/> Phased - underway  | <input type="checkbox"/> On-Going |
| 0% = Minimum State Match % Required           |  | <input type="checkbox"/> Amendment    | <input type="checkbox"/> Mental Health Bill |                                   |

**Operating & Maintenance Costs:**

|                      | <u>Amount</u> | <u>Staff</u> |
|----------------------|---------------|--------------|
| Project Development: | 0             | 0            |
| Ongoing Operating:   | 0             | 0            |
| One-Time Startup:    | 0             | 0            |
| <b>Totals:</b>       | <b>0</b>      | <b>0</b>     |

**Additional Information / Prior Funding History:**

New Project – No Prior Funding History

**Project Description/Justification:**

Equipment that will be replaced or upgraded with this funding will include an air compressor, boiler repair, band saws, meat grinders, sausage stuffers, cutting tables, refrigerating system, kill floor equipment, and various building repairs including animal doors and pen and gate repair.

**Why is this Project Needed Now?**

As the facility ages, operating losses are increasing. The efficiencies gained with these upgrades should improve productivity.

**Specific Spending Detail:**

| LINE ITEM      | DOLLAR AMOUNT | DESCRIPTION (text)   |
|----------------|---------------|--|
| Services       | \$ 87,000     | Contractors to provide equipment installation and building repair services |
| Capital Outlay | \$ 103,000    | Process room, Killing Floor, and general facility repairs and maintenance  |

**Project Support:**

This project will be supported by meat and dairy producers, 4-H Program and other Alaska-based agriculture groups.

**Project Opposition:**

None anticipated.